

CALVINISTIC METHODIST OR PRESBYTERIAN CHURCH OF WALES CANDIDATES AND TRAINING DEPARTMENT FUND

England & Wales - Charity number 1118759

Details

Status Registered

Legal form Other

Registered 2007-04-11

Register [View on the Charity Commission register](#)

Contact

Address Tabernacle Chapel
81 Merthyr Road
Whitchurch
Cardiff
CF14 1DD

Phone 02920627465

Email swyddfa.office@ebcpcw.org.uk

Activities

Objects: THE OBJECT OF THE CHARITY IS TO PROVIDE TRAINING FOR MINISTRY FOR THE CHURCH

Activities: The main activity of the charity is to provide training for the ministry of the Presbyterian Church of Wales including in service training for ministers and workers.

Classification

- **How:** Makes Grants To Individuals, Provides Services
- **What:** Education/training, Religious Activities
- **Who:** Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** NOT DEFINED. IN PRACTICE. WALES
- Throughout Wales

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£38,128	£95,028	-	-
2023-12-31	£41,533	£118,836	-	-
2022-12-31	£45,222	£117,083	-	-
2021-12-31	£117,023	£112,421	-	-
2020-12-31	£112,917	£97,457	-	-

Trustees

Name	Role	Appointed
Proffesor Eryl Wynn Davies	Chair	2021-05-12
CLIFFORD CHARLES WILLIAMS		2019-10-01
Dilys Hughes		2022-01-01
Glynis Mwynwen Owen		2018-05-02
Parch Nan Wyn POWELL-DAVIES		2022-07-01
Rev ELWYN RICHARDS		2022-04-27

Accounts

**Calvinistic Methodist or Presbyterian
Church of Wales Candidates and
Training Department Fund**

(Registered Charity Number 1118759)

Annual Report

For the year ended 31 December 2024

**Calvinistic Methodist or Presbyterian Church of
Wales Candidates and Training Department
Fund**

Annual Report for the year ended 31 December 2024

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Legal and administrative information for the year ended 31 December 2024

Constitution

The Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund ("the Charity") is an unincorporated organisation and a registered charity (No: 118759). The Charity was registered on 11 April 2007.

Trustees

The trustees who served during the year and up to the date of approval of the financial statements were:

Dr Eryl Davies
Mrs Dilys Hughes
Miss Glynis Owen
Parch Elwyn Richards
Parch Nan Powell-Davies
Mr Cliff Williams

Under the scheme governing the Charity, the trustees are all members of the Candidates and Training Department of the Presbyterian Church of Wales. There are a maximum of 4 ex officio trustees and 3 nominated trustees. The nominated trustees must be appointed by the Candidates and Training Department

Ex officio trustees are:

The General Secretary of the Presbyterian Church of Wales
The Chairperson of the Candidates and Training Department
The Secretary of the Candidates and Training Department
The Treasurer of the Candidates and Training Department

Principal address

c/o The Presbyterian Church of Wales
Tabernacle Chapel
81 Merthyr Road
Whitchurch
Cardiff
CF14 1DD

Solicitors

Geldards LLP
4 Capital Quarter
Tynhall Street
Cardiff
CF10 4BZ

Bankers

Barclays Bank plc
1-5 St Davids Way,
28 Working Street,
St Davids Centre,
Cardiff, CF10 2DP

Independent Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Report of the trustees for the year ended 31 December 2024

The trustees are pleased to present their report and the audited financial statements for the year ended 31 December 2024. The Charity was registered on 11 April 2007 and was formed from the former Aberystwyth Theological College and Scholarship Funds.

The information with respect to trustees, officers and advisors set out on page 1 forms part of this report. The financial statements have been prepared on a going concern basis in compliance with the applicable accounting standards in the United Kingdom including the Statement of Recommended Practice (SORP): Accounting and Reporting by charities in preparing their financial statements in accordance with the Financial Reporting Standard (FRS) applicable in the UK and Republic of Ireland (FRS 102).

Status and objectives

The Charity is the Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund. The Charity reports to the Presbyterian Church of Wales General Assembly through the Church's Ministries Department.

The object of the Charity is to provide training for ministry for the Presbyterian Church of Wales.

Connected charity

The Charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Mertyr Road, Whitchurch, Cardiff, CF14 1DD. The Charity receives an annual grant from the Presbyterian Church of Wales to assist with salaries, course and running costs. This grant amounted to £29,990 (2023: £32,652).

Developments, activities and achievements

The main activity of the Charity is to provide training for the ministry of the Presbyterian Church of Wales.

- The department is funding, overseeing and supporting the training of one candidate for the ministry and further training for other ministers and workers, including the Mission Programme which will have 3 students in 2025/26, two training at Cardiff Baptist College and one on placement;
- The Department is seeking to improve its provision of Welsh language lessons in the workplace, and will invest in this area in the years to come, to broaden the pool of workers;
- The Charity continues to promote the Gap Year student programme at Coleg y Bala and provided a grant of £26,000 in 2024. There has been an application of a further two Gap year students for 2025/6 to Coleg y Bala and;
- More training provision and addition of Training Department workers will be a focus for the year ahead, looking at the statistical decline there is need to enhance training for the future of the Presbyterian Church of Wales.

Results

During the year the funds of the Charity have been used to further the Charity's objectives. The net deficit for the year was £33,405 (2023: deficit £62,836). The reduction in deficit is attributable to an increased gain on investments in 2024 of £23,495 (2023: gain of £14,467) together with a decrease in charitable expenditure from £118,836 in 2023 to £95,028 in 2024.

Report of the trustees for the year ended 31 December 2024

Expenditure on charitable activity decreased from £118,836 in 2023 to £95,036 in 2024 and there was a decrease in income from £41,533 in 2023 to £38,128 in 2024. The results for the year are shown in the statement of financial activities on page 8.

The trustees are satisfied that the financial position at the period end is adequate to meet the ongoing requirements of the Charity with the continued support of The Presbyterian Church of Wales.

Reserves policy

The trustees policy is to maintain the amount of total reserves at a minimum of one years' worth of expenditure. Reserves currently exceed this level with annual expenditure currently approximately £100,000 per annum. At this level the trustees believe they would be able to continue the current activities of the charity in the event of a drop in income. The trustees acknowledge the continuing support of the Presbyterian Church of Wales is essential for its long term viability.

Investment powers, policy and performance

The investments attributable to the Charity are held as part of the investment portfolio of the Presbyterian Church of Wales.

All investments are administered by Rathbones (Investec Wealth and Investment) in accordance with the guidelines set out by the Properties Board of the Presbyterian Church of Wales. The performance is regularly monitored by means of detailed quarterly reports and a minimum of one meeting per annum with the investment manager.

Risk management

The trustees are undertaking a review of the current risk register, and updating it to reflect the major risks to which the Charity is exposed and its risk management and internal control procedures in order to ensure that systems are in place to mitigate these risks.


Governance of the Charity

During 2024 the trustees met twice via an online platform. On a day to day basis the Charity was administered by the Academic Director Rev Bryn Williams, and the central office of the Presbyterian Church of Wales. All liaise closely with the trustees when significant matters arise.

Public Benefit

In planning and reviewing its activities the Church has considered the Charity Commission's guidance on public benefit and in particular the specific guidance on charities for the advancement of religion

By order of the trustees

Trustee:.....


Date: 21 October 2025

Statement of trustees' responsibilities

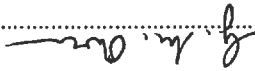
The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the trustees

Trustee: 

Date: 21 October 2025

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Opinion

We have audited the financial statements of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund for the year ended 31st December 2024 which comprise the Statement of Financial Activities, Balance Sheet, and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st December 2024, and of the charity's income and expenditure;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

- the charity's financial statements are not in agreement with the accounting records and returns;
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;

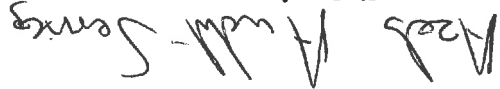
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

**Calvinistic Methodist or Presbyterian Church of
Wales Candidates and Training Department
Fund**

**Independent auditors' report to the trustees of
Calvinistic Methodist or Presbyterian Church of
Wales Candidates and Training Department Fund**

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report
This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Azets Audit Services
Chartered Accountants & Statutory Auditor

Ty Derw

Lime Tree Court

Cardiff Gate Business Park

CF23 8AB

Date: 30 October 2025

Azets Audit Services is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Statement of financial activities for the year ended 31 December 2024

	Note	2024	2023	
Income from:				
Investment income	4	8,138	8,881	
Grant from Presbyterian Church of Wales		29,990	32,652	
Donations and other income		-	-	
Total		38,128	41,533	
Expenditure on:				
Charitable activities	2	95,028	118,836	
Total		95,028	118,836	
Net Expenditure		(56,900)	(77,303)	
Other recognised gains and losses:				
Net (losses) / gains on investments	4	23,495	14,467	
Net movement in funds		(33,405)	(62,836)	
Reconciliation of funds:				
Total funds brought forward		559,561	622,397	
Total funds carried forward		526,156	559,561	

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived from the continuing operations of the Charity.

