

S0ZO MINISTRIES INTERNATIONAL

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS
FOR
Year Ended 31 October 2022

David Tripp & Co.
Tree Tops
Richmond Close
Chandlers Ford
Hampshire

Financial Statements
Year Ended 31 October 2022

CONTENTS

Page

Report of the Trustees	1 - 6
Report of the Independent Examiner	7
Statement of Financial Activities	8
Income and Expenditure Account	9
Balance Sheet	10
Notes to the Financial Statements	11-17

Report of the Trustees for Year Ended 31 October 2022

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st October 2022. The trustees have adopted the provisions of the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard 102 effective January 2016 and the Charities SORP (102) effective January 2019, The Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard)

REFERENCE AND ADMINISTRATION DETAILS

Status	A Charitable Company
Registered Company number	0554 7814
Incorporation date	26 August 2005
Registered Charity number	111 1647
Principal	M R Daniel
Trustees	S Badger R H Cary A S Daniel M R Daniel R A Sherlock P Sullivan
Ministry office	Dunwood Oaks Danes Road Awbridge Romsey SO51 0GF
Registered office	As above
Bankers	Caf Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling ME19 4TA
Independent Examiner	D M Tripp F.A.I.A. Tree Tops Richmond Close Chandlers Ford Hampshire
Accountants	David Tripp & Co. Tree Tops Richmond Close Chandlers Ford Hampshire

Report of the Trustees for Year Ended 31 October 2022**STRUCTURE, GOVERNANCE AND MANAGEMENT****Recruitment and appointment of new trustees**

The power of appointment and removal of trustees rests with the trustees. In order that the trustee body remains in touch with and in wholehearted support of our mission, new trustees are only selected when they have worked alongside the body of fellow labourers who are committed to our vision for a considerable time. During which time they will have proved their suitability for the work and their integrity. On being appointed new trustees spend time with the existing trustees to ensure they understand their responsibilities and the legal and financial framework in which the ministry operates. For reference all trustees are issued with the Charity Commission's publication 'The Essential Trustee: What you need to know.'

OBJECTIVES AND ACTIVITIES**Objects**

The objects of the charity are to advance the Christian Religion by proclaiming the Gospel of God concerning his Son, Jesus Christ Our Lord, and the teaching of the uncompromised Word of God in the United Kingdom and elsewhere.

THE MINISTRY: ITS AIMS AND OBJECTIVES

We are an established ministry within the Body of Christ with a vision for healing, miracles, liberty, freedom and victorious living in Christ. Our mission is 'Bringing Wholeness to the World through Jesus'.

The spiritual life and teaching of the ministry is led by the pastor/principal Mrs M R Daniel in consultation with the trustees who together have pastoral oversight of the ministry, as well as governing responsibility for the charity. Day to day running of the ministry is the responsibility of the principal Mrs M R Daniel, with budgets set and monitored by the trustees. An executive group comprising the Principal, Treasurer and Office Manager meets regularly to discuss the Ministry's affairs.

The Chief Executive Officer with day to day delegated management responsibility is Mrs M R Daniel, who is a full time member of staff.

THE YEAR: ITS OBJECTIVES AND ACHIEVEMENTS

During the year the Ministry achieved its objectives by focusing resources in the following 8 areas of charitable activity.

1 Sozo Day Conferences

We are glad to see these in person meeting fully restored to our calendar and for those who can't attend we continued to upload recorded ministry from the Bible on a regular basis including praise and worship recorded the Dunwood Oaks meetings. These can be accessed from our website using the YouTube platform.

In addition, we used and developed our remote meetings on the Zoom Platform for instance we hosted Pastor's Coffee every other Tuesday morning to share news, needs and fellowship together.

Thursday Night Bible Study again hosted on Zoom with 30 to 40 regular attendees. This worked particularly well for us because we have supporters and fellow labourers all over the UK and for the first time in our history we could study and fellowship together on a regular basis. We continued to do this on a fortnightly basis once lockdowns was lifted.

We also have Saturday Morning Men's Meetings.

2 Sozo Sunday Healing Conferences

Our regular Healing and Deliverance conferences are held on the first Sunday of each month in our sanctuary at Dunwood Oaks, Awbridge.

There is no charge for these and they continue to provide a valuable means to minister to members of the general public who come from all over Britain and have been well attended by up to 120.

