

REGISTERED COMPANY NUMBER: 06550075 (England and Wales)
REGISTERED CHARITY NUMBER: 1123975 (England and Wales)
SC041252 (Scotland)

REPORT OF THE TRUSTEES AND
CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2022
FOR
THE CHURCH OF PENTECOST - UK

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FOR THE YEAR ENDED 31ST DECEMBER 2022

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THE CHURCH OF PENTECOST - UK

REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31ST DECEMBER 2022

TRUSTEES	Reverend Dr. L. Donkor - Chairman (appointed 21.9.22) Reverend K. Frempong-Boadu (Secretary) Reverend G. Korankye Reverend E. Danso Reverend M. Tedeku (appointed 21.9.22) Reverend A. Arthur (appointed 21.9.2) Reverend E. Appiah Reverend O. Afriyie (resigned 21.9.22) Reverend J. Sam (resigned 21.9.22) Elder K. Adomako Elder Alex Apenteng-Boateng
COMPANY SECRETARY	Reverend K. Frempong-Boadu
REGISTERED OFFICE	746 Green Lane Dagenham Essex RM8 1YX
REGISTERED COMPANY NUMBER	06550075 (England and Wales)
REGISTERED CHARITY NUMBER	1123975 (England and Wales) SC041252(Scotland)
INDEPENDENT AUDITORS	Leroy Reid & Co Chartered Certified Accountants and Statutory Auditors 299 Northborough Road London, SW16 4TR
SOLICITORS	Anthony Collins Solicitors LLP 134 Edmund Street Birmingham, B3 2ES
BANKERS	Royal Bank of Scotland 36 St Andrew Square Edinburgh, EH2 2YB Lloyds Bank 25 Gresham Street London, EC2V 7HN The Charity Bank Fosse House 182 High Street Tonbridge, TN9 1BE

THE CHURCH OF PENTECOST - UK

REPORT OF THE TRUSTEES **FOR THE YEAR ENDED 31ST DECEMBER 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31st December 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standards applicable in the UK and Republic of Ireland (FRS 102), (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The main aim of the Church is to bring the world to the saving knowledge of Christ. The church seeks to achieve its aim by pursuing the following objectives

- To advance the Christian faith, the Word of God and the full gospel of our Lord Jesus Christ in accordance with the Tenets of Faith in such ways and in such parts of the United Kingdom or the world as the trustees may, from time to time, deem fit.
- To relieve sickness and financial hardship and to promote and preserve good health by the provision of funds, goods and services of any kind, including the provision of pastoral support and counselling in such parts of the United Kingdom or the world as the trustees deem fit; and
- To advance education in such ways and in such parts of the United Kingdom or the world as the trustees deem fit. The trustees continue to pay due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Public benefit

The trustees of The Church of Pentecost-UK had due regard to the public benefit guidance published by the Charity Commission in compliance with their duties under section 17 of the Charities Act 2011 and The Charities Accounts (Scotland) Regulation 2006 (As Amended). This guidance sets out two key principles:

1. The organisation must have an identifiable benefit.
2. The benefit must be to the public or a section of the public.

The operations of the church during the period under review increased awareness of God's presence in various towns and cities in the United Kingdom, helped people to learn and grow as Christians through sermons and Bible Study sessions, alleviated poverty and supported the provision of religious education.

In addition, the Church organised Youth and Kids' Clubs during school breaks to help children and young people in various communities with their academic work and equipped them with life skills and general knowledge. The Church demonstrated the love of God by visiting the sick in homes and hospitals and making donations to homes for the elderly and cleaning of public places in some communities. The Church's place of worship in Manchester was used by a Nursery School to provide nursery education for children in the local community. The Ministers and some volunteer counsellors of the Church run counselling sessions that are accessible to any member of the local community.

The Trustees have read the Charity Commission guidance on public benefit and are satisfied that the activities outlined above clearly demonstrate that the charity is providing a benefit to the public.

Volunteers

The Church makes extensive use of volunteers including Elders, Deacons, Deaconesses, and other lay members in the performance of its activities. Their sacrificial giving and selfless devotion to the work of the Church is greatly appreciated by the Trustees of the Church.

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STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Charity is governed by its memorandum and Articles of Association. In addition, as it operates as a company limited by guarantee, it is subject to the provisions of Companies Act 2006.

Legal structure of the charity

The Church of Pentecost-UK was incorporated as a company limited by guarantee on 31 March 2008 and registered as a UK Charity on 7 May 2008. Prior to its incorporation, the church operated in the UK as an affiliate of Elim Foursquare Gospel Alliance.

Subsidiary

On 5 August 2020, the Church of Pentecost-UK became the sole member of Birmingham Christian College, a registered charity incorporated in England and Wales. The charity and company registration numbers are 1002205 and 2320164 respectively. Birmingham Christian College's registered address is:

Crowther Hall, Hamilton Drive
Selly Oak
Birmingham
B29 6AJ

Recruitment and appointment of new trustees

The trustees are drawn from a pool of experienced ministers and officers who are well versed in the operations of the church. However, every effort is made by the church to brief the trustees of their legal responsibilities on a regular basis.

Charity structure and hierarchy

The Charity is decentralised into five administrative areas - London North, London South, Milton Keynes, Manchester and Birmingham. The five administrative areas oversee the operations of 27 Pastoral Districts. The fifth administrative area- Birmingham Area, was created and inaugurated in September 2022. It was carved out of Manchester and London South Areas and comprises of the five underlisted districts:

- Birmingham District
- Telford District
- Graceland PIWC District
- Wolverhampton PIWC
- Cardiff District

During the year ended 31 December 2022, 172 (2021: 166) local churches operated under the supervision of the 27 Pastoral Districts. Six (6) local churches were opened in the following cities: Croydon, Hull, Norwich, Cambridge, Winchester and Bournemouth.

Levels of governance

To ensure active participation of members in the operations of the church, the charity has established four levels of governance to reflect the decentralised nature of its operations. These are; the National Council, Area Council, District Presbytery and the Local Presbytery. The role and composition of the various bodies are explained below:

The National Council

The National Council is the highest decision-making body of the church. It normally meets once a year in either January or February. In accordance with the governing document of the church, the trustees report to the National Presbytery Council on the progress and operations of the church. Issues of major importance are submitted to the National Council meeting by the Trustees for guidance. The National Council consists of the Trustees, Ministers of the Church, Ministers' Wives, Area and District Executives, Area Ministries' Leaders, Presiding Elders, National Ministries' Leaders and their Deputies, two Deacons and three deaconesses from each District, Chairmen of National Boards and Committees, and all the members of the National Finance Board.

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Trustee Board/National Executive Council (NEC)

The Trustee Board is responsible for the day to day running of the church. The Board is made up of 9 members: seven ministers and 2 elected lay officers (Elders). The ministerial group of the Trustee Board is made up of the National Head (head of the trustee board), heads of the Administrative Areas (the five Area Heads), and one Minister's representative. The Ministers' representative and the two lay leaders of the church are elected by the members of the National Council. Elected trustees serve on the Trustee Board for four (4) years and are eligible for re-election.

The leader of the Women's Ministry and her assistant are invited to attend meetings of the Trustee Board. This does not only enhance the decision-making process of the NEC but also creates an environment for the views of major stakeholders of the church to be heard at the top management level of the church.