The notes on pages 10 to 14 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Balance sheet as at 31 December 2024

	2024	2023
Fixed Assets	£	£
Investments	358,042	334,547
Current assets		
Debtors and prepayments	52,693	45,410
Cash at bank and in hand	150,871	219,040
Creditors: amounts falling due within one year	(35,450)	(39,436)
Net current assets	168,114	225,014
Total assets less net current liabilities	526,156	559,561
Funds	526,156	559,561

Approved by the Board of Trustees on 21 October 2025 and signed on its behalf by:

J. M. Owen
Trustee

The notes at pages 10 to 14 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2024

1 Principal accounting policies

Basis of preparation

The financial statements have been prepared on a going concern basis, under the historical cost convention, and in accordance with the applicable accounting standards in the United Kingdom, the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (effective 1 January 2019), FRS 102 and in accordance with the Charities Act 2011, using consistently applied accounting policies.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to nearest £.

Income policy

Income from donations and legacies is recognised on a receivable basis when there is sufficient certainty of receipt and of the value of the incoming resource can be measured with sufficient reliability. Grants receivable from the Presbyterian Church of Wales are included as income in the year of receipt.

Recognition of expenditure

Expenditure is accounted for on an accruals basis.

Fixed asset investments

Listed investments are valued at bid market value. Profits and losses on sales of investments are calculated by reference to the opening carrying amount. Both profits and losses on disposals and unrealised surpluses or deficits arising on revaluation of investments are reported in the Statement of Financial Activities.

Retirement benefits

The Charity participates in a defined benefit pension scheme operated by its parent charity, The Presbyterian Church Of Wales. The scheme is accounted for in the parent charity's accounts. The contributions paid by the Charity are accounted for as if the scheme were a defined contribution scheme as the Charity is unable to separately identify its share of the underlying assets or liabilities in the scheme.

Fund accounting

All funds held by the Charity are unrestricted and can be used in accordance with the charitable objects at the discretion of the trustees.

Cash flow statement

The Charity has taken advantage of the exemption under FRS 102, paragraph 1.12(b), from preparing a statement of cash flows on the basis that it is a qualifying entity and its ultimate parent, Presbyterian Church of Wales, includes the charity's cash flows in its own consolidated financial statements.

Taxation

The Candidates & Training Department Fund is a registered charity and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried out in the furtherance of the charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2024

2 Charitable activities		Audit fees are paid by the Presbyterian Church of Wales.			
2023	2024	Other costs	Support costs	Staff costs	Training
£	£	£	£	£	
118,836	95,028	58,197	2,847	33,984	

Support costs		Office costs	
2023	2024	2023	2024
£	£	£	£
4,626	2,847		

3 Staff costs		Wages and salaries		Social security costs	
2023	2024	2023	2024	2023	2024
£	£	£	£	£	£
30,232	31,430	30,232	31,430	2,443	2,554
		32,675	33,984		

The average number of employees during the period was:

2 2

No trustee received any remuneration for the services they provided as trustee in either year. No (2023: none) trustees had expenses paid or were reimbursed for expenses in the year. Costs met by the Presbyterian Church of Wales and for travel and subsistence and totalled £nil (2023: £nil).

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2024

4 Investments

	2024	2023
Quoted investments	£	£
Market value at 1 January	334,547	320,080
Net (losses)/gains on investments	23,495	(14,467)
Market value at 31 December	358,042	334,547
Cost at 31 December	317,289	320,934
UK investments	358,042	334,547
Presbyterian Church of Wales Segregated Fund	358,042	334,547

Included in net gains/(losses) on investments are realised gains of £nil (2023: £nil) on disposal of investments.

The following represent investments valued at greater than 5% of the total market value of quoted investments:

Presbyterian Church of Wales Segregated Fund	2024	2023
	100%	100%

	2024	2023
Investment income	£	£
Presbyterian Church of Wales Segregated Fund	8,138	8,881

All investments are held under the control of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD and are managed by Rathbones (Investec Wealth and Investment), London.

5 Debtors

	2024	2023
Other debtors and prepayments	£	£
Amounts owed by the Presbyterian Church of Wales	14,565	3,877
	38,128	41,533
	52,693	45,410

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2024

6 Creditors - amounts falling due within one year

2024	2023
£ 33,984	£ 37,869
1,466	1,567
35,450	39,436

Amounts owed to Presbyterian Church of Wales
Sundry creditors

7 Movement on funds

Balance 1 January 2024	Total incoming resources	Total resources expended	Balance 31 December 2024
£ 559,561	£ 61,623	£ (95,028)	£ 526,156

Unrestricted

8 Pension costs

All employees at the charity were eligible to become members of The Presbyterian Church of Wales final salary pension scheme. The scheme was closed to future accrual on 30 September 2022. All employees are eligible to join the Presbyterian Church of Wales defined contribution scheme administered by Cushon.

The final salary scheme provides benefits based on final pensionable pay, contributions being charged to the statement of financial activities so as to spread the cost of pensions over employees working lives with the charity/Presbyterian Church of Wales. Full details of the assumptions and valuation of the scheme are shown in the financial statements of The Presbyterian Church of Wales.

All employer contributions are paid by the Presbyterian Church of Wales. Contributions to the scheme by the charity for the year amounted to £nil (2023: £nil).

9 Related Party Transactions

The charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitechurch, Cardiff, CF14 1DD. The trustees have considered the disclosure requirements of the Statement of Recommended Practice for Charities and consider that the transactions requiring disclosure are as follows:

(i) the Presbyterian Church of Wales has awarded a grant of £29,990 (2023: £32,652) to assist with salaries, course and running costs during the year;

(ii) the Charity has a debtor balance of £38,128 (2023: £41,533) at the year-end in relation to investment income and grants allocated by the Presbyterian Church of Wales for 2024 which were not transferred to the Charity until 2025;

(iii) the Charity has a creditor balance of £33,984 (2023: £37,869) at the year-end in relation to salaries paid through the Presbyterian Church of Wales payroll and not transferred by the

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Charity until 2025;

(iv) The Charity has provided a grant of £31,000 (2023: £25,000) to Coleg y Bala to support the Gap Year student programme and the Souled Out course; and

(v) None of the trustees' (2023: none) of the Charity have outstanding mortgages and car loans from the Presbyterian Church of Wales of £nil (2023: £nil) at year end. Total interest of £nil (2023: £nil) was payable to the Church in relation to these balances during the year.

The maximum car loan available is £6,500 (£8,500 for the purchase of an electric car) repayable over a maximum period of 5 years, at an interest rate of 3%. The car loans are unsecured loans. The maximum mortgage available is £200,000 repayable over a maximum period of 30 years, at an interest rate of 3%. There are certain exceptions to these terms within the mortgage rules set by the Church and each case will be considered on an individual basis. The mortgage is secured by a first charge against the property.

Accounts

**Calvinistic Methodist or Presbyterian
Church of Wales Candidates and
Training Department Fund**

(Registered Charity Number 1118759)

Annual Report

For the year ended 31 December 2023

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Annual Report for the year ended 31 December 2023

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Legal and administrative information for the year ended 31 December 2023

Constitution

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Trustees

The trustees who served during the year and up to the date of approval of the financial statements were:

Dr Eryl Davies
Mrs Dilys Hughes
Miss Glynis Owen
Mr Idris O Hughes
Parch Elwyn Richards
Parch Nan Powell-Davies
Mr Cliff Williams

Under the scheme governing the Charity, the trustees are all members of the Candidates and Training Department of the Presbyterian Church of Wales. There are a maximum of 4 ex officio trustees and 3 nominated trustees. The nominated trustees must be appointed by the Candidates and Training Department

Ex officio trustees are:

The General Secretary of the Presbyterian Church of Wales
The Chairperson of the Candidates and Training Department
The Secretary of the Candidates and Training Department
The Treasurer of the Candidates and Training Department

Principal address

c/o The Presbyterian Church of Wales
Tabernacle Chapel
81 Merthyr Road
Whitchurch
Cardiff
CF14 1DD

Solicitors

Geldards LLP
4 Capital Quarter
Tyndall Street
Cardiff
CF10 4BZ

Independent Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers

Barclays Bank plc
85 High Street
Blackwood
NP2 1ZA

Report of the trustees for the year ended 31 December 2023

The trustees are pleased to present their report and the audited financial statements for the year ended 31 December 2023. The Charity was registered on 11 April 2007 and was formed from the former Aberystwyth Theological College and Scholarship Funds.