Report of the Trustees for Year Ended 31 October 2022

These conferences help us fulfil our mission to 'Bring Wholeness to the World through Jesus' and start at 1:00pm with the opportunity to take an uninterrupted journey of thanksgiving, praise and worship; followed by an hour's preaching and teaching from the Word of God during and after which people can respond to corporate and individual prayer. We offer tea and refreshments at 4:00pm after which personal Biblical prayer ministry is available from our ministry team until 5:00pm. During this time we also run an After Sozo Club for children whose parents who are receiving personal Biblical prayer ministry. These conferences are open to and for the benefit of the general public at no charge.

3 Care & Prayer Days

Dunwood Oaks allows us the space to offer midweek Care & Prayer days, which we schedule on Wednesdays 10 days after the Sunday Healing Conferences, so that people can receive additional set aside time with members of the ministry team. We start the day with a Bible study and offer sessions by appointment in the morning and after lunch. Again, these are open to and for the benefit of the general public at no charge. We ask only that attendees have come to a Sunday conference before.

Following on from experience gained during Lockdowns we continued to link up members of the public with our ministry team to pray for each other remotely. But rather than focus on a single day once a month, we spread these appointments across the month at times which were mutually convenient between those seeking prayer and the ministry team based from their homes. It has been especially helpful to have been able to direct people to free and downloadable messages from our website to give them the help we have been unable to offer in person.

4 Sozo Online

We continue to develop our online presence, this includes improved facilities to stream meetings for those unable to attend physically and Sozo Cloud, which is a dedicated section we hope to grow in order to provide downloadable resources to full time ministers and pastors in remoter areas of the world

Sozo Books is a book and media retail outlet set up to provide a good selection of King James Version Bibles and other Christian media which teach the uncompromised Word of God as well as to produce and distribute the Ministry's own teaching material on CD, DVD and more recently MP3 format which is downloadable free from the website. These are made available by mail order, over the internet and from our bookstall at Dunwood Oaks. In addition we donated and discounted £3,044 of books, tapes and CD's of which £1,592 were given away as love gifts for the benefit of those who cannot afford to buy them.

www.sozobooks.com.

Our new internet bookshop continues to consolidate our ministry to members of the public throughout the world by increasing the range and presentation of materials and providing sales over the internet. The uptake of our service to provide free downloadable teaching messages in MP3 format has also increased.

5 Fellow-labourers.

In order to run the Ministry a body of volunteers who we call fellowlabourers has come together to serve the ministry. We are indebted to and blessed by their strong support. Many have become involved in our vision, because they have been healed, or a friend or family member has been healed through the ministry. We continued to meet at Dunwood Oaks on the Sundays in between our monthly Healing & Deliverance Conferences for prayer including regular prayer for Israel, worship, teaching and fellowship over lunch from 10.00 am 'til 2.00 pm. In this way throughout the year we run a programme to teach, edify and equip fellow labourers for Christian service, some of whom join our ministry team.

When we couldn't meet in person, we continued to host a weekly Bible Study on the Zoom platform on Thursday evenings. A welcome blessing for us all was that, for the first time, we found ourselves able study the Bible and fellowship with supporters from as far away as Coventry, Galway, and Cambridge.

Sozo App

This app provides secure communications with each other and also allows us to easily access to our online resources, free media and recent messages.

Report of the Trustees for Year Ended 31 October 2022**6 Faith School & Youth Group**

Alongside the monthly Healing & Deliverance Sunday conferences we run a Faith School to teach children from the Word of God, whilst their parents attend the adult sermons. They are divided into a crèche, Abrahams Children for the 4 to 13 year olds and Youth Group.

In addition, when they could not meet in person, our Youth Group continued to meet regularly on Zoom to strengthen their faith learning new songs whilst enjoying, home based activities, and lots of fun including memorising Scriptures.

7 Ministry Giving

This year we distributed £9,889 for instance to widows known to the ministry and to established ministries including: Ministries to the Poor – Stella's Voice for vulnerable people in Ukraine and Romsey Food Bank; KJV & Watchmen Ministries – British Church Newspapers; Christian Voice; Gospel Ministries – Christian Institute Legal Defence Fund and the Trinitarian Bible Society; Ministries to the Jews.