The Church of Pentecost-UK is part of the Church of Pentecost, a global denomination. It is worth noting that while decisions relating to the operations of the church are made by the trustees in the UK, the Chairman of the Board of Trustees (National Head) is appointed by the International Executive Council of the Church of Pentecost.

The Area Council

The Area Council is the highest policy implementation body in the Area. It receives and ratifies reports submitted to it by the various parts of the church operating in the Area. The Area Council elects the members of the Area Executive Committee, a body responsible for the running of the church in the Area. The Area Council consists of the Area Head, Ministers of the Church in the Administrative Area, Ministers' Wives in the Area, Area and District Executives, Area Ministries' Leaders, the Presiding Elders of the local churches, two Deacons and three Deaconesses from each District in the Area. The Area Council meets at least twice every calendar year.

District Presbytery

The District Presbytery is the highest policy implementation body in the district. It consists of the District Minister, the District Minister's Wife, Elders, Deacons and Deaconesses in the District. The District Presbytery elects the members of the District Executive Committee, a body responsible for the running of the church in the district. The District Presbytery elects the non-pastoral members of the District Executive Committee.

The Local Presbytery

The Local Presbytery decides on matters concerning the local church, which are delegated to it by the Trustees (National Executive Council). It consists of the District Minister, the District Minister's Wife, Elders, Deacons and Deaconesses in the local church. In the absence of the District Minister, the Local Presbytery is headed by a Presiding Elder who is elected by the Local Presbytery for the day to day running of the local church.

Participation of Members

Members participate in the running of the church through their representatives at National Council Meetings. In addition, circulars are sent from the National, Area and District to members to inform them of decisions and activities of the church on a regular basis.

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Key Management Personnel and Remuneration

All issues relating to the working conditions of Ministers of the Church are decided by the Salaries Committee, a sub-committee of the Finance Board. The Salaries Committee is made up of the non-paid officers of the church on the National Finance Board. To ensure transparency and independence in the setting of Ministers' stipend, the Salaries Committee has over the years adopted the Salaries Scale recommended by Elim Foursquare Gospel Alliance for its Ministers.

The aggregate amount paid to key management personnel during the year is detailed below;

<u>Name</u>	<u>Position</u>	<u>Salary</u>	<u>Employer Pension</u>	<u>2022</u>	<u>2021</u>
Rev E Donkor	National Head	£45,030	£5,190	£50,220	£32,778
Rev O Afriyie	National Head	£35,109	£4,710	£39,819	£51,591
Rev J Sam	Area Head	£25,777	£9,386	£35,163	£41,266
Rev G Korankye	Area Head	£44,302	£5,466	£49,768	£47,421
Rev E Danso	District Pastor	£38,380	£5,190	£43,570	£41,119
Rev K F- Boadu	National Sec	£42,502	£4,286	£46,788	£38,046
Rev E Y Appiah	Area Head	£35,902	£5,286	£41,188	£38,946
Rev M Tedeku	Area Head	£39,652	£5,466	£45,118	£42,021
Rev A Arthur	Area Head	<u>£40,380</u>	<u>£5,190</u>	<u>£45,570</u>	<u>£40,819</u>
		<u>£347,034</u>	<u>£50,170</u>	<u>£397,204</u>	<u>£374,007</u>

Trustees were reimbursed expenses for the year as shown below;

<u>Name</u>	<u>Position</u>	<u>2022</u>	<u>2021</u>
Rev O Afriyie	National Head	£604	£5,660
Rev K F- Boadu	National Sec	£165	-
Rev E Y Appiah	Area Head	£135	-
Rev E Danso	District Pastor	-	£65
Rev E Donkor	BCC Principal	-	£54
Rev J Sam	Area Head	-	£100
Elder J Adomako	National Deacon	<u>£1,405</u>	-
		<u>£2,309</u>	<u>£5,879</u>

Trustees and Related parties

Seven trustees, by virtue of their positions as Pastors of the Church receive a salary as stated in their conditions of service. Those individuals are shown under the heading "Key Management Personnel and Remuneration" above. There were no related party transactions with any connected person other than those disclosed in the related party.

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STRATEGIC REPORT

Achievement and performance

Charitable activities

The 2022 theme of The Church of Pentecost, "Equipping the Church as an army to possess the nations" (Heb. 13:20-21; Eph. 4:11-12; 6:10-11), actively guided all aspects of the ministry of the Church of Pentecost-UK, during the year ended 31 December 2022. In addition, due regard was paid to the 5-year strategy of the church, christened "Vision 2023". The central thrust of Vision 2023 is to make the presence of the church felt in every sphere of society through members' service in their communities with the highest ethical and moral principles. Initial assessment of the impact of the implementation of Vision 2023 has been largely positive. Members have become more aware of the need for the church to be actively engaged in the community, promoting service, compassion and integration.

Members of the Church were encouraged to equip themselves with the whole armour of God. The church emphasised the need for members to understand that the Great Commission involves much more than just evangelism. In particular, it requires full participation in the socio-economic and political activities of their immediate environment and also ensuring that the values and principles of the kingdom of God are brought to bear in the socio-economic decisions made in their environment.

In a nutshell, the Church should be viewed as an equipping centre where 'saviours' are trained for the task of taking spreading love, compassion and service and standing up against bigotry, hatred anti-social behaviour, thus depopulating the kingdom of darkness.

Membership statistics

The overall membership of the church increased by 3.5% during the year under review. Our membership figure rose from 21,302 in December 2021 to 22,045 in December 2022.

The composition of membership at 31 December 2022 is as follows:

Children below 13 years - 5,400 (24.5%) ; 2021 - 5,663 (26.6%).

Members aged 13 - 35 years - 7,197 (32.6%); 2021 - 6,385 (30%)

Members above 35 years - 9,448 (42.8%); 2021 - 9,254 (43.4%)

During the year ended 31 December 2022, 666 adult souls were won for Christ , which represents an increase of 89.7% over the previous year's figure. 160 of the new souls were won through the Gospel Sunday initiative.

459 converts were baptized in water (increase of 28.6%) and a total of 427 members received Holy Spirit baptism. 271 backsliders were won back to full fellowship, and 1181 backsliders were being followed.

During the year under review, the church recorded 320 births, and 345 children were dedicated. Sadly, 23 brethren were called to glory during the period under review.

Activities of the Church

Teaching Sessions on Annual Theme

Extensive teachings on the theme of the year were organised in local churches in the UK. This helped to deepen members' understanding of the annual theme and the main thrust of the Vision 2023 agenda.

Gospel Sundays

Gospel Sundays were held on the second Sunday of every month in all the local churches. Members were encouraged to invite friends and neighbours to join social media outlets (Facebook and Zoom) during services. The Gospel Sunday Initiative encouraged active evangelism by the members as they invited friends and family to church on Gospel Sundays. Child naming and dedication ceremonies and funeral thanksgiving services were intentionally held on Gospel Sundays to attract more people to the church to experience love, receive hope and be comforted by the message of the gospel.

Some local churches served tea and coffee after church services to promote fellowship among visitors and old members. There were also breakfast meetings at some districts on Gospel Sundays. Follow-ups of old and backsliding members were undertaken on some Gospel Sundays.