The information with respect to trustees, officers and advisors set out on page 1 forms part of this report. The financial statements have been prepared on a going concern basis in compliance with the applicable accounting standards in the United Kingdom including the Statement of Recommended Practice (SORP): Accounting and Reporting by charities in preparing their financial statements in accordance with the Financial Reporting Standard (FRS) applicable in the UK and Republic of Ireland (FRS 102).

Status and objectives

The Charity is the Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund. The Charity reports to the Presbyterian Church of Wales General Assembly through the Church's Ministries Department.

The object of the Charity is to provide training for ministry for the Presbyterian Church of Wales.

Connected charity

The Charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The Charity receives an annual grant from the Presbyterian Church of Wales to assist with salaries, course and running costs. This grant amounted to £32,652 (2022: £35,552).

Developments, activities and achievements

The main activity of the Charity is to provide training for the ministry of the Presbyterian Church of Wales.

- The department is funding, overseeing and supporting the training of one candidate for the ministry and further training for six other ministers and workers, together with developing in service training for ministers, workers and those on the Mission Programme;
- in 2023 the Interdenominational Training Forum was established between the Presbyterian Church of Wales, the Welsh Independents, and the Baptists and in the autumn of 2023 £5,000 was transferred to the Baptist College, Cardiff to promote training provisions through the medium of Welsh; and
- The Charity continues to promote the Gap Year student programme at Coleg y Bala and provided a grant of £20,000 in 2023.

Results

During the year the funds of the Charity have been used to further the Charity's objectives. The net deficit for the year was £62,836 (2022: deficit £118,014). The reduction in deficit is mainly attributable to an unrealised gain on investments in 2023 of £14,467 (2022: loss of £46,153).

Report of the trustees' for the year ended 31 December 2023

Expenditure on charitable activity increased from £117,083 in 2022 to £118,836 in 2023, however there was a decrease in income from £45,222 in 2022 to £41,533 in 2023. The results for the year are shown in the statement of financial activities on page 8.

The trustees are satisfied that the financial position at the period end is adequate to meet the on-going requirements of the Charity with the continued support of The Presbyterian Church of Wales.

Reserves policy

The trustees policy is to maintain the amount of total reserves at a minimum of one years' worth of expenditure. Reserves currently exceed this level with annual expenditure currently approximately £120,000 per annum. At this level the trustees believe they would be able to continue the current activities of the charity in the event of a drop in income. The trustees acknowledge the continuing support of the Presbyterian Church of Wales is essential for its long term viability.

Investment powers, policy and performance

The investments attributable to the Charity are held as part of the investment portfolio of the Presbyterian Church of Wales.

All investments are administered by Rathbones (Investec Wealth and Investment) in accordance with the guidelines set out by the Properties Board of the Presbyterian Church of Wales.

The performance is regularly monitored by means of detailed quarterly reports and a minimum of one meeting per annum with the investment manager.

Risk management

The trustees are undertaking a review of the current risk register, and updating it to reflect the major risks to which the Charity is exposed and its risk management and internal control procedures in order to ensure that systems are in place to mitigate these risks.

Governance of the Charity

During 2023 the trustees met twice via an online platform. On a day to day basis the Charity was administered by the Academic Director Rev Bryn Williams, and the central office of the Presbyterian Church of Wales. All liaise closely with the trustees when significant matters arise.

Public Benefit

In planning and reviewing its activities the Church has considered the Charity Commission's guidance on public benefit and in particular the specific guidance on charities for the advancement of religion

By order of the trustees

Trustee: .....

Date: 18 October 2024

Trustee: .....

Date: 18 October 2024

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

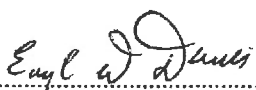
The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the trustees

Trustee: 

Date: 18 October 2024

Trustee: 

Date: 18 October 2024

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Opinion

We have audited the financial statements of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund for the year ended 31st December 2023 which comprise the Statement of Financial Activities, Balance Sheet, and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st December 2023, and of the charity's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
-

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

- the charity's financial statements are not in agreement with the accounting records and returns;
or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Azets Audit Services

Chartered Accountants & Statutory Auditor

Ty Derw

Lime Tree Court

Cardiff Gate Business Park

CF23 8AB

Date: 18 October 2024

Azets Audit Services is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Statement of financial activities for the year ended 31 December 2023

	Note	2023 £	2022 £
Income from:			
Investment income	4	8,881	9,670
Grant from Presbyterian Church of Wales		32,652	35,552
Donations and other income		-	-
Total		41,533	45,222
Expenditure on:			
Charitable activities	2	118,836	117,083
Total		118,836	117,083
Net Expenditure		(77,303)	(71,861)
Other recognised gains and losses:			
Net (losses) / gains on investments	4	14,467	(46,153)
Net movement in funds		(62,836)	(118,014)
Reconciliation of funds:			
Total funds brought forward		622,397	740,411
Total funds carried forward		559,561	622,397

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived from the continuing operations of the Charity.

The notes on pages 10 to 14 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Balance sheet as at 31 December 2023

Fixed Assets	Note	2023 £	2022 £
Investments	4	<u>334,547</u>	<u>320,080</u>
Current assets			
Debtors and prepayments	5	45,410	53,056
Cash at bank and in hand		<u>219,040</u>	<u>299,975</u>
		264,450	353,031
Creditors: amounts falling due within one year	6	<u>(39,436)</u>	<u>(50,714)</u>
Net current assets		225,014	302,317
Total assets less net current liabilities		<u>559,561</u>	<u>622,397</u>
Funds		<u>559,561</u>	<u>622,397</u>

Approved by the Board of Trustees on 18 October 2024 and signed on its behalf by:

.....Trustee

.....Trustee

The notes at pages 10 to 14 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2023

1 Principal accounting policies

Basis of preparation

The financial statements have been prepared on a going concern basis, under the historical cost convention, and in accordance with the applicable accounting standards in the United Kingdom, the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (effective 1 January 2019), FRS 102 and in accordance with the Charities Act 2011, using consistently applied accounting policies.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to nearest £.

Income policy

Income from donations and legacies is recognised on a receivable basis when there is sufficient certainty of receipt and of the value of the incoming resource can be measured with sufficient reliability. Grants receivable from the Presbyterian Church of Wales are included as income in the year of receipt.

Recognition of expenditure

Expenditure is accounted for on an accruals basis.

Fixed asset investments

Listed investments are valued at bid market value. Profits and losses on sales of investments are calculated by reference to the opening carrying amount. Both profits and losses on disposals and unrealised surpluses or deficits arising on revaluation of investments are reported in the Statement of Financial Activities.

Retirement benefits

The Charity participates in a defined benefit pension scheme operated by its parent charity, The Presbyterian Church Of Wales. The scheme is accounted for in the parent charity's accounts, The contributions paid by the Charity are accounted for as if the scheme were a defined contribution scheme as the Charity is unable to separately identify its share of the underlying assets or liabilities in the scheme.

Fund accounting

All funds held by the Charity are unrestricted and can be used in accordance with the charitable objects at the discretion of the trustees.

Cash flow statement

The Charity has taken advantage of the exemption under FRS 102, paragraph 1.12(b), from preparing a statement of cash flows on the basis that it is a qualifying entity and its ultimate parent, Presbyterian Church of Wales, includes the charity's cash flows in its own consolidated financial statements.

Taxation

The Candidates & Training Department Fund is a registered charity and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried out in the furtherance of the charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2023

2 Charitable activities

	Staff costs £	Support costs £	Other costs £	2023 £	2022 £
Training	32,675	4,626	81,535	118,836	117,083

Audit fees are paid by the Presbyterian Church of Wales.

Support costs

	2023 £	2022 £
Office costs	4,626	7,677

3 Staff costs

	2023 £	2022 £
Wages and salaries	30,232	37,343
Social security costs	2,443	2,926
	32,675	40,269

The average number of employees during the period was: 2 3

No trustee received any remuneration for the services they provided as trustee in either year. No (2022: 2) trustees had expenses paid or were reimbursed for expenses in the year which totalled £nil (2022: £492). Costs met by the Presbyterian Church of Wales and for travel and subsistence and totalled £nil (2022: £nil).

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2023

4 Investments

	2023 £	2022 £
Quoted investments		
Market value at 1 January	320,080	366,233
Net (losses)/ gains on investments	14,467	(46,153)
Market value at 31 December	<u>334,547</u>	<u>320,080</u>
Cost at 31 December	<u>320,934</u>	<u>304,194</u>
UK investments		
Presbyterian Church of Wales Segregated Fund	<u>334,547</u>	<u>320,080</u>

Included in net gains/(losses) on investments are realised gains of £nil (2022: £nil) on disposal of investments.