We made regular donations amounting to £1,680 to Hatty and Dan, our missionaries in the Philippines, who joined us when visiting the UK to update us about their work sharing the Gospel and feeding 250 youth and children every week as well as running a back to school programme and supporting orphans.

8 The Sozo Office

The Sozo Office remained open during normal office hours from Tuesday to Friday. But during lockdowns we staffed it remotely from our homes. As well as providing administration, the office is set up to extend the charitable activities of the ministry at no charge to the public by:

Providing telephone prayer and Biblical advice to those who call in;

By making the Barn/conference room at Dunwood Oaks available to fellow labourers for regular Bible studies and advice during set aside days;

Regular prayer and intercession days;

Responding to requests from members of the public who contact us from our website or from our database of 4,500;

Producing regular email mailouts to keep supporters well informed.

We also report the following additional items:

Office, Staff and Volunteers

Our staffing levels remained 4 full time and 1 part time staff for most of the year,

We continued to be well supported by a thriving team of fellow-labourer volunteers without whom we could not achieve our mission.

Sozo Building Fund

This year regular donors to the fund raised £11,860 towards the maintenance and development of our buildings

SMI Orphans Fund

Donations of £1,680 were received from supporters and are held in a separate bank account and distributions are made to orphans' families known to the ministry. No assets are held except cash in the bank. We have allowed a balance to accrue because past experience has shown us that to give substantive amounts, for instance to fund a larger family car, can be of great assistance to families who are taking in orphans at short notice.

Dan and Hatty have developed strong relationships with a church in the Philippines and together they have established a ministry to share the Gospel and the practical love of Jesus with street children and so we continue to support this outreach from our Orphans Fund alongside others from the fellowship. They return home regularly to England to rest and update us with their ministry.

Plans for The Coming Year

The main strategies for the ministry are to remain the same, including a return to in person day conferences and monthly Healing Conferences at Dunwood Oaks on the first Sunday of each month followed by Care & Prayer days on the Wednesdays 10 days later. On the Sundays in between, we continue to hold regular in person fellowship meetings at Dunwood Oaks to build up the body of local fellow labourers and also those further afield who can join us by Zoom.

Report of the Trustees for Year Ended 31 October 2022

We plan to continue hosting and developing other Zoom type meetings including: Pastor's Coffee 11 am every other Tuesday; Wednesday afternoon Prayer Meetings; fortnightly Thursday evening Bible Study; Men Together on Saturday mornings; and further pop-up events.

We plan to develop more features on our Sozo mobile app. introduced in July 2021

Our Orphans Fund will continue to support Hatty and Dan's ministry to street children alongside a church in the Philippines at Pamukid.

Risk Management

All major insurable risks are subject to normal Church and employers' insurance reviewed in February each year. Contractual risks are reviewed before being entered into in order to assess whether or not they would significantly impact the ministries ability to fulfil its objectives.

The trustees continue to monitor GDPR in line with a briefing paper Advice for Voluntary Sector by Daryl Martin of afvs.org so the new regulations are effectively followed.

An annual review of all areas of risk is undertaken by the trustees in conjunction with the staff and volunteers responsible for the area of activity.

Public Benefit

The trustees are mindful of the Charities Commission's Public Benefit General Guidance in the way the work of the ministry is planned and provided.

We focus our benefit to provide the public with opportunities to hear how anyone can personally receive wholeness, healing and the forgiveness of sins through the life, death, resurrection and ongoing intercession of the Lord Jesus Christ.

Our mission is bringing wholeness to the world through Jesus. At the very least we consider wholeness to include eternal salvation to the soul, physical healing to the body, inner healing and peace to the mind, emotions and soul, deliverance from oppression and the forgiveness of sins.

We seek to widen the provision of this benefit by: providing regular meetings open to the public at no charge; and now online through platforms like Zoom and providing free or subsidised places for conferences and media resources to those unable to pay. Examples of this can be seen in the rest of this report.

RESERVES POLICY:**General Fund – Unrestricted Fund**

Background – where the Trustees have accumulated surpluses in previous years they have invested them by acquiring suitable freehold property, which accommodates the needs of the charity.