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Ministerial Lay leadership training

To make the running of the charity efficient and to offer effective service in our communities, some Ministers, lay leaders and members of the church benefited from Leadership training Programmes offered on behalf of the church by Birmingham Christian College (BCC). A total of 260 people, including Ministers, lay leaders, members and minister's wives were sponsored to undertake and, in some cases, complete various trainings. The church send 8 Ministers to upgrade their skills and knowledge by enrolling on the MA Theology and MA Leadership and Management programme at the BCC. Also, 8 Ministers enrolled on the BA Theology programme. Moreover, 54 lay leaders and Ministers' wives underwent training in Christian counselling whilst another 7 completed the professional counselling training at the CPCAB Level 2 and 3. Again, another group of 183 leaders studied for the certificate in Christian Ministry and Leadership.

During the year under review, Elders, Deacons and Deaconess enrolled on the Certificate in Christian Ministry and Leadership and Counselling Programmes offered by Birmingham Christian College. Several districts also run monthly leadership schools to train and equip the leaders for effective delivery.

Holy Spirit Baptism Sessions

Districts and locals churches held Holy Spirit baptism sessions on a regular basis. National Holy Ghost Conventions were held for both Akan and the Pentecost International Worship Centres (PIWC) churches under the theme "The Spirit-filled life of a Christian" (Gal. 5:22-23). The global celebration of Pentecost Week was observed across the nation with intensified prayer for the baptism in the Holy Spirit. All these activities yielded positive results.

Conferences, retreats and seminars

Retreats were held at various levels to equip both the officers and members of the church. Retreats focused mostly on the theme for the year. Leadership schools and seminars were also held to train the lay leadership of the church. Seminars, retreats, and conferences were held at both the Area and District levels to teach and pray on Marriage and family life to enrich the lives of members. Some Districts incorporated teachings on marriage and family life into the discipleship and new converts classes. Members were encouraged to observe the first Sunday of every month (after church) as a family day to enhance relationships with the families.

Discipleship Programmes

Bible Study

In accordance with the delivery strategies of Vision 2023, weekly bible studies are held in all the local churches to equip members as God's army in the possessing the nations agenda. The resources used during bible studies included the Church of Pentecost Bible Study Guide 2022. The in-person Sunday Bible studies (discipleship classes) are done after worship to enhance maximum participation. Some locals churches held their bible studies virtually during their midweek services. In various districts, Bible study teachers met regularly in advance to prepare for the Sunday class. The structured approach to the Bible Study Sessions attracted a high level of interest and motivated members to practice personal devotions.

Home Cell

Home Cells function as avenues for pastoral care, follow-up and visitation. Home cells typically meet once a month and were organised to be community friendly. At 31 December 2022, 72 fully functional Home Cells were in operation in different parts of the country.

New Converts/Members

New converts classes were held to disciple and integrate new converts into the local churches. New converts underwent mandatory courses and mentorship on the tenets of the church, church practices and the core values of the Church of Pentecost. The classes were run either through physical meetings on Sundays or virtually during the week.

Operations of Ministries and organisations

The Counselling Ministry

Most Districts have counselling teams set up at District and Local levels. Most counsellors have either attended counselling courses at the Birmingham Christian College or are waiting to start. The activities of the counselling teams cut across several aspects of the church's operations. Issues dealt with include marriage and relationships, child delinquency, social, financial, academic, moral, spiritual, health and psychological amongst others. The Ministry also provided spiritual direction and talk therapy. Pre-marital counselling classes were held for would-be couples. The counselling teams also sign-posted members to relevant government agencies and support network.

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Evangelism Ministry

Evangelism coordinating teams exist at every administrative level of the church and they ensured that the evangelism activities at each level were well organised. Outreaches were held in major cities and towns in the nation. There were collaborations between Evangelism and other Ministries to spread the gospel. Districts and locals engaged in innovative models of evangelism during the period under review. Breakfast and lunch meetings were held with the aim of reaching the unsaved as members invited their friends and family to such programmes.

In November 2022, the church launched, One member, One Discipled Soul Project. The project was launched during the church's national evangelism week, and members were encouraged to share their faith with their unbelieving and unchurched colleagues and family members. The One member, One Soul Project resulted in the return to fellowship of many backslidden members.

Chaplaincy Ministry

The functional chaplaincies existing at the district level are the Prison and Hospital Ministry and the Ministry to Refugees and Asylum Seekers. The Refugees and Asylum Seekers chaplaincy was launched during the year under review.

Children's Ministry

The Children's Ministry activities in all the Local Assemblies were innovative and captivating. The children engaged in activities that imbued them with life skills and deep spiritual knowledge. The Ministry is blessed with dedicated teachers whose teachings are impacting on the spiritual and physical well-being of the children in the church.

Youth Ministry

The youth participated in all church activities held during the period under. The Youth Ministry was represented across all points of our liturgy and were especially on the forefront of our media ministry, music ministry, sermons, technical etc. The Youth Ministry extended its operations to Huddersfield and Bradford Universities during the period under review. This increased the number of Pentecost Students' Associations (PENSA) in the UK from 33 to 41.

2022 Youth Conference

The Youth Ministry has always been a vital part of the church, as young people carry the future of the church on their backs and in their hearts. The Church of Pentecost-UK is grateful to the Lord to see the youth take a bold stand for Christ. The church has witnessed a remarkable spiritual and numerical growth in the Youth Ministry of the church. The National Youth Ministry, through its conferences, has seen thousands of youths come to faith. At previous conferences, youths have developed and deepened their personal relationship with Christ Jesus, received various spiritual gifts and Holy Spirit Baptism and become well connected with the things of God.

After a three-year hiatus, in which we faced unpredictable circumstances and challenging circumstances together with the World, the Youth Ministry gathered in great numbers at the International Conference Centre (ICC), Wales for a life-transforming conference. From **Monday 25th July - Saturday 30th July 2022**, The National Youth and Pentecost Students Association (PENSA) Ministries held a life changing National Youth Conference, which was christened **"#TRANSFORMERS22"**. Over the course of six days, youths found themselves spiritually enriched and strengthened, through a broad range of activities which transformed them into an "equipped army" to go forth and possess the nations. The conference was attended by nearly **2,000 people** and they benefited from several activities, such as the **Gala Dinner, Sports Days, Film Festival and T-Masterclasses**.

These activities resulted in the highest number of Holy Ghost Baptisms in over a decade of Youth Conferences - **187** young people were baptized in the Holy Spirit, **76** young people baptised in water and over **100** young people rededicated their lives to Christ.

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Women's Ministry

The Leadership of the Ministry mobilised members to participate in all National, Area, District, and Local events. The ministry was particularly helpful in maintaining the spiritual momentum of the women in the church through various prayer-based initiatives. The ministry linked up with the Women's Leadership of the church in India, by launching the "Pray and donate to India" campaign during the humanitarian crisis in India. Each district of the church devoted an hour to pray for the women in India.

Pentecost Men's Ministry (PEMEM)

The Men's Ministry organised a range of activities on the theme: "The Revived Man to Possess the Nations". The Ministry organised various activities during the National Men's week from 17th to 20th June 2021. The Ministry held online prayer meetings, seminars and programmes on the following topics: "The Revived Man", "The right use of Herbal Medicine", "Will Writing", "Keys to Financial Freedom", "Marriage and Family Life" and "The Importance of Life Insurance Policies". These programmes and activities have contributed to the holistic development and transformation of the men in the church into godly leaders of their homes.