The following represent investments valued at greater than 5% of the total market value of quoted investments:

	2023	2022
Presbyterian Church of Wales Segregated Fund	100%	100%
	2023 £	2022 £
Investment income		
Presbyterian Church of Wales Segregated Fund	<u>8,881</u>	<u>9,670</u>

All investments are held under the control of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD and are managed by Rathbones (Investec Wealth and Investment), London.

5 Debtors

	2023 £	2022 £
Other debtors and prepayments	3,877	7,833
Amounts owed by the Presbyterian Church of Wales	41,533	45,223
	<u>45,410</u>	<u>53,056</u>

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2023

6 Creditors - amounts falling due within one year

	2023 £	2022 £
Amounts owed to Presbyterian Church of Wales	37,869	43,297
Sundry creditors	1,567	7,417
	<u>39,436</u>	<u>50,714</u>

7 Movement on funds

	Balance 1 January 2023 £	Total incoming resources £	Total resources expended £	Balance 31 December 2023 £
Unrestricted	622,397	56,000	(118,836)	<u>559,561</u>

8 Pension costs

All employees at the charity were eligible to become members of The Presbyterian Church of Wales final salary pension scheme. The scheme was closed to future accrual on 30 September 2022. All employees are eligible to join the Presbyterian Church of Wales defined contribution scheme administered by Cushon.

The final salary scheme provides benefits based on final pensionable pay, contributions being charged to the statement of financial activities so as to spread the cost of pensions over employees' working lives with the charity/Presbyterian Church of Wales. Full details of the assumptions and valuation of the scheme are shown in the financial statements of The Presbyterian Church of Wales.

All employer contributions are paid by the Presbyterian Church of Wales. Contributions to the scheme by the charity for the year amounted to £nil (2022: £nil).

9 Related Party Transactions

The charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The trustees have considered the disclosure requirements of the Statement of Recommended Practice for Charities and consider that the transactions requiring disclosure are as follows:

- (i) the Presbyterian Church of Wales has awarded a grant of £32,652 (2022: £35,552) to assist with salaries, course and running costs during the year;
- (ii) the Charity has a debtor balance of £41,533 (2022: £45,223) at the year-end in relation to investment income and grants allocated by the Presbyterian Church of Wales for 2023 which were not transferred to the Charity until 2024;
- (iii) the Charity has a creditor balance of £37,869 (2022: £43,297) at the year-end in relation to

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

salaries paid through the Presbyterian Church of Wales payroll and not transferred by the Charity until 2024;

- (iv) The Charity has provided a grant of £25,000 (2022 :£15,000) to Coleg y Bala to support the Gap Year student programme and the Souled Out course; and
- (v) None of the trustees' (2022: none) of the Charity have outstanding mortgages and car loans from the Presbyterian Church of Wales of £nil (2022: £nil) at year end. Total interest of £nil (2022: £nil) was payable to the Church in relation to these balances during the year.

The maximum car loan available is £6,500 (£8,500 for the purchase of an electric car) repayable over a maximum period of 5 years, at an interest rate of 3%. The car loans are unsecured loans. The maximum mortgage available is £200,000 repayable over a maximum period of 30 years, at an interest rate of 3%. There are certain exceptions to these terms within the mortgage rules set by the Church and each case will be considered on an individual basis. The mortgage is secured by a first charge against the property. At the General Assembly in July 2024 the mortgage scheme was suspended (except for exceptional circumstances) until the Ministries Department considered the need for the scheme.

Accounts

**Calvinistic Methodist or Presbyterian
Church of Wales Candidates and
Training Department Fund**

(Registered Charity Number 1118759)

Annual Report

For the year ended 31 December 2022

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Annual Report for the year ended 31 December 2022

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Independent auditors' report	5 - 7
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Balance sheet	9
Notes to the financial statements	10 – 13

Legal and administrative information for the year ended 31 December 2022

Constitution

The Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund ("the Charity") is an unincorporated organisation and a registered charity (No: 1118759). The Charity was registered on 11 April 2007.

Trustees

The trustees who served during the year and up to the date of approval of the financial statements were:

Dr Eryl Davies
Mrs Dilys Hughes
Miss Glynis Owen
Mr Idris O Hughes
Parch Elwyn Richards (appointed 27 April 2022)
Parch Meirion Morris (retired 30 June 2022)
Parch Nan Powell-Davies (appointed 1 July 2022)
Mr Cliff Williams

Under the scheme governing the Charity, the trustees are all members of the Candidates and Training Department of the Presbyterian Church of Wales. There are a maximum of 4 ex officio trustees and 3 nominated trustees. The nominated trustees must be appointed by the Candidates and Training Department

Ex officio trustees are:

The General Secretary of the Presbyterian Church of Wales
The Chairperson of the Candidates and Training Department
The Secretary of the Candidates and Training Department
The Treasurer of the Candidates and Training Department

Principal address

c/o The Presbyterian Church of Wales
Tabernacle Chapel
81 Merthyr Road
Whitchurch
Cardiff
CF14 1DD

Solicitors

ADVE Solicitors
33 High Street
Lampeter
Ceredigion
SA48 7BB

Independent Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers

Barclays Bank plc
85 High Street
Blackwood
NP2 1ZA

Report of the trustees for the year ended 31 December 2022

The trustees are pleased to present their report and the audited financial statements for the year ended 31 December 2022. The Charity was registered on 11 April 2007 and was formed from the former Aberystwyth Theological College and Scholarship Funds.

The information with respect to trustees, officers and advisors set out on page 1 forms part of this report. The financial statements have been prepared on a going concern basis in compliance with the applicable accounting standards in the United Kingdom including the Statement of Recommended Practice (SORP): Accounting and Reporting by charities in preparing their financial statements in accordance with the Financial Reporting Standard (FRS) applicable in the UK and Republic of Ireland (FRS 102).

Status and objectives

The Charity is the Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund. The Charity reports to the Presbyterian Church of Wales General Assembly through the Church's Ministries Department.

The object of the Charity is to provide training for ministry for the Presbyterian Church of Wales.

Connected charity

The Charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The Charity receives an annual grant from the Presbyterian Church of Wales to assist with salaries, course and running costs. This grant amounted to £35,552 (2021: £92,460).

Developments, activities and achievements

The main activity of the Charity is to provide training for the ministry of the Presbyterian Church of Wales.

- The department is funding, overseeing and supporting the training of two candidates for the ministry and further training for seven other ministers and workers, together with developing in service training for ministers, workers and those on the Mission Programme;
- The department continued discussions with the Welsh Independents and Baptists regarding the establishment of an interdenominational training panel; and
- The Charity continues to promote the Gap Year student programme at Coleg y Bala and provided a grant of £10,000 in 2022.

Results

During the year the funds of the Charity have been used to further the Charity's objectives. The net deficit for the year was £118,014 (2021: surplus £33,742). The deficit is mainly attributable to an unrealised loss on investments in 2022 of £46,153 (2021: gain of £29,140) together with the decrease in grant from the Presbyterian Church of Wales noted above..

Report of the trustees' for the year ended 31 December 2022

Expenditure on charitable activity increased from £112,421 in 2021 to £117,083 in 2022, however there was a decrease in income from £117,023 in 2021 to £45,222 in 2022. The results for the year are shown in the statement of financial activities on page 8.

The trustees are satisfied that the financial position at the period end is adequate to meet the ongoing requirements of the Charity with the continued support of The Presbyterian Church of Wales.

Reserves policy

The trustees policy is to maintain the amount of total reserves at a minimum of one years' worth of expenditure. Reserves currently exceed this level with annual expenditure currently approximately £120,000 per annum. At this level the trustees believe they would be able to continue the current activities of the charity in the event of a drop in income. The trustees acknowledge the continuing support of the Presbyterian Church of Wales is essential for its long term viability.

Investment powers, policy and performance

The investments attributable to the Charity are held as part of the investment portfolio of the Presbyterian Church of Wales.

All investments are administered by Investec Bank plc in accordance with the guidelines set out by the Resources Department and Properties Board of the Presbyterian Church of Wales.

The performance is regularly monitored by means of detailed quarterly reports and a minimum of one meeting per annum with the investment manager.

Risk management

The trustees are undertaking a review of the current risk register, and updating it to reflect the major risks to which the Charity is exposed and its risk management and internal control procedures in order to ensure that systems are in place to mitigate these risks.

Governance of the Charity

During 2022 the trustees met twice via an online platform. On a day to day basis the Charity was administered by the Academic Director Rev Bryn Williams, a Training Co-Ordinator, and the central office of the Presbyterian Church of Wales. All liaise closely with the trustees when significant matters arise.

Public Benefit

In planning and reviewing its activities the Church has considered the Charity Commission's guidance on public benefit and in particular the specific guidance on charities for the advancement of religion

By order of the trustees

Eryl Wynn Davies

Trustee: *EWD*.....