To this end, the charity has completed a three-step acquisition programme. The first step was to purchase Sozo House in 1999 and the second being to acquire the adjoining Falcon House in July 2002. Together these provided an administrative base and a day conference facility for up to 50 people. The third step has been to sell Sozo House and invest the proceeds to build a 300 seater Sanctuary at our Dunwood Oaks site acquired in 2012. This now accommodates our bigger meetings and conferences together with an administration base and a hospitality suite for other functions. We continue to give thanks to God that, from Sunday the 8th of January 2017, we held healing conferences in the new completed Sanctuary. Our final goal is to provide a manse for Pastor Marion in Romsey area, as and when funds and opportunities arise.

During this acquisition programme the reserves policy is to hold a reserve of £60,000, which equates to three month's regular expenditure, and to invest the remaining surpluses in the building programme and to accumulate future surpluses to fund the final step of the programme. This reserve is regularly reviewed in the light of expenditure patterns and incoming resource flows.

Report of the Trustees for Year Ended 31 October 2022**Sozo Building Fund – Restricted Fund**

Background – the building fund was set up to assist the acquisition programme and to insure and maintain the purchased buildings.

During the programme all funds will be invested in the new buildings. Thereafter, it is planned to build up a reserve of £50,000 to meet long-term maintenance requirements. The reserve is regularly reviewed in the light of future maintenance costs.

SMI Orphans Fund – Restricted Fund

Background – the orphans fund was set up to financially assist the needs of orphans known to the ministry.

The Fund continues to support Hatty and Dan's work sharing the Gospel and feeding street children in the Philippines

The reserves policy is first to meet the present needs of the orphans, and then to build up a reserve of £50,000 to meet future educational plans. The reserve is regularly reviewed in the light of present needs and future educational costs.

Funds

The majority of the income of the charity comes from voluntary donations and associated tax repayments. At 31st October 2022 the accumulated funds were £1,809,511 of which £214,114 were restricted funds. The trustees have ensured that there are adequate funds in reserve in order to carry out the purposes of the trust.

RESPONSIBILITIES OF TRUSTEES

The trustees are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the company and of the profit or loss for that period. In preparing those accounts, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the company and to enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are also responsible for the contents of the trustees' report, and the responsibility of the independent examiner in relation to the trustees' report is limited to examining the report and ensuring that, on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

Independent Examiner

The Trustees have appointed Mr D M Tripp F.A.I.A as Independent Examiner

This report has been prepared in accordance with the Statements of Recommended Practice - Accounting and Reporting by Charities and in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small entities.

ON BEHALF OF THE BOARD OF TRUSTEES:

Richard Cary
21 July 2023

Trustee

Independent Examiner's Report to the Trustees of Sozo Ministries International

I report on the financial statements of the Charity on pages 9 to 18 for the year ended 31 October 2022 which have been prepared in accordance with the Charities Act 2016 (the Act) and with the Financial Reporting Standard applicable in the UK and Republic of Ireland (as applied to small entities by section 1A of the standard) as modified by the Statement of Recommended Practice for Accounting and Reporting issued by the Charity Commissioners for England & Wales, the Charities SORP (102) effective January 2019, under the historical cost convention and the accounting policies set out on page 12.

Respective responsibilities of trustees and examiner

The Charity's trustees, who are also the directors of the company for the purposes of company law, are responsible for the preparation of the financial statements.

The trustees are satisfied that the audit requirement of Section 144(1) of the Act does not apply, and that there is no requirement in the governing document or constitution of the Charity for the conducting of an audit. The gross income of the charity exceeded £25,000 but did not exceed £1 million. The trustees consider that an independent examination is needed and I am qualified to undertake the examination by being a qualified member of The Association of International Accountants and hold a current practising certificate of that body.