CHPNET

The physical wellbeing of the members of the church is of paramount importance to the leadership and hence health talks were incorporated into all major activities of the church. The Christian Healthcare Professionals Network (The CHPNET) held health talks on various topics across the nation. They also held a leadership conference in November on women empowerment, in healthcare education and healthcare provision in the communities in the UK.

Monthly Local Presbytery Meetings

To meet the requirements of Vision 2023, monthly local presbytery meetings were held by local churches. The meetings were used to review the implementation of Vision 2023, assess the local church's performance and address issues of concern to members. This has resulted in a remarkable increase in visitations and contacting of members.

OTHER ACTIVITIES/ACHIEVEMENTS

Conventions

- a. Easter Convention -The 2022 National Easter convention was held from Thursday 14th April 2022 to Sunday 17th April under the theme, "HE IS NOT HERE; HE HAS RISEN" (Mark 16:1-8).
- b. National Holy Ghost Prayer Conference-- The PIWC Districts (English Churches) observed the National Prayer Conference from 19th to 21st May. The Akan Districts held their Prayer Conferences from Monday 6th - Saturday 11th June. The theme for the National Prayer Conference was: "The Spirit-Filled Life of a Christian" (Gal 5:22-23).
- c. Christmas Convention- The 2022 Christmas convention was held successfully across the nation in all Districts. Members experienced the power of the Holy Spirit through the ministrations from the various speakers.
- d. Evangelism Month--The Month of November 2022 was designated a month of Evangelism. This period witnessed intensive and extensive evangelism programmes. The last Sunday of the month was used for Holy Ghost teachings and Baptisms. It yielded good results by giving many people in the communities the opportunity to consider the message of the gospel and the love of God through Jesus Christ and to believe in him.

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Achievement of Projections

1. Ministers & Wives Retreat was held in January
2. National We Care Week was held in January
3. Two-day National Officers Prayer Meeting was held in February
4. McKeown Missions Week was held in March
5. National Women's Ministry Week was observed in March
6. 4-day Easter Convention at District level was organised in April
7. National Children's Ministry Week was organised in June
8. National Men's Ministry Week was organised in June
9. National Holy Ghost Prayer Conference was held in June
10. A National Youth Conference was held at ICC Wales held in July
11. Children's Ministry week-long programme was held in September.
12. National Officers Appreciation Day facilitated in November
- 13 Christmas Conventions at District level for PIWCs and Akan churches was held in December
14. Gross tithes increased by 12.6%

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STRATEGIC REPORT

Financial review

Financial position

The group results for the year under review reports a surplus of £1,075,939 (2021 - £1,672,159). This includes an operating surplus of £520,565 from the operations of the parent charity (2021 - £1,452,059).

Incoming Resources - the total income for the year under review was £8,775,975 (2021 - £6,978,074). This represents a 20% increase on the previous year's total incoming resources

Expenditure - the total expenditure for the year is £7,700,036 (2021 - £5,305,915). This represents an increase of 31% on the previous year's expenditure.

The increase in expenditure is mainly attributable to the amounts spent on the 2022 Youth Conference of £964,849. The trustees are of the view that the amount spent on the Youth Conference is a worthwhile investment in the future leaders of the church.

The trustees consider that the charity's position at the year-end is satisfactory. The charity's cash at bank remains at a level that is enough to pay its expenses as they fall due and pursue its objectives.

Principal funding sources

The Church raised the funds which it needs to carry on its activities from within its own membership and congregations. No wider public appeal was made for funds during the year. The Trustees are satisfied that the charity's assets attributable to each of its individual funds are available and adequate to fulfil its obligations in relation to those funds.

Reserves policy

The Trustees have established a Reserves Policy to enable the church to function effectively and meet its obligation in the event of a decline in our income or a major cost increase. Having considered the relevant risks of changes in income and expenditure, the Trustees have determined that the appropriate level of reserves is in the range £500,000 to £700,000. We currently hold more than this amount and the trustees will be reviewing the policy in the near future.

The group's total funds at 31 December 2022 were £18,759,413 (2021 - £17,683,474).

Principal funding sources

The Church raised the funds which it needs to carry on its activities from within its own membership and congregation. No wider public appeal was made for funds during the year. The Trustees are satisfied that the charity's assets attributable to each of its individual funds are available and adequate to fulfil its obligations in relation to those funds.

Principal risks and uncertainties

Risk Management

The trustees recognise that the scope of our operations generate considerable responsibility and take seriously the need to ensure that the reputation of the church is maintained. The Church relies heavily on the efforts of volunteers at the local level. This exposes the church to failure by volunteers to comply with laid established policies and internal controls. To ameliorate its risk, a National Internal Audit Committee checks the books and operating procedures of the districts at regular intervals.

Safeguarding

Safeguarding employees, volunteers and the vulnerable members of the church is an issue that we take seriously. The church has established a National Safeguarding committee to monitor and report issues that could potentially impair to protect our worshippers, employees and children.

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STRATEGIC REPORT

Future plans

PROJECTIONS FOR THE YEAR 2023

1. To hold an all-Ministers meeting in January
2. To facilitate a local welfare week in January
3. To hold a National Councillors Meeting in January
4. To hold a National Officers Apostolisation Week in February
5. To hold McKeown Missions Week in March
6. To hold a Heads' training session in March
7. To observe National Women's Ministry Week in March
8. To organise a 4-day Easter Convention at District level in April
9. To hold a National All Ministers and Wives Prayer Meeting in April
10. To hold a Pentecost Week Holy Ghost Prayer Conference in May
11. To observe National Men's Ministry Week in June
12. To hold a National Officers Prayer Meeting in June
13. To hold a National Youth week in July
14. To observe a National Evangelism Week in August
15. To observe a Community Engagement Week in August
16. To hold one Children's Ministry week-long programme in September.
17. To observe a Volunteers and Officers Appreciation Week in September
18. To organise PENTFEST in October
19. To observe the International Evangelism Week in November
20. To hold a Ministers Residential Retreat in November
21. To hold Christmas Conventions at District level for PIWCs and Akan churches in December
22. To increase gross tithes by at least 5%

THE CHURCH OF PENTECOST - UK
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31ST DECEMBER 2022

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of The Church of Pentecost - UK for the purposes of company law) are responsible for preparing the Report of the trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006 and The Charities and Trustee Investment (Scotland) Act 2005 and regulations 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (As Amended). They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Leroy Reid & Co, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Report of the trustees, incorporating a Strategic report, approved by order of the board of trustees, as the company directors, on 29/9/2023 and signed on the board's behalf by:



.....
Rev K.Frempong-Boadu
Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE CHURCH OF PENTECOST - UK

Opinion

We have audited the financial statements of The Church of Pentecost - UK (the parent charitable company) for the year ended 31st December 2022 which comprise the Consolidated Statement of financial activities, the Consolidated Statement of financial position, the Consolidated Statement of cash flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st December 2022 and of its 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006, the Charities and Trustee Investment (Scotland) Act 2005 and regulation 6 and 8 of the Charities Accounts (Scotland) Regulations 2006 (as amended).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31st December 2022 and of its 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, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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 charitable company'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.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE CHURCH OF PENTECOST - UK

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual report, other than the financial statements and our Report of the independent auditors 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.