Date: 16 June 2023

[Signature]

Trustee: *EPALR*.....*MMCHES*.....

Date: 16 June 2023

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the trustees

Kwyl Wynn Davies

Trustee: *[Signature]*.....

Date: 16 June 2023

[Signature]

Trustee: *[Signature]*.....

Date: 16

June

2023

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Opinion

We have audited the financial statements of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund for the year ended 31st December 2022 which comprise the Statement of Financial Activities, Balance Sheet, and notes to the financial statements and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st December 2022, and of the charity's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
-

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

- the charity's financial statements are not in agreement with the accounting records and returns;
or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Azets Audit Services

Azets Audit Services

Chartered Accountants & Statutory Auditor

Ty Derw

Lime Tree Court

Cardiff Gate Business Park

CF23 8AB

Date: *30/6/2023*

Azets Audit Services is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Statement of financial activities for the year ended 31 December 2022

	Note	2022 £	2021 £
Income from:			
Investment income	4	9,670	11,549
Grant from Presbyterian Church of Wales		35,552	92,460
Donations and other income		-	13,014
Total		45,222	117,023
Expenditure on:			
Charitable activities	2	117,083	112,421
Total		117,083	112,421
Net Expenditure/Income		(71,861)	4,602
Other recognised gains and losses:			
Net (losses) / gains on investments	4	(46,153)	29,140
Net movement in funds		(118,014)	33,742
Reconciliation of funds:			
Total funds brought forward		740,411	706,669
Total funds carried forward		622,397	740,411

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived from the continuing operations of the Charity.

The notes on pages 10 to 13 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Balance sheet as at 31 December 2022

Fixed Assets	Note	2022 £	2021 £
Investments	4	<u>320,080</u>	<u>366,233</u>
Current assets			
Debtors	5	53,056	118,076
Cash at bank and in hand		299,975	304,763
		353,031	422,839
Creditors: amounts falling due within one year	6	(50,714)	(48,661)
Net current assets		302,317	374,178
Total assets less net current liabilities		<u>622,397</u>	<u>740,411</u>
Funds		<u>622,397</u>	<u>740,411</u>

Approved by the Board of Trustees on 16 June 2023 and signed on its behalf by:


.....Trustee


.....Trustee

The notes at pages 10 to 13 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2022

1 Principal accounting policies

Basis of preparation

The financial statements have been prepared on a going concern basis, under the historical cost convention, and in accordance with the applicable accounting standards in the United Kingdom, the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (effective 1 January 2021), FRS 102 and in accordance with the Charities Act 2011, using consistently applied accounting policies.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to nearest £.

Income policy

Income from donations and legacies is recognised on a receivable basis when there is sufficient certainty of receipt and of the value of the incoming resource can be measured with sufficient reliability. Grants receivable from the Presbyterian Church of Wales are included as income in the year of receipt.

Recognition of expenditure

Expenditure is accounted for on an accruals basis.

Fixed asset investments

Listed investments are valued at bid market value. Profits and losses on sales of investments are calculated by reference to the opening carrying amount. Both profits and losses on disposals and unrealised surpluses or deficits arising on revaluation of investments are reported in the Statement of Financial Activities.

Retirement benefits

The Charity participates in a defined benefit pension scheme operated by its parent charity, The Presbyterian Church Of Wales. The scheme is accounted for in the parent charity's accounts, The contributions paid by the Charity are accounted for as if the scheme were a defined contribution scheme as the Charity is unable to separately identify its share of the underlying assets or liabilities in the scheme.

Fund accounting

All funds held by the Charity are unrestricted and can be used in accordance with the charitable objects at the discretion of the trustees.

Cash flow statement

The Charity has taken advantage of the exemption under FRS 102, paragraph 1.12(b), from preparing a statement of cash flows on the basis that it is a qualifying entity and its ultimate parent, Presbyterian Church of Wales, includes the charity's cash flows in its own consolidated financial statements.

Taxation

The Candidates & Training Department Fund is a registered charity and as such is entitled to certain

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2022

4 Investments

	2022 £	2021 £
Quoted investments		
Market value at 1 January	366,233	337,093
Net (losses)/ gains on investments	<u>(46,153)</u>	<u>29,140</u>
Market value at 31 December	<u>320,080</u>	<u>366,233</u>
Cost at 31 December	<u>304,194</u>	<u>271,385</u>
UK investments		
Presbyterian Church of Wales Segregated Fund	<u>320,080</u>	<u>366,233</u>

Included in net gains/(losses) on investments are realised gains of £nil (2021: £nil) on disposal of investments.

The following represent investments valued at greater than 5% of the total market value of quoted investments:

Presbyterian Church of Wales Segregated Fund	2022 100%	2021 100%
	2022 £	2021 £
Investment income		
Presbyterian Church of Wales Segregated Fund	<u>9,670</u>	<u>11,549</u>

All investments are held under the control of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD and are managed by Investec, London.

5 Debtors

	2022 £	2021 £
Other debtors and prepayments	7,833	14,067
Amounts owed by the Presbyterian Church of Wales	<u>45,223</u>	<u>104,009</u>
	<u>53,056</u>	<u>118,076</u>

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2022

6 Creditors - amounts falling due within one year

	2022 £	2021 £
Amounts owed to Presbyterian Church of Wales	43,297	34,469
Sundry creditors	7,417	14,192
	<u>50,714</u>	<u>48,661</u>

7 Movement on funds

	Balance 1 January 2022 £	Total incoming resources £	Total resources expended £	Balance 31 December 2022 £
Unrestricted	740,411	45,222	(163,236)	<u>622,397</u>

8 Pension costs

All employees at the charity were eligible to become members of The Presbyterian Church of Wales final salary pension scheme. The scheme was closed to future accrual on 30 September 2022. All employees are eligible to join the Presbyterian Church of Wales defined contribution scheme administered by Cushon.

The final salary scheme provides benefits based on final pensionable pay, contributions being charged to the statement of financial activities so as to spread the cost of pensions over employees' working lives with the charity/Presbyterian Church of Wales. Full details of the assumptions and valuation of the scheme are shown in the financial statements of The Presbyterian Church of Wales.

All employer contributions are paid by the Presbyterian Church of Wales. Contributions to the scheme by the charity for the year amounted to £nil (2021: £nil).

9 Related Party Transactions

The charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The trustees have considered the disclosure requirements of the Statement of Recommended Practice for Charities and consider that the transactions requiring disclosure are as follows:

- (i) the Presbyterian Church of Wales has awarded a grant of £35,552 (2021: £92,460) to assist with salaries, course and running costs during the year;
- (ii) the Charity has a debtor balance of £45,223 (2021: £104,009) at the year-end in relation to investment income and grants allocated by the Presbyterian Church of Wales for 2022 which were not transferred to the Charity until 2023;
- (iii) the Charity has a creditor balance of £43,297 (2021: £34,469) at the year-end in relation to salaries paid through the Presbyterian Church of Wales payroll and not transferred by the Charity until 2023;
- (iv) The Charity has provided a grant of £15,000 (2021 :£19,250) to Coleg y Bala to support the Gap Year student programme and the Souled Out course; and

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

- (v) None of the trustees' (2021: two) of the Charity have outstanding mortgages and car loans from the Presbyterian Church of Wales of £nil (2021: £86,958) at year end. Total interest of £nil (2021: £1,516) was payable to the Church in relation to these balances during the year.

The maximum car loan available is £6,500 (£8,500 for the purchase of an electric car) repayable over a maximum period of 5 years, at an interest rate of 3%. The car loans are unsecured loans. The maximum mortgage available is £200,000 repayable over a maximum period of 30 years, at an interest rate of 3%. There are certain exceptions to these terms within the mortgage rules set by the Church and each case will be considered on an individual basis. The mortgage is secured by a first charge against the property.

Accounts

**Calvinistic Methodist or Presbyterian
Church of Wales Candidates and
Training Department Fund**

(Registered Charity Number 1118759)

Annual Report

For the year ended 31 December 2021

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Annual Report for the year ended 31 December 2021

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Legal and administrative information for the year ended 31 December 2021

Constitution

The Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund ("the Charity") is an unincorporated organisation and a registered charity (No: 1118759). The Charity was registered on 11 April 2007.