Having satisfied myself that the charity is not subject to audit under company law, or otherwise, and is eligible for independent examination, it is my responsibility to:-

- a) examine the accounts under section 145 of the Act;
- b) to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the Act; and;
- c) to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

No matter has come to my attention in connection with my examination which gives me reasonable cause to believe that in any material respect the requirements;

- (i) to keep accounting records in accordance with section 386 of the Companies Act 2006;
- (ii) to prepare financial statements which accord with the accounting records and comply with the accounting requirements of section 396 of the Companies Act 2006 and;
- (iii) that the financial statements be prepared in accordance with the methods and principles set out in the Statement of Recommended Practice - Accounting and Reporting by Charities not been met; or to which, in my opinion, attention should be drawn in my report in order to enable a proper understanding of the accounts to be reached;

D M Tripp F A I A
21 July 2023

Tree Tops
Richmond Close
Chandlers Ford
Hampshire

Statement of Financial Activities
Year Ended 31 October 2022

	Note	Unrestricted funds	Restricted funds	<u>2022</u> Total funds £	<u>2021</u> Total funds £
INCOMING RESOURCES					
Incoming resources from generated funds					
Voluntary income	2	226,476	13,540	240,016	241,576
Investment income	3	14,098	-	14,098	13,090
		-----	-----	-----	-----
Total incoming resources		240,574	13,540	254,114	254,666
RESOURCES EXPENDED					
Charitable activities					
Cost of Activities	4	189,029	26,013	215,042	195,547
Support Costs	5	36,446	-	36,446	37,729
Governance costs	6	5,203	-	5,203	6,670
		-----	-----	-----	-----
Total resources expended		230,678	26,013	256,691	239,946
		-----	-----	-----	-----
NET INCOMING/ (OUTGOING) RESOURCES		9,896	(12,473)	(2,577)	14,720
RECONCILIATION OF FUNDS					
Total funds brought forward		1,585,501	226,587	1,812,088	1,797,368
		-----	-----	-----	-----
TOTAL FUNDS CARRIED FORWARD		1,595,397	214,114	1,809,511	1,812,088
		-----	-----	-----	-----

The notes form part of these financial statements

Income and Expenditure Account
Year Ended 31 October 2022

	Note	<u>2022</u>	<u>2021</u>
		£	£
Turnover	2 & 3	240,016	241,576
Direct costs of turnover	4 & 5	(251,488)	(233,276)
Gross surplus/(deficit)		<u>(11,472)</u>	<u>8,300</u>
Governance costs	6	(5,203)	(6,670)
Operating surplus/(deficit)		<u>(16,675)</u>	<u>1,630</u>
Other income:			
Rent received		13,555	12,900
Interest received		543	190
Other expenditure:		-	-
Retained surplus/(deficit) for the financial year		<u>(2,577)</u>	<u>14,720</u>

The notes form part of these financial statements

Balance Sheet
At 31 October 2022

	Note	Unrestricted funds £	Restricted funds £	<u>2022</u> Total funds £	<u>2021</u> Total funds £
FIXED ASSETS					
Tangible Assets	10	1,647,770	-	1,647,770	1,650,266
		-----	-----	-----	-----
CURRENT ASSETS					
Stocks		8,250	-	8,250	9,000
Debtors	11	6,434	-	6,434	2,774
Cash at bank & in hand		182,957	7,062	190,019	197,390
		-----	-----	-----	-----
		197,641	7,062	204,703	209,164
CREDITORS					
Amounts falling due within one year	12	42,962	-	42,962	47,342
		-----	-----	-----	-----
Net Current Assets/(Liabilities)		154,679	7,062	161,741	161,822
		-----	-----	-----	-----
TOTAL ASSETS LESS CURRENT LIABILITIES		1,802,449	7,062	1,809,511	1,812,088
				-----	-----
NET ASSETS				1,809,511	1,812,088
				=====	=====
CAPITAL AND RESERVES	14				
Unrestricted income funds				1,595,397	1,585,501
Restricted income funds				214,114	226,587
				-----	-----
				1,809,511	1,812,088
				=====	=====

The Trustees are satisfied that the company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31st October 2022

No notice has been deposited requiring the company to obtain an audit of its financial statements for the year ended 31st October 2022 in accordance with Section 476 of the Companies Act 2006

The Trustees acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006; and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies and with the Financial Reporting Standard 102 for Smaller Entities (effective January 2019).

These financial statements were approved by the directors on the date given below, and are signed on their behalf by:

Mrs M R Daniel

Trustee

21 July 2023

The notes form part of these financial statements

Notes to the accounts
Year Ended 31 October 2022

1. ACCOUNTING POLICIES

Basis of Accounting

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard 102 (as applied to small entities by section 1A of the standard), and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities, updated by the Charities SORP (102) effective January 2019 and the Companies Act 2006 together with applicable accounting standards.