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 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 and the Charities Accounts (Scotland) Regulations (as amended) requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of trustees' responsibilities, the trustees (who are also the directors of the charitable company for the purposes of company law) 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

**REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE CHURCH OF PENTECOST - UK**

Our responsibilities for the audit of the financial statements

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 a Report of the independent auditors 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:

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- 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. 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our Report of the independent auditors to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our Report of the independent auditors. However, future events or conditions may cause the charitable company's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF
THE CHURCH OF PENTECOST - UK

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the charitable company's trustees, as a body, in accordance with section 44(1) (c) of the Charities and Trustee Investment (Scotland) Act 2005 and regulation 10 of the Charities Accounts (Scotland) Regulations 2006 (as amended). Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

E Okai

Mr Ebenezer Okai, (BSc), FCCA (Senior Statutory Auditor)
for and on behalf of Leroy Reid & Co
Chartered Certified Accountants
and Statutory Auditors
299 Northborough Road
Norbury
London
SW16 4TR

Date: *29/09/2023*

THE CHURCH OF PENTECOST - UK

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2a	7,504,418	832,288	8,336,706	6,619,843
Charitable activities					
Church	4a	59,334	-	59,334	70,167
BCC	4a	375,813	-	375,813	287,835
Investment income	3	4,122	-	4,122	229
Total		<u>7,943,687</u>	<u>832,288</u>	<u>8,775,975</u>	<u>6,978,074</u>
EXPENDITURE ON					
Charitable activities					
Church	5	6,757,103	17,000	6,774,103	4,676,706
Support cost		191,964	-	191,964	144,725
Governance		72,180	-	72,180	90,298
BCC		<u>661,789</u>	<u>-</u>	<u>661,789</u>	<u>394,186</u>
Total		<u>7,683,036</u>	<u>17,000</u>	<u>7,700,036</u>	<u>5,305,915</u>
NET INCOME		260,651	815,288	1,075,939	1,672,159
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>15,174,872</u>	<u>2,508,602</u>	<u>17,683,474</u>	<u>16,011,315</u>
TOTAL FUNDS CARRIED FORWARD		<u>15,435,523</u>	<u>3,323,890</u>	<u>18,759,413</u>	<u>17,683,474</u>

THE CHURCH OF PENTECOST - UK

PARENT CHARITY STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2022


		Unrestricted funds £	Restricted fund £	2022 Total funds £	2021 Total funds £
	Notes				
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2c	7,501,252	682,288	8,183,540	6,620,368
Charitable activities	4				
Church	4b	59,334	-	59,334	70,167
Investment income	3	4,122	-	4,122	229
Total		<u>7,564,708</u>	<u>682,288</u>	<u>8,246,996</u>	<u>6,690,764</u>
EXPENDITURE ON					
Charitable activities	8				
Church		7,347,336	17,000	7,364,336	4,954,899
Support Cost		289,915	-	289,915	193,508
Governance		<u>72,180</u>	<u>-</u>	<u>72,180</u>	<u>90,298</u>
Total		<u>7,709,431</u>	<u>17,000</u>	<u>7,726,431</u>	<u>5,238,705</u>
NET INCOME		(144,723)	665,288	520,565	1,452,059
RECONCILIATION OF FUNDS					
Total funds brought forward		14,572,943	1,643,973	16,216,916	14,764,857
TOTAL FUNDS CARRIED FORWARD		<u>14,428,220</u>	<u>2,309,261</u>	<u>16,737,481</u>	<u>16,216,916</u>

THE CHURCH OF PENTECOST - UK

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
31ST DECEMBER 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	11a	18,767,036	17,140,526
CURRENT ASSETS			
Debtors	12a	994,294	606,595
Cash at bank		<u>3,448,305</u>	<u>3,699,470</u>
		4,442,599	4,306,065
CREDITORS			
Amounts falling due within one year	13	(684,508)	(576,703)
NET CURRENT ASSETS		<u>3,758,091</u>	<u>3,729,362</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		22,525,127	20,869,888
CREDITORS			
Amounts falling due after more than one year	15	(3,765,714)	(3,186,414)
NET ASSETS		<u>18,759,413</u>	<u>17,683,474</u>
FUNDS	17		
Unrestricted funds		15,435,523	15,174,872
Restricted funds		<u>3,323,890</u>	<u>2,508,602</u>
TOTAL FUNDS		<u>18,759,413</u>	<u>17,683,474</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29/9/2023 and were signed on its behalf by:


Rev Lord Elorm-Donkor
Trustee

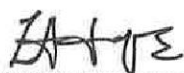

K J Adomako
Trustee

THE CHURCH OF PENTECOST - UK

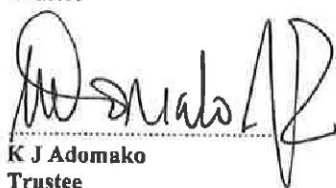
PARENT ENTITY STATEMENT OF FINANCIAL POSITION
31ST DECEMBER 2022

	Notes	2022 £	2021 £
FIXED ASSETS			
Tangible assets	11(b)	16,796,556	15,760,823
CURRENT ASSETS			
Debtors	12(b)	894,866	518,739
Cash at bank		<u>3,432,109</u>	<u>3,668,102</u>
		4,326,975	4,186,841
CREDITORS			
Amounts falling due within one year	13(b)	(620,336)	(544,334)
NET CURRENT ASSETS		<u>3,706,639</u>	<u>3,642,507</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		20,503,195	19,403,330
CREDITORS			
Amounts falling due after more than one year	14	(3,765,714)	(3,186,414)
NET ASSETS		<u>16,737,481</u>	<u>16,216,916</u>
FUNDS	17		
Unrestricted funds:			
General fund		14,428,220	14,572,943
Restricted funds:			
Charitable activities		<u>2,309,261</u>	<u>1,643,973</u>
TOTAL FUNDS		<u>16,737,481</u>	<u>16,216,916</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 29/9/2023 and were signed on its behalf by:



Rev Lord Elorm-Donkor
Trustee


K J Adomako
Trustee

THE CHURCH OF PENTECOST - UK

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Cash generated from operations	1	1,677,750	2,161,463
Interest paid		<u>(167,199)</u>	<u>(112,705)</u>
Net cash provided by operating activities		<u>1,510,551</u>	<u>2,048,758</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(2,383,783)	(1,476,122)
Sale of tangible fixed assets		-	4,502
Interest received		<u>4,122</u>	<u>229</u>
Net cash used in investing activities		<u>(2,379,661)</u>	<u>(1,471,391)</u>
Cash flows from financing activities			
New loans in year		1,083,615	-
Loan repayments in year		452,734	(608,689)
Capital element of HP rental		<u>(12,936)</u>	<u>(12,116)</u>
Net cash (used in)/provided by financing activities		<u>(617,945)</u>	<u>(620,805)</u>
Change in cash and cash equivalents in the reporting period		(251,165)	(43,438)
Cash and cash equivalents at the beginning of the reporting period		<u>3,699,470</u>	<u>3,742,908</u>
Cash and cash equivalents at the end of the reporting period		<u>3,448,305</u>	<u>3,699,470</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2022

RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net income for the reporting period (as per the Statement of financial activities)	1,075,939	1,672,159
Adjustments for:		
Profit on disposal of fixed assets		(11,248)
Depreciation charges	835,868	794,450
Interest received	(4,122)	(229)
Interest paid	167,199	112,705
Increase in debtors	(387,699)	(420,865)
Increase/(decrease) in creditors	<u>(9,435)</u>	<u>14,491</u>
Net cash provided by operations	<u><u>1,677,750</u></u>	<u><u>2,161,463</u></u>

2. ANALYSIS OF CHANGES IN NET (DEBT)/FUNDS

	At 1.1.22	Net change	At 31.12.22
	£	£	£
Net cash			
Cash at bank and in hand	<u>3,699,470</u>	<u>(251,165)</u>	<u>3,448,305</u>
	<u>3,699,470</u>	<u>(251,165)</u>	<u>3,448,305</u>
Debt			
Debts falling due within 1 year	(331,001)	(117,240)	(448,241)
Debts falling due after 1 year	<u>(3,186,414)</u>	<u>(579,300)</u>	<u>(3,765,714)</u>
	<u>(3,517,415)</u>	<u>(696,540)</u>	<u>(4,213,955)</u>
Total	<u><u>182,055</u></u>	<u><u>(947,705)</u></u>	<u><u>(765,650)</u></u>

Net change in debt is made up of:

Net cash inflows from financing

617,945

Non-cash changes New Hire Purchase Contracts

78,595

696,540

THE CHURCH OF PENTECOST - UK

PARENT CHARITY'S STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2022

Notes	2022 £	2021 £
Cash flows from operating activities		
Cash generated from operations (1b)	1,074,578	1,941,590
Interest paid	<u>(167,199)</u>	<u>(112,705)</u>
Net cash provided by operating activities	<u>907,379</u>	<u>1,828,885</u>
 Cash flows from investing activities		
Purchase of tangible fixed assets	(1,739,581)	(1,280,654)
Sale of tangible fixed assets	-	4,502
Interest received	<u>4,122</u>	<u>229</u>
Net cash used in investing activities	<u>(1,735,459)</u>	<u>(1,275,923)</u>
 Cash flows from financing activities		
New loans in year	1,083,615	-
Loan repayments in year	(478,592)	(582,831)
Capital element of HP rental	<u>(12,935)</u>	<u>(12,116)</u>
Net cash (used in)/provided by financing activities	<u>592,087</u>	<u>(594,947)</u>
 Change in cash and cash equivalents in the reporting period	 (235,993)	 (41,985)
Cash and cash equivalents at the beginning of the reporting period	<u>3,668,102</u>	<u>3,710,087</u>
 Cash and cash equivalents at the end of the reporting period	 <u>3,432,109</u>	 <u>3,668,102</u>

THE CHURCH OF PENTECOST

NOTES TO PARENT ENTITY'S STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST DECEMBER 2022

1b RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2022	2021
	£	£
Net income for the reporting period (as per the Statement of financial activities)	520,565	1,452,059
Adjustments for:		
Depreciation charges	782,443	755,666
Profit on disposal of fixed assets	-	(11,248)
Interest received	4,122	(229)
Interest paid	167,199	112,705
Increase in debtors	(376,127)	(341,505)
(Decrease)/increase in creditors	<u>(15,380)</u>	<u>(25,858)</u>
Net cash provided by operations	<u><u>1,074,578</u></u>	<u><u>1,941,590</u></u>

2b. ANALYSIS OF CHANGES IN NET (DEBT)/FUNDS

	At 1.1.22	Net change	At 31.12.22
	£	£	£
Net cash			
Cash at bank and in hand	<u>3,668,102</u>	<u>(235,993)</u>	<u>3,432,109</u>
	<u>3,668,102</u>	<u>(235,993)</u>	<u>3,432,109</u>
Debt			
Debts falling due within 1 year	(356,859)	(91,382)	(448,241)
Debts falling due after 1 year	<u>(3,186,414)</u>	<u>(579,300)</u>	<u>(3,765,714)</u>
	<u>(3,543,273)</u>	<u>(670,682)</u>	<u>(4,213,955)</u>
Total	<u><u>124,829</u></u>	<u><u>(906,675)</u></u>	<u><u>(781,846)</u></u>

Change in net debt is made up of the following:

Net cash flows from financing	592,087
Non cash changes-New Hire Purchase Contracts	<u>78,595</u>
	<u>670,682</u>

THE CHURCH OF PENTECOST -UK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS **FOR THE YEAR ENDED 31ST DECEMBER 2022**

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

BASIS OF CONSOLIDATION

The Group financial statements of the Charity (COP-UK) and its subsidiary (Birmingham Christian College (BCC)). This is the first full year results for the subsidiary. Business combinations are accounted by using the acquisition method. Where necessary, adjustments are made to the financial statements of subsidiaries to bring the accounting policies in alignment to those used by the Group. All intra-group transactions, balances, income and expenses are eliminated on consolidation.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

TANGIBLE FIXED ASSETS

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

Freehold property	- 2% on cost
Long leasehold	- 2% on cost
Plant and machinery	- 25% on cost
Fixtures and fittings	- 25% on cost
Motor vehicles	- 25% on cost

TAXATION

The charity is exempt from tax on income and gains within the section 5.5 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable activities.

FUND ACCOUNTING

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

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

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

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

THE CHURCH OF PENTECOST - UK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

1. ACCOUNTING POLICIES - continued

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payments obligations. The contributions are recognised as an expense when they are due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the charity in an independently administered fund.

2a GROUP DONATIONS AND LEGACIES

	2022	2021
	£	£
Tithes and offerings	6,771,605	5,927,236
Joint services offering	31,185	58,653
Gift aid receivable	400,000	300,000
Blankson Foundation donations	16,529	7,093
Youth conference	263,132	296
Joint Ministries offering	35,329	49,780
Pension offering	16,293	15,118
Building Fund offering	627,089	246,493
BCC Offerings	22,377	14,994
Donations received by BCC	153,167	180
	<u>8,336,706</u>	<u>6,619,843</u>

GROUP CLASSIFICATION OF DONATIONS AND LEGACIES

	Unrestricted	Restricted	2022	2021
	funds	funds	Total	Total
	£	£	funds	funds
Tithes and offerings	6,771,605	-	6,771,605	5,927,236
Joint services offering	31,185	-	31,185	58,653
Gift aid receivable	400,000	-	400,000	300,000
Blankson Foundation donations	-	16,529	16,529	7,093
Youth conference	263,132	-	263,132	-
Joint Ministries offering	35,329	-	35,329	50,076
BCC offerings	-	22,377	22,377	-
Donations received by BCC	3,167	150,000	153,167	15,174
Pension offering	-	16,293	16,293	15,118
Building Fund offering	-	627,089	627,089	246,493
	<u>7,504,418</u>	<u>832,288</u>	<u>8,336,706</u>	<u>6,619,843</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