Trustees

The trustees who served during the year and up to the date of approval of the financial statements were:

Dr Eryl Davies (appointed 12 May 2021)
Parch O Aneurin Owen (retired on 25 May 2021)
Miss Glynis Owen
Parch Jonathan Hodgins
Mr Idris O Hughes
Parch Meirion Morris
Parch Brian H Jones (retired on 30 November 2021)
Mr Cliff Williams

Under the scheme governing the Charity, the trustees are all members of the Candidates and Training Department of the Presbyterian Church of Wales. There are a maximum of 4 ex officio trustees and 3 nominated trustees. The nominated trustees must be appointed by the Candidates and Training Department

Ex officio trustees are:

The General Secretary of the Presbyterian Church of Wales
The Chairperson of the Candidates and Training Department
The Secretary of the Candidates and Training Department
The Treasurer of the Candidates and Training Department

Principal address

c/o The Presbyterian Church of Wales
Tabernacle Chapel
81 Merthyr Road
Whitchurch
Cardiff
CF14 1DD

Solicitors

ADVE Solicitors
33 High Street
Lampeter
Ceredigion
SA48 7BB

Independent Auditors

Azets Audit Services
Ty Derw
Lime Tree Court
Cardiff Gate Business Park
Cardiff
CF23 8AB

Bankers

Barclays Bank plc
85 High Street
Blackwood
NP2 1ZA

Report of the trustees for the year ended 31 December 2021

The trustees are pleased to present their report and the audited financial statements for the year ended 31 December 2021. The Charity was registered on 11 April 2007 and was formed from the former Aberystwyth Theological College and Scholarship Funds.

The information with respect to trustees, officers and advisors set out on page 1 forms part of this report. The financial statements have been prepared on a going concern basis in compliance with the applicable accounting standards in the United Kingdom including the Statement of Recommended Practice (SORP): Accounting and Reporting by charities in preparing their financial statements in accordance with the Financial Reporting Standard (FRS) applicable in the UK and Republic of Ireland (FRS 102).

Status and objectives

The Charity is the Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund. The Charity reports to the Presbyterian Church of Wales General Assembly through the Church's Ministries Department.

The object of the Charity is to provide training for ministry for the Presbyterian Church of Wales.

Connected charity

The Charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The Charity receives an annual grant from the Presbyterian Church of Wales to assist with salaries, course and running costs. This grant amounted to £92,460(2020: £84,953).

Developments, activities and achievements

The main activity of the Charity is to provide training for the ministry of the Presbyterian Church of Wales.

- The department is overseeing and supporting the training eight ministers, workers and candidates for the ministry;
- The department continued to arrange virtual in-service training sessions for which there was an increased attendance;and
- The Charity continues promote the Gap Year student programme at Coleg y Bala and provided a grant of £19,250 in 2021.

Results

During the year the funds of the Charity have been used to further the Charity's objectives. The net surplus for the year was £33,742 (2020: deficit £16,599). The increase in net income is mainly attributable to an unrealised gain on investments in 2021 of £29,140 (2020: loss of £32,059).

Report of the trustees' for the year ended 31 December 2021

Expenditure on charitable activity increased from £97,457 in 2020 to £112,421 in 2021, however there was a smaller increase in income from £112,917 in 2020 to £117,023 in 2021. The results for the year are shown in the statement of financial activities on page 8.

The trustees are satisfied that the financial position at the period end is adequate to meet the ongoing requirements of the Charity with the continued support of The Presbyterian Church of Wales.

Reserves policy

The trustees policy is to maintain the amount of total reserves at a minimum of one years' worth of expenditure. Reserves currently exceed this level with annual expenditure currently approximately £120,000 per annum. At this level the trustees believe they would be able to continue the current activities of the charity in the event of a drop in income. The trustees acknowledge the continuing support of the Presbyterian Church of Wales is essential for its long term viability.

Investment powers, policy and performance

The investments attributable to the Charity are held as part of the investment portfolio of the Presbyterian Church of Wales.

All investments are administered by Investec Bank plc in accordance with the guidelines set out by the Resources Department and Properties Board of the Presbyterian Church of Wales.

The performance is regularly monitored by means of detailed quarterly reports and a minimum of one meeting per annum with the investment manager.

Risk management

The trustees are undertaking a review of the current risk register, and updating it to reflect the major risks to which the Charity is exposed and its risk management and internal control procedures in order to ensure that systems are in place to mitigate these risks.

Covid-19

Due to measures to combat the spread of Covid-19 the charity's activities have been curtailed and staff were placed on furlough in both 2020 and 2021. Some training for candidates, ministers and workers continued on line during this period. The charity has sufficient reserves and investments should there be any loss of income.

Governance of the Charity

During 2021 the trustees met twice via an online platform. On a day to day basis the Charity was administered by the Academic Director Rev Bryn Williams, 2 Training Co-Ordinators, and the central office of the Presbyterian Church of Wales. All liaise closely with the trustees when significant matters arise.

Public Benefit

In planning and reviewing its activities the Church has considered the Charity Commission's guidance on public benefit and in particular the specific guidance on charities for the advancement of religion

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the trustees

Trustee: Eric D. Davies

Date: 2022 May 18th

Trustee: [Signature]

Date: 2022 May 17th

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Opinion

We have audited the financial statements of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund for the year ended 31st December 2021 which comprise the Statement of Financial Activities, Balance Sheet, and notes to the financial statements and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31st December 2021, and of the charity's incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
-

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

- the parent charity's financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 4 the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/Our-Work/Audit/Audit-and-assurance/Standards-and-guidance/Standards-and-guidance-for-auditors/Auditors-responsibilities-for-audit/Description-of-auditors-responsibilities-for-audit.aspx>. This description forms part of our auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.

In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

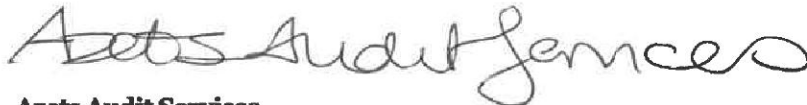
Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Azets Audit Services
Accountants & Statutory Auditors

Ty Derw

Lime Tree Court

Cardiff Gate Business Park

CF23 8AB

Date: 08-06-2022

Azets Audit Services is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Statement of financial activities for the year ended 31 December 2021

	Note	2021 £	2020 £
Income from:			
Investment income	4	11,549	9,507
Grant from Presbyterian Church of Wales		92,460	84,953
Donations and other income		13,014	18,457
Total		117,023	112,917
Expenditure on:			
Charitable activities	2	112,421	97,457
Total		112,421	97,457
Net Income		4,602	15,460
Other recognised gains and losses:			
Net (losses) / gains on investments	4	29,140	(32,059)
Net movement in funds		33,742	(16,599)
Reconciliation of funds:			
Total funds brought forward		706,669	723,268
Total funds carried forward		740,411	706,669

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived from the continuing operations of the Charity.

The notes on pages 10 to 13 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Balance sheet as at 31 December 2021

Fixed Assets	Note	2021 £	2020 £
Investments	4	<u>366,233</u>	<u>337,093</u>
Current assets			
Debtors	5	118,076	44,460
Cash at bank and in hand		<u>304,763</u>	<u>360,351</u>
		422,839	404,811
Creditors: amounts falling due within one year	6	<u>(48,661)</u>	<u>(35,235)</u>
Net current assets		374,178	369,576
Total assets less net current liabilities		<u>740,411</u>	<u>706,669</u>
Funds		<u>740,411</u>	<u>706,669</u>

Approved by the Board of Trustees on 17 May 2022 and signed on its behalf by:


Trustee


Trustee

The notes at pages 10 to 13 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2021

1 Principal accounting policies

Basis of preparation

The financial statements have been prepared on a going concern basis, under the historical cost convention, and in accordance with the applicable accounting standards in the United Kingdom, the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" 2019 (SORP 2015), FRS 102 and in accordance with the Charities Act 2011, using consistently applied accounting policies.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to nearest £.

Income policy

Income from donations and legacies is recognised on a receivable basis when there is sufficient certainty of receipt and of the value of the incoming resource can be measured with sufficient reliability. Grants receivable from the Presbyterian Church of Wales are included as income in the year of receipt.

Recognition of expenditure

Expenditure is accounted for on an accruals basis.

Fixed asset investments

Listed investments are valued at bid market value. Profits and losses on sales of investments are calculated by reference to the opening carrying amount. Both profits and losses on disposals and unrealised surpluses or deficits arising on revaluation of investments are reported in the Statement of Financial Activities.

Fund accounting

All funds held by the Charity are unrestricted and can be used in accordance with the charitable objects at the discretion of the trustees.

Cash flow statement

The Charity has taken advantage of the exemption under FRS 102, paragraph 1.12(b), from preparing a statement of cash flows on the basis that it is a qualifying entity and its ultimate parent, Presbyterian Church of Wales, includes the charity's cash flows in its own consolidated financial statements.

Taxation

The Candidates & Training Department Fund is a registered charity and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried out in the furtherance of the charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2021

2 Charitable activities

	Staff costs £	Support costs £	Other costs £	2021 £	2020 £
Training	48,486	8,474	55,461	112,421	97,457

Audit fees of £6,192 paid by the Presbyterian Church of Wales to the auditors for audit services.