Incoming resources

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. All income is accounted for gross. The value of services provided by volunteers is not included in the financial statements because of the difficulty of valuing these.

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Costs have been directly attributed to either costs of charitable activities, support costs or governance costs according to either floor area, time estimate or function. Property expenses have been allocated on the basis of floor area and salaries and telephone charges have been allocated on a time basis. Where suffered resources expended include attributable VAT which cannot be recovered. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Depreciation

Depreciation is provided at the following annual rates in order to write off each asset over its useful economic life

Freehold Property	not provided
Equipment, Fixtures & Fittings	15% reducing balance
Motor vehicles	15% reducing balance

No depreciation is charged in the accounts in respect of the freehold property as the Trustees believe that the property has a market value in excess of its book value and it is their policy to maintain the property in good condition. Accordingly any depreciation on property is considered to be immaterial

Stock

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items. Cost is taken as 50% of the resale value, being the average gross profit margin achieved on sales of books.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund Accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Designated Funds are unrestricted funds earmarked by the trustees for particular purposes.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Notes to the accounts
Year Ended 31 October 2022

1. ACCOUNTING POLICIES - continued

Value Added Tax

The charity is not registered for VAT.

Leasing Commitments

Rentals applicable to operating leases where substantially all of the benefits and risks of ownership remain with the lessor are charged to the income and expenditure accounts as incurred.

Pensions

The charity operates a workplace pension scheme under the supervision of The Pensions Regulator and administered by Smart Pension Ltd . Employers contributions payable for the year are charged in the income and expenditure account.

2. VOLUNTARY INCOME

	<u>2022</u>	<u>2021</u>
	£	£
Donations	170,220	171,953
Orphans Fund	1,680	1,405
Gift Aid Tax Refunds	28,957	26,543
Conference Fees	4,160	300
Building Fund	11,860	13,661
Sozo Book Sales	23,139	27,714
	-----	-----
	240,016	241,576
	=====	=====

3. INVESTMENT INCOME

Rent received	13,555	12,900
Interest received	543	190
	-----	-----
	14,098	13,090
	=====	=====

Notes to the accounts
Year Ended 31 October 2022

	<u>2022</u>	<u>2021</u>
	£	£
4. COST OF ACTIVITIES		
Wages & Staff Costs	115,346	101,030
Social Security	9,201	7,110
Conference Expenses	1,001	-
Sozo Book Purchases	12,528	11,468
Ministry Giving	9,889	10,698
Licenses	-	-
Rates & Water	4,123	5,691
Light & Heat	11,257	7,020
Insurance	2,925	2,510
Repairs & Maintenance	2,330	3,129
Telephone	2,525	2,764
Motor Expenses	2,133	1,547
Postage, Stationery & Website	8,495	5,913
Refreshments	1,691	703
Faith School & Youth Ministry	596	235
Literature	-	178
Copyright	521	496
Travel & Accommodation	175	285
Depreciation of Musical Instruments	2,469	1,776
Depreciation of Ministry Equipment	1,824	2,089
	-----	-----
	189,029	164,642
	=====	=====
Restricted: Orphans Expenses	1,680	2,680
Restricted: Repairs & Maintenance	24,333	28,225
	-----	-----
	215,042	195,547
	=====	=====
5. SUPPORT COSTS		
Staff Costs	21,555	21,555
Social Security	1,193	1,193
Rates & Water	459	633
Light & Heat	1,251	781
Insurance	326	279
Telephone	1,684	1,843
Bank Charges	483	470
Credit Card Commission	58	38
Repairs & Maintenance	2,963	3,484
Sundry & Cleaning	334	407
Subscriptions	449	485
Depreciation of Furniture & Fittings	5,543	6,386
Depreciation of Motor Vehicles	148	175
	-----	-----
	36,446	37,729
	=====	=====

Notes to the accounts
Year Ended 31 October 2022

	<u>2022</u>	<u>2021</u>
	£	£
6. GOVERNANCE COSTS		
Accountancy	2,150	2,150
Legal & Professional Fees	53	1,520
Book-keeping & Administration	3,000	3,000
	-----	-----
	5,203	6,670
	=====	=====

7. NET INCOMING/(OUTGOING) RESOURCES

Net resources are stated after charging/(crediting):