2b. PARENT CHARITY DONATIONS AND LEGACIES

	Unrestricted funds	Restricted funds	2022 Total funds	2021 Total funds
	£	£	£	£
Tithes and offerings	6,771,606	-	6,771,606	5,927,941
Joint services offering	31,185	-	31,185	58,653
Gift aid receivable	400,000	-	400,000	300,000
Blankson Foundation donations	-	16,529	16,529	7,093
Youth conference offerings	263,132	-	263,132	296
Joint Ministries offering	35,329	-	35,329	49,780
BCC offerings	-	22,377	22,377	14,994
Pension offering	-	16,293	16,293	15,118
Building Fund offering	-	627,089	627,089	246,493
	<u>7,501,252</u>	<u>682,288</u>	<u>8,183,540</u>	<u>6,620,368</u>

3. INVESTMENT INCOME

	Unrestricted funds	Restricted funds	2022 Total funds	2021 Total funds
	£	£	£	£
Deposit account interest	<u>4,122</u>	<u>-</u>	<u>4,122</u>	<u>229</u>

4a GROUP INCOME FROM CHARITABLE ACTIVITIES

	Activity	2022 £	2021 £
Other income	Church	9,588	9,855
Rental income	Church	48,647	60,312
Other income	BCC	3,680	5,005
Rental income	BCC	192,038	95,296
Academic income	BCC	181,194	187,534
		<u>435,147</u>	<u>358,002</u>

4b PARENT CHARITY INCOME FROM CHARITABLE ACTIVITIES

	2022 £	2021 £
Other income	9,588	6,758
Rent received	48,647	60,312
Audio visual income	1,099	3,097
	<u>59,334</u>	<u>70,167</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

5. GROUP CHARITABLE ACTIVITIES COSTS

	Direct Costs (see Note 6)	Support & governance costs (see note 7)	Totals
	£	£	£
Church	6,774,103	-	6,774,103
Support cost	-	175,601	175,601
Governance	-	72,180	72,180
BCC	<u>661,789</u>	<u>16,363</u>	<u>678,152</u>
	<u><u>7,435,892</u></u>	<u><u>264,144</u></u>	<u><u>7,700,036</u></u>

6. GROUP DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022 £	2021 £
Staff costs	1,770,439	1,539,954
Church plant & evangelism	278,112	175,563
Joint ministries expenses	45,066	38,354
Gifts, welfare & donations	109,664	166,462
Premises expenses	675,445	586,598
Rent - churches & manses	1,423,765	934,294
Motor, travel, subsistence and accommodation	506,185	353,852
Volunteer expenses	24,462	36,516
Equipment maintenance	89,349	72,445
Insurance	88,042	77,406
Bank charges	32,346	18,924
Youth conference	964,849	-
Audio visual expenses	9,419	17,778
Souvenirs & calendars expenses	22,494	10,749
Blankson Foundation expenses	17,000	10,400
General charitable expenses	5,021	202
Gain/(loss) on disposal	-	(11,248)
Communication cost	41,064	23,551
Freelance consultants	12,347	18,575
Validation & accreditation fee	58,119	22,765
Subscription and licences	4,398	-
Bad debts	42,257	-
Library expenses	-	8,593
Advertising and marketing	(1,006)	9,232
Student bursaries, accommodation and graduation	59,224	3,500
Catering and refreshments	154,764	31,282
Depreciation	835,868	794,450
Interest payable and similar charges	<u>167,199</u>	<u>112,705</u>
	<u><u>7,435,892</u></u>	<u><u>5,052,903</u></u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

7. ANALYSIS OF GROUP SUPPORT COSTS

	Other £	Governance costs £	Totals £
Support cost	175,601	-	175,601
Church	-	72,180	72,180
BCC	<u>12,263</u>	<u>4,100</u>	<u>16,363</u>
	<u>187,864</u>	<u>76,280</u>	<u>264,144</u>

Support and governance costs, included in the above, are as follows:

	Support £	Governance £	BCC College £	2022 Total activities £	2021 Total activities £
Training expenses	48,483	-	677	49,160	16,069
General admin expenses	-	-	-	-	2,925
Travel and subsistence	3,181	-	-	3,181	2,253
Printing, postage & telephone	54,541	-	10,506	65,047	32,857
Telephone and internet	35,652	-	35,652	35,652	37,154
Software and website	33,744	-	33,744	33,744	63,572
Audit fees	-	33,122	4100	37,222	37,000
Trustees meeting expenses	-	2,386	-	2,386	6,316
Compliance expenses	-	1,098	-	1,098	843
Legal and professional	<u>-</u>	<u>35,574</u>	<u>1,080</u>	<u>36,654</u>	<u>54,023</u>
	<u>175,601</u>	<u>72,180</u>	<u>16,363</u>	<u>264,144</u>	<u>253,012</u>

8 PARENT CHARITY'S CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 6) £	Support & governance costs (see note 7) £	Totals £
Church	7,364,336	-	7,364,336
Support Cost	-	289,915	289,915
Governance	<u>-</u>	<u>72,180</u>	<u>72,180</u>
	<u>7,364,336</u>	<u>362,095</u>	<u>7,726,431</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

Note 8 continued

ANALYSIS OF PARENT CHARITY'S DIRECT COSTS OF CHARITABLE ACTIVITIES

	2022	2021
	£	£
Staff costs	1,609,958	1,454,273
Church planting & evangelism	278,112	175,563
Joint ministries expenses	45,066	38,354
Catering, refreshments and seminars	151,375	31,282
Gifts, welfare and charitable donations	109,664	166,462
Premises expenses	473,937	436,082
Rent for churches & manses	1,423,765	934,294
Motor, travel, accommodation & subsistence	498,440	353,852
Presiding Elders expenses	-	11,433
Volunteer expenses	24,462	25,083
Equipment maintenance	89,349	72,445
Birmingham College donation	590,232	277,489
Congregational insurance	70,364	63,168
Bank charges	31,186	18,163
Youth conference	964,849	-
Audio visual expenses	9,419	17,778
Souvenirs & calendars expenses	22,494	10,749
Blankson Foundation expense	17,000	10,400
General charitable expenses	5,022	200
Gain on disposal	-	(11,248)
Depreciation	782,443	756,372
Interest payable and similar charges	167,199	112,705
	<u>7,364,336</u>	<u>4,954,899</u>

8b. PARENT CHARITY'S SUPPORT AND GOVERNANCE COSTS

	Other	Governance	Totals
	£	costs	£
Support Cost	289,915	-	289,915
Governance	<u>-</u>	<u>72,180</u>	<u>72,180</u>
	<u>289,915</u>	<u>72,180</u>	<u>362,095</u>

Support costs, included in the above, are as follows:

OTHER

	2022	2021
	Support	Total
	Cost	activities
	£	£
Training expenses	162,797	62,594
General administration expenses	-	1,573
Travel and subsistence expenses	3,181	1,199
Printing, postage & stationery expenses	54,541	28,133
Telephone & internet expenses	35,652	37,154
Software and website expenses	33,744	62,855
	<u>289,915</u>	<u>193,508</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

GOVERNANCE COSTS

	2022	2021
	Governance	Total
	£	activities
		£
Audit fees	33,122	31,500
Trustees meeting expenses	2,386	6,316
Compliance expenses	1,098	843
Legal and professional fees	<u>35,574</u>	<u>51,639</u>
	<u>72,180</u>	<u>90,298</u>

9. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation - owned assets	816,220	786,441
Depreciation – assets held under HP	19,648	8,009

10. STAFF COSTS

	2022	2021
	£	£
Wages and salaries	1,517,574	1,337,744
Social security costs	26,367	18,569
Other pension costs	<u>226,498</u>	<u>183,641</u>
	<u>1,770,439</u>	<u>1,539,954</u>

The average monthly number of employees during the year was as follows:

	2022	2021
Pastors	40	38
Finance	2	4
Administrative	17	16
Academic	<u>3</u>	<u>3</u>
	<u>62</u>	61

No employees received emoluments in excess of £60,000.