Support costs

	2021 £	2020 £
Office costs	8,474	8,364

3 Staff costs

	2021 £	2020 £
Wages and salaries	44,050	42,878
Social security costs	4,436	4,485
	<u>48,486</u>	<u>47,363</u>

The average number of employees during the period was: 3 2

No trustee received any remuneration for the services they provided as trustee in either year. No (2020: none) trustees had expenses paid or were reimbursed for expenses in the year. These costs were met by the Presbyterian Church of Wales and were for travel and subsistence and totalled £nil (2020: £nil).

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2021

4 Investments

	2021 £	2020 £
Quoted investments		
Market value at 1 January	337,093	369,152
Net (losses)/ gains on investments	<u>29,140</u>	<u>(32,059)</u>
Market value at 31 December	<u>366,233</u>	<u>337,093</u>
Cost at 31 December	<u>271,385</u>	<u>267,002</u>
UK investments		
Presbyterian Church of Wales Segregated Fund	<u>366,233</u>	<u>337,093</u>

Included in net gains/(losses) on investments are realised gains of £nil (2020: £nil) on disposal of investments.

The following represent investments valued at greater than 5% of the total market value of quoted investments:

	2021 £	2020 £
Presbyterian Church of Wales Segregated Fund	100%	100%
Investment income		
Presbyterian Church of Wales Segregated Fund	<u>11,549</u>	<u>9,507</u>

All investments are held under the control in the UK by the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD and are managed by Investec, London.

5 Debtors

	2021 £	2020 £
Other debtors and prepayments	14,067	-
Amounts owed by the Presbyterian Church of Wales	<u>104,009</u>	<u>44,460</u>
	<u>118,076</u>	<u>44,460</u>

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2021

6 Creditors - amounts falling due within one year

	2021 £	2020 £
Amounts owed to Presbyterian Church of Wales	34,469	23,651
Sundry creditors	14,192	11,584
	<u>48,661</u>	<u>35,235</u>

7 Movement on funds

	Balance 1 January 2021 £	Total incoming resources £	Total resources expended £	Balance 31 December 2021 £
Unrestricted	706,669	146,163	(112,421)	<u>740,411</u>

8 Related Party Transactions

The charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The trustees have considered the disclosure requirements of the Statement of Recommended Practice for Charities and consider that the transactions requiring disclosure are as follows:

- (i) the Presbyterian Church of Wales has awarded a grant of £92,460 (2020: £84,983) to assist with salaries, course and running costs during the year;
- (ii) the Charity has a debtor balance of £104,009 (2020: £44,460) at the year-end in relation to investment income and grants allocated by the Presbyterian Church of Wales for 2021 which were not transferred to the Charity until 2022;
- (iii) the Charity has a creditor balance of £34,469 (2020: £23,651) at the year-end in relation to salaries paid through the Presbyterian Church of Wales payroll and not transferred by the Charity until 2022;
- (iv) The Charity has provided a grant of £19,250 (2020: £17,500) to Coleg y Bala to support the Gap Year student programme and the Souled Out course; and
- (v) Two of the trustees' (2020: two) of the Charity have outstanding mortgages and car loans from the Presbyterian Church of Wales of £86,958 (2020: £91,705) at year end. Total interest of £1,516 (2020: £1,645) was payable to the Church in relation to these balances during the year.

The maximum car loan available is £6,500 repayable over a maximum period of 5 years, at an interest rate of 3%. The car loans are unsecured loans. The maximum mortgage available is £175,000 repayable over a maximum period of 30 years, at an interest rate of 3%. There are certain exceptions to these terms within the mortgage rules set by the Church and each case will be considered on an individual basis. The mortgage is secured by a first charge against the property.

Accounts

**Calvinistic Methodist or Presbyterian
Church of Wales Candidates and
Training Department Fund**

(Registered Charity Number 1118759)

Annual Report

For the year ended 31 December 2020

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Annual Report for the year ended 31 December 2020

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Legal and administrative information for the year ended 31 December 2020

Constitution

The Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund ("the Charity") is an unincorporated organisation and a registered charity (No: 1118759). The Charity was registered on 11 April 2007.

Trustees

The trustees who served during the year and up to the date of approval of the financial statements were:

Dr Erwyl Davies (appointed 12 May 2021)
Parch O Aneurin Owen (resigned on 25 May 2021)
Miss Glynis Owen
Parch Jonathan Hodgins
Mr Idris O Hughes
Parch Meirion Morris
Parch Brian H Jones
Mr Cliff Williams

Under the scheme governing the Charity, the trustees are all members of the Candidates and Training Department of the Presbyterian Church of Wales. There are a maximum of 4 ex officio trustees and 3 nominated trustees. The nominated trustees must be appointed by the Candidates and Training Department

Ex officio trustees are:

The General Secretary of the Presbyterian Church of Wales
The Chairperson of the Candidates and Training Department
The Secretary of the Candidates and Training Department
The Treasurer of the Candidates and Training Department

Principal address

c/o The Presbyterian Church of Wales
Tabernacle Chapel
81 Merthyr Road
Whitchurch
Cardiff
CF14 1DD

Solicitors

ADVE Solicitors
33 High Street
Lampeter
Ceredigion
SA48 7BB

Independent Auditors

PricewaterhouseCoopers LLP
One Kingsway
Cardiff
CF10 3PW

Bankers

Barclays Bank plc
85 High Street
Blackwood
NP2 1ZA

Report of the trustees for the year ended 31 December 2020

The trustees are pleased to present their report and the audited financial statements for the year ended 31 December 2020. The Charity was registered on 11 April 2007 and was formed from the former Aberystwyth Theological College and Scholarship Funds.

The information with respect to trustees, officers and advisors set out on page 1 forms part of this report. The financial statements have been prepared on a going concern basis in compliance with the applicable accounting standards in the United Kingdom including the Statement of Recommended Practice (SORP): Accounting and Reporting by charities in preparing their financial statements in accordance with the Financial Reporting Standard (FRS) applicable in the UK and Republic of Ireland (FRS 102).

Status and objectives

The Charity is the Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund. The Charity reports to the Presbyterian Church of Wales General Assembly through the Church's Ministries Department.

The object of the Charity is to provide training for ministry for the Presbyterian Church of Wales.

Connected charity

The Charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The Charity receives an annual grant from the Presbyterian Church of Wales to assist with salaries, course and running costs. This grant amounted to £84,953 (2019: £152,861).

Developments, activities and achievements

The main activity of the Charity is to provide training for the ministry of the Presbyterian Church of Wales.

- The Candidates and Training Department is revising the training prospectus and through the Academic Director engaging in discussions with other denominations regarding possible changes to Theological education in Wales;
- The department continues to be involved with the Mission Programme by arranging suitable training for the students involved in the programme; and
- The Charity continues promote the Gap Year student programme at Coleg y Bala and provided a grant of £17,500.

Results

During the year the funds of the Charity have been used to further the Charity's objectives. The net deficit for the year was £16,599 (2019: surplus £68,824). The decrease in net income is mainly attributable to an unrealised loss on investments in 2020 of £32,059 (2019: gain of £35,415).

Report of the trustees' for the year ended 31 December 2020

Expenditure on charitable activity decreased from £133,984 in 2019 to £97,457 in 2020, however there was a larger decrease in income from £167,393 in 2019 to £112,917 in 2020. The results for the year are shown in the statement of financial activities on page 8.

The trustees are satisfied that the financial position at the period end is adequate to meet the on-going requirements of the Charity with the continued support of The Presbyterian Church of Wales.

Reserves policy

The trustees policy is to maintain the amount of total reserves at a minimum of one years' worth of expenditure. Reserves currently exceed this level with annual expenditure currently approximately £97,000 per annum. At this level the trustees believe they would be able to continue the current activities of the charity in the event of a drop in income. The trustees acknowledge the continuing support of the Presbyterian Church of Wales is essential for its long term viability.

Investment powers, policy and performance

The investments attributable to the Charity are held as part of the investment portfolio of the Presbyterian Church of Wales.

All investments are administered by Investec Bank plc in accordance with the guidelines set out by the Resources Department and Properties Board of the Presbyterian Church of Wales.

The performance is regularly monitored by means of detailed quarterly reports and a minimum of one meeting per annum with the investment manager.

Risk management

The trustees are undertaking a review of the current risk register, and updating it to reflect the major risks to which the Charity is exposed and its risk management and internal control procedures in order to ensure that systems are in place to mitigate these risks.

Covid-19

Due to measures to combat the spread of Covid-19 the charity's activities have been curtailed and staff placed on furlough. Some training for candidates, ministers and workers has continued on line . The charity has sufficient reserves and investments should there be any of loss of income.