Depreciation - owned assets	9,984	10,426
Accountancy Costs - Independent Examination	2,150	2,150
	-----	-----
	12,134	12,576
	=====	=====

8. TRUSTEES' REMUNERATION AND BENEFITS

The emoluments of the Trustees were:

Remuneration of Trustees	14,557	13,296
Remuneration for services other than Trustees	75,165	68,649

Trustees' Expenses

£nil was paid for expenses of travel for Trustees for the year ended 31st October 2022 and £NIL was paid for expenses of travel for Trustees for the year ended 31st October 2021

9. EMPLOYEE COSTS

Wages and Salaries	128,196	116,086
Social Security Costs	10,394	6,398
Staff Healthcare	5,908	5,735
Pension Contributions	2,797	4,363
	-----	-----
	147,295	132,582
	=====	=====

No employee received emoluments of over £60,000 during the year.

The average number of staff employed by the trust during the financial year amounted to:

	<u>2022</u>	<u>2021</u>
Full-time	4	4
Part-time	1	1

Notes to the accounts
Year Ended 31 October 2022

10. TANGIBLE FIXED ASSETS

	Land and buildings £	Plant and equipment £	Totals £
Cost at 1 November 2021	1,591,209	278,924	1,870,133
Additions in year	-	7,488	7,488
Disposals	-	-	-
	-----	-----	-----
Total at 31 October 2022	1,591,209	286,412	1,877,621
	-----	-----	-----
Depreciation at 1 November 2021	-	219,867	219,867
Depreciation on disposals	-	-	-
Depreciation for year	-	9,984	9,984
	-----	-----	-----
Total at 31 October 2022	-	229,851	229,851
	-----	-----	-----
Net Book Value at 31 October 2022	1,591,209	56,561	1,647,770
	=====	=====	=====
Net Book Value at 1 November 2021	1,591,209	59,057	1,650,266
	=====	=====	=====

The breakdown of Land and Buildings is as follows:

	Freehold Property	Leasehold Property	Totals
Cost:			
At 1 November 2021	1,591,209	-	1,591,209
Additions in year	-	-	-
Disposals in year	-	-	-
	-----	-----	-----
At 31 October 2022	1,591,209	-	1,591,209
	=====	=====	=====

Notes to the accounts
Year Ended 31 October 2022

	<u>2022</u> £	<u>2021</u> £
11. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Other Debtors	5,226	1,634
Prepayments	1,208	1,140
	-----	-----
	6,434	2,774
	=====	=====
12. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR		
Taxation and Social Security	682	2,731
Other Creditors & Loans	38,350	40,665
Accruals	3,930	3,946
	-----	-----
	42,962	47,342
	=====	=====

13. PENSION COMMITMENTS

The charity operates a workplace pension scheme under the supervision of The Pensions Regulator and administered by Smart Pension Ltd . Employer's contributions payable for the year are charged in the income and expenditure account. The pension cost charge represents contributions payable by the charity to Smart Pension Ltd. and amounted to £2,797 in the current year.

14. MOVEMENT IN FUNDS

	At 1.11.21 £	Net movement in funds £	Transfers between funds £	At 31.10.22 £
Unrestricted income funds:				
General fund	1,585,501	9,896	-	1,595,397
	-----	-----	-----	-----
	1,585,501	9,896	-	1,595,397
	-----	-----	-----	-----
Restricted income funds:				
Building fund	222,568	(12,473)	-	210,095
Orphans fund	4,019	-	-	4,019
	-----	-----	-----	-----
	226,587	(12,473)	-	214,114
	-----	-----	-----	-----
TOTAL FUNDS	1,812,088	(2,577)	-	1,809,511
	=====	=====	=====	=====

Notes to the accounts
Year Ended 31 October 2022

net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
Unrestricted income funds:			
General fund	230,685	(220,789)	9,896
Designated funds - Ministry Giving	9,889	(9,889)	-
	-----	-----	-----
	240,574	(230,678)	9,896
Restricted income funds			
Building fund	11,860	(24,333)	(12,473)
Orphans fund	1,680	(1,680)	-
	-----	-----	-----
	13,540	(26,013)	(12,473)
	-----	-----	-----
TOTAL FUNDS	254,114	(256,691)	(2,577)
	=====	=====	=====

The restricted building fund consists of donations received specifically towards the acquisition and maintenance of buildings, which now includes Dunwood Oaks that accommodates our larger meetings and conferences. The restricted orphans fund consists of donations received towards meeting the educational and other needs of orphans with whom the charity has contacts.

Analysis of Net Assets between Restricted and Unrestricted Income Funds:

	Tangible Fixed Assets	Other Net Assets	Total
Restricted income funds	-	214,114	214,114
Unrestricted income funds	1,647,770	(52,373)	1,595,397
	-----	-----	-----
	1,647,770	161,741	1,809,511
	=====	=====	=====

15. RELATED PARTY DISCLOSURES

The charity has received a loan from J Daniel, a relative of Mrs M R Daniel, one of the Trustees. The loan amounted to £10,000 at 31 October 2022 (£10,000 at 31 October 2021).

The charity has received a loan from J Penberthy-Smith, the husband of Mrs R J Penberthy-Smith, a retired Trustee. The loan amounted to £12,600 at 31 October 2022 (£12,600 at 31 October 2021).

The charity has also received a loan from Mrs M R Daniel, a trustee. The loan amounted to £15,000 at 31 October 2022 (£15,000 at 31 October 2021)

The above loans are given 'interest free' and are repayable upon demand.

16. STATUS OF COMPANY

The company is limited by guarantee, and each member of the company guarantees to pay up to £50 towards the costs of any liabilities incurred by the charity in the event of the charity being wound up.

Detailed & Summary Statement of Financial Activities
Year Ended 31 October 2022

			<u>2022</u>	<u>2021</u>
			£	£
INCOMING RESOURCES				
Voluntary Income:				
Donations			170,220	171,953
Building Fund			11,860	13,661
Orphans Fund			1,680	1,405
Gift Aid tax refunds			28,957	26,543
Conference fees			4,160	300
Test Valley lockdown grant			-	-
Sozo Books sales			23,139	27,714
			-----	-----
			240,016	241,576
Investment Income:				
Rent received			13,555	12,900
Interest received			543	190
			-----	-----
Total incoming resources			254,114	254,666
RESOURCES EXPENDED				
	Charitable costs	Support costs	Total costs	Total costs
Wages & staff costs	115,346	21,555	136,901	122,585
Social Security	9,201	1,193	10,394	8,303
Conference Expenses	1,001	-	1,001	-
Sozo Book Purchases	12,528	-	12,528	11,468
Ministry Giving	9,889	-	9,889	10,698
Orphans' Expenses	1,680	-	1,680	2,680
Rates & Water	4,123	459	4,582	6,324
Light & Heat	11,257	1,251	12,508	7,801
Insurance	2,925	326	3,251	2,789
Licenses	-	-	-	-
Repairs & Maintenance	26,663	2,963	29,626	34,838
Telephone	2,525	1,684	4,209	4,607
Motor Expenses	2,133	-	2,133	1,547
Postage, Stationery & Website	8,495	-	8,495	5,913
Refreshments	1,691	-	1,691	703
Faith School & Youth Ministry	596	-	596	235
Literature	-	-	-	178
Copyright	521	-	521	496
Travel & Accommodation	175	-	175	285
Bank Charges	-	483	483	470
Credit Card Commission	-	58	58	38
Sundry & Cleaning	-	334	334	407
Subscriptions	-	449	449	485
Depreciation of Motor Vehicles	-	148	148	175
Depreciation of Fixtures & Fittings	-	5,543	5,543	6,386
Depreciation of Musical Instruments	2,469	-	2,469	1,776
Depreciation of Ministry Equipment	1,824	-	1,824	2,089
	-----	-----	-----	-----
	215,042	36,446	251,488	233,276

This page does not form part of the Statutory Accounts

Detailed & Summary Statement of Financial Activities
Year Ended 31 October 2022

(continued)

	<u>2022</u>	<u>2021</u>
	£	£
Governance costs		
Accountancy	2,150	2,150
Legal & Professional Fees	53	1,520
Book-keeping & Administration	3,000	3,000
	-----	-----
	5,203	6,670
	-----	-----
Total resources expended	256,691	239,946
	-----	-----
NET INCOME/(EXPENDITURE)	(2,577)	14,720
	=====	=====

This page does not form part of the Statutory Accounts