Governance of the Charity

During 2020 the trustees met as required. On a day to day basis the Charity was administered by the Academic Director Rev Bryn Williams, Training Co-Ordinator, Mrs Delyth Oswy Shaw and the central office of the Presbyterian Church of Wales. All liaise closely with the trustees when significant matters arise.

Public Benefit

In planning and reviewing its activities the Church has considered the Charity Commission's guidance on public benefit and in particular the specific guidance on charities for the advancement of religion

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102, have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the trustees

Trustee: B. H. Jones

Date: 2021
27/05

Trustee: [Signature]

Date: 2021
27/05

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Independent auditors' report to the trustees of Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Report on the audit of the financial statements

Opinion

In our opinion, Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund's financial statements (the financial statements"):

- give a true and fair view of the state of the charity's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Charities Act 2011 and Regulation 8 of The Charities (Accounts and Reports) Regulations 2008).

We have audited the financial statements, included within the Annual Report (the "Annual Report"), which comprise: the balance sheet as at 31 December 2020; the statement of financial activities for the year then ended, and the notes to the financial statements which include a summary of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the charity's ability to continue as a going concern.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Trustees' Report

Under the Charities Act 2011 we are required to report to you if, in our opinion the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Responsibilities of the Trustees for the financial statements

As explained more fully in the Statement of Trustees' Responsibilities, the trustees are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The trustees are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We are eligible to act and have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the charity, we identified that the principal risks of non-compliance with laws and regulations related to employer related legislation, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the financial statements such as the Charities Act 2011 and Regulation 15 of The Charities (Accounts and Reports) Regulations 2008. We evaluated the trustees' incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to fraudulent transactions designed to overstate the financial performance and position of the charity. Audit procedures performed included:

- Reviewing Board minutes and holding discussions with management, including consideration of known or suspected instances of non-compliance with laws and regulations and fraud;
- Using computer based audit techniques to identify and test higher risk manual journals, in particular those having unusual account combinations; and
- Obtaining third party confirmations of all the charity's banking and financing arrangements.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Use of this report

This report, including the opinions, has been prepared for and only for the charity's trustees as a body in accordance with section 144 of the Charities Act 2011 and regulations made under section 154 of that Act (Part 4 of The Charities (Accounts and Reports) Regulations 2008) and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Charities Act 2011 exception reporting

Under the Charities Act 2011 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- sufficient accounting records have not been kept by the charity; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP
PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Cardiff

27 May 2021

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Statement of financial activities for the year ended 31 December 2020

	Note	2020 £	2019 £
Income from:			
Investment income	4	9,507	14,378
Grant from Presbyterian Church of Wales		84,953	152,861
Donations and other income		18,457	154
Total		112,917	167,393
Expenditure on:			
Charitable activities	2	97,457	133,984
Total		97,457	133,984
Net Income		15,460	33,409
Other recognised gains and losses:			
Net (losses) / gains on investments	4	(32,059)	35,415
Net movement in funds		(16,599)	68,824
Reconciliation of funds:			
Total funds brought forward		723,268	654,444
Total funds carried forward		706,669	723,268

All recognised gains and losses have been included in the Statement of Financial Activities and the amounts included are derived from the continuing operations of the Charity.

The notes on pages 10 to 13 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Balance sheet as at 31 December 2020

	Note	2020 £	2019 £
Fixed Assets			
Investments	4	<u>337,093</u>	<u>369,152</u>
Current assets			
Debtors	5	44,460	167,239
Cash at bank and in hand		<u>360,351</u>	<u>232,371</u>
		404,811	399,610
Creditors: amounts falling due within one year	6	<u>(35,235)</u>	<u>(45,494)</u>
Net current assets		369,576	354,116
Total assets less net current liabilities		<u><u>706,669</u></u>	<u><u>723,268</u></u>
Funds		<u><u>706,669</u></u>	<u><u>723,268</u></u>

Approved by the Board of Trustees on 27 May 2021 and signed on its behalf by:

B. H. Jones.....Trustee

[Signature].....Trustee

The notes at pages 10 to 13 form part of these financial statements.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2020

1 Principal accounting policies

Basis of preparation

The financial statements have been prepared on a going concern basis, under the historical cost convention, and in accordance with the applicable accounting standards in the United Kingdom, the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities", FRS 102 and in accordance with the Charities Act 2011, using consistently applied accounting policies.

Income policy

Income from donations and legacies is recognised on a receivable basis when there is sufficient certainty of receipt and of the value of the incoming resource can be measured with sufficient reliability. Grants receivable from the Presbyterian Church of Wales are included as income in the year of receipt.

Recognition of expenditure

Expenditure is accounted for on an accruals basis.

Fixed asset investments

Listed investments are valued at bid market value. Profits and losses on sales of investments are calculated by reference to the opening carrying amount. Both profits and losses on disposals and unrealised surpluses or deficits arising on revaluation of investments are reported in the Statement of Financial Activities.

Fund accounting

All funds held by the Charity are unrestricted and can be used in accordance with the charitable objects at the discretion of the trustees.

Cash flow statement

The Charity has taken advantage of the exemption under FRS 102, paragraph 1.12(b), from preparing a statement of cash flows on the basis that it is a qualifying entity and its ultimate parent, Presbyterian Church of Wales, includes the charity's cash flows in its own consolidated financial statements.

Taxation

The Candidates & Training Department Fund is a registered charity and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried out in the furtherance of the charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2020

4 Investments

	2020 £	2019 £
Quoted investments		
Market value at 1 January	369,152	333,737
Net (losses)/ gains on investments	<u>(32,059)</u>	<u>35,415</u>
Market value at 31 December	<u>337,093</u>	<u>369,152</u>
Cost at 31 December	<u>267,002</u>	<u>281,414</u>
UK investments		
Presbyterian Church of Wales Segregated Fund	<u>337,093</u>	<u>369,152</u>

Included in net gains/(losses) on investments are realised gains of £nil (2019: £nil) on disposal of investments.

The following represent investments valued at greater than 5% of the total market value of quoted investments:

	2020 £	2019 £
Presbyterian Church of Wales Segregated Fund	100%	100%
Investment income		
Presbyterian Church of Wales Segregated Fund	<u>9,507</u>	<u>14,378</u>

All investments are held under the control in the UK by the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD and are managed by Investec, London.

5 Debtors

	2020 £	2019 £
Amounts owed by the Presbyterian Church of Wales	<u>44,460</u>	<u>167,239</u>
	<u>44,460</u>	<u>167,239</u>

Calvinistic Methodist or Presbyterian Church of Wales Candidates and Training Department Fund

Notes to the financial statements for the year ended 31 December 2020

6 Creditors - amounts falling due within one year

	2020 £	2019 £
Amounts owed to Presbyterian Church of Wales	23,651	40,164
Sundry creditors	<u>11,584</u>	<u>5,330</u>
	<u><u>35,235</u></u>	<u><u>45,494</u></u>

7 Movement on funds

	Balance 1 January 2020 £	Total incoming resources £	Total resources expended £	Balance 31 December 2020 £
Unrestricted	723,268	112,917	(129,516)	<u><u>706,669</u></u>

8 Related Party Transactions

The charity is the Candidates and Training Department of the Presbyterian Church of Wales, Tabernacle Chapel, 81 Merthyr Road, Whitchurch, Cardiff, CF14 1DD. The trustees have considered the disclosure requirements of the Statement of Recommended Practice for Charities and consider that the transactions requiring disclosure are as follows:

- (i) the Presbyterian Church of Wales has awarded a grant of £84,953 (2019: £152,861) to assist with salaries, course and running costs during the year;
- (ii) the Charity has a debtor balance of £44,460 (2019: £167,239) at the year-end in relation to investment income and grants allocated by the Presbyterian Church of Wales for 2020 which were not transferred to the Charity until 2021;
- (iii) the Charity has a creditor balance of £23,651 (2019: £40,164) at the year-end in relation to salaries paid through the Presbyterian Church of Wales payroll and not transferred by the Charity until 2021;
- (iv) The Charity has provided a grant of £17,500 (2019 :£22,500) to Coleg Y Bala to support the Gap Year student programme and the Souled Out course; and
- (v) Two of the trustees' (2019: three) of the Charity have outstanding mortgages and car loans from the Presbyterian Church of Wales of £91,705 (2019: £162,365) at year end. Total interest of £1,645 (2019: £2,251) was payable to the Church in relation to these balances during the year. One of the trustees included above retired as a trustee in 2019 and the balances noted are at the date of retirement.

The maximum car loan available is £6,500 repayable over a maximum period of 5 years, at an interest rate of 3%. The car loans are unsecured loans. The maximum mortgage available is £175,000 repayable over a maximum period of 30 years, at an interest rate of 3%. There are certain exceptions to these terms within the mortgage rules set by the Church and each case will be considered on an individual basis. The mortgage is secured by a first charge against the property.