TRUSTEES' REMUNERATION AND BENEFITS

Seven trustees by virtue of their position as Pastors of the Church received a salary as stated in their conditions of service approved by the National Council for the year under review.

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

11. GROUP TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £
COST			
At 1st January 2022	16,651,289	3,245,908	1,380,916
Additions	<u>1,244,048</u>	<u>644,202</u>	<u>109,962</u>
At 31st December 2022	<u>17,895,337</u>	<u>3,890,110</u>	<u>1,490,878</u>
DEPRECIATION			
At 1st January 2022	2,823,912	506,673	1,169,366
Charge for year	<u>307,791</u>	<u>82,359</u>	<u>146,459</u>
At 31st December 2022	<u>3,131,703</u>	<u>589,032</u>	<u>1,315,825</u>
NET BOOK VALUE			
At 31st December 2022	<u>14,763,634</u>	<u>3,301,078</u>	<u>175,053</u>
At 31st December 2021	<u>13,827,377</u>	<u>2,739,235</u>	<u>211,550</u>

11. TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1st January 2022	865,715	631,949	22,775,777
Additions	<u>316,781</u>	<u>147,385</u>	<u>2,462,378</u>
At 31st December 2022	<u>1,182,496</u>	<u>779,334</u>	<u>25,238,155</u>
DEPRECIATION			
At 1st January 2022	666,490	468,810	5,635,251
Charge for year	<u>186,464</u>	<u>112,795</u>	<u>835,868</u>
At 31st December 2022	<u>852,954</u>	<u>581,605</u>	<u>6,471,119</u>
NET BOOK VALUE			
At 31st December 2022	<u>329,542</u>	<u>197,729</u>	<u>18,767,036</u>
At 31st December 2021	<u>199,225</u>	<u>163,139</u>	<u>17,140,526</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

11. PARENT CHARITY TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £
COST			
At 1st January 2022	16,651,289	1,873,217	1,343,864
Additions	<u>1,244,048</u>	<u>-</u>	<u>109,962</u>
At 31st December 2022	<u>17,895,337</u>	<u>1,873,217</u>	<u>1,453,826</u>
DEPRECIATION			
At 1st January 2022	2,823,912	476,419	1,160,836
Charge for year	<u>307,791</u>	<u>37,464</u>	<u>137,929</u>
At 31st December 2022	<u>3,131,703</u>	<u>513,883</u>	<u>1,298,765</u>
NET BOOK VALUE			
At 31st December 2022	<u>14,763,634</u>	<u>1,359,334</u>	<u>155,061</u>
At 31st December 2021	<u>13,827,377</u>	<u>1,396,798</u>	<u>183,028</u>

PARENT CHARITY TANGIBLE FIXED ASSETS - continued

	Fixtures and fittings £	Motor vehicles £	Totals £
COST			
At 1st January 2022	856,970	631,950	21,357,290
Additions	<u>316,781</u>	<u>147,385</u>	<u>1,818,176</u>
At 31st December 2022	<u>1,173,751</u>	<u>779,335</u>	<u>23,175,466</u>
DEPRECIATION			
At 1st January 2022	666,490	468,810	5,596,467
Charge for year	<u>186,464</u>	<u>112,795</u>	<u>782,443</u>
At 31st December 2022	<u>852,954</u>	<u>581,605</u>	<u>6,378,910</u>
NET BOOK VALUE			
At 31st December 2022	<u>320,797</u>	<u>197,730</u>	<u>16,796,556</u>
At 31st December 2021	<u>190,480</u>	<u>163,140</u>	<u>15,760,823</u>

Fixed assets, included in the above, which are held under hire purchase contracts are - £75,146 (2021 - £20,283)

THE CHURCH OF PENTECOST-UK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

12a. GROUP DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Gift aid	716,947	361,705
Staff loan	21,036	18,161
Debtors and prepayments	<u>256,311</u>	<u>226,729</u>
	<u>994,294</u>	<u>606,595</u>

12b. PARENT CHARITY DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Gift aid	716,947	361,705
Staff loan	21,036	18,161
Debtors & prepayments	<u>156,883</u>	<u>138,873</u>
	<u>894,866</u>	<u>518,739</u>

13. GROUP CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts (see note 15)	437,130	327,883
Hire purchase (see note 16a)	11,111	3,118
Social security and other taxes	29,170	-
Other creditors	125,891	206,252
Accruals and deferred income	<u>81,206</u>	<u>39,450</u>
	<u>684,508</u>	<u>576,703</u>

14. PARENT CHARITY CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022	2021
	£	£
Bank loans and overdrafts (see note 15)	437,130	353,741
Hire purchase (see note 16a)	11,111	3,118
Social security and other taxes	25,272	-
Other creditors	80,707	156,571
Amount owed to subsidiary (BCC)	34,615	-
Accruals	<u>31,501</u>	<u>30,904</u>
	<u>620,336</u>	<u>544,334</u>

15. GROUP CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	2021	2021
	£	£
Bank loans	3,690,883	3,169,249
Hire purchase	<u>74,831</u>	<u>17,165</u>
	<u>3,765,714</u>	<u>3,186,414</u>

THE CHURCH OF PENTECOST-UK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

16. LOANS

An analysis of the maturity of loans is given below:

	2022	2021
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>437,130</u>	<u>327,883</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>3,690,883</u>	<u>3,169,249</u>

16a. HIRE PURCHASE AGREEMENTS

Payments under hire purchase fall due as follows:

	2022	2021
	£	£
Net obligations repayable:		
Within one year	11,111	3,118
Within one and five years	<u>74,831</u>	<u>17,165</u>
	<u>85,942</u>	<u>20,283</u>

17. ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS

	Unrestricted	Restricted	2022	2021
	fund	fund	Total	Total
	£	£	funds	funds
	£	£	£	£
Fixed assets	17,902,407	1,014,629	18,767,036	17,140,526
Current assets	1,983,338	2,309,261	4,442,599	4,306,065
Current liabilities	(684,508)	-	(684,508)	(576,703)
Long term liabilities	<u>(3,765,714)</u>	<u>-</u>	<u>(3,765,714)</u>	<u>(3,186,414)</u>
	<u>15,435,523</u>	<u>3,328,890</u>	<u>18,759,413</u>	<u>17,683,474</u>

THE CHURCH OF PENTECOST-UK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

MOVEMENT IN FUNDS - continued

GROUP MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	15,174,872	260,651	15,435,523
Restricted funds			
Restricted Fund	2,508,602	815,288	3,323,890
TOTAL FUNDS	<u>17,683,474</u>	<u>1,075,939</u>	<u>18,759,413</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	6,978,074	(5,305,915)	1,672,159
TOTAL FUNDS	<u>6,978,074</u>	<u>(5,305,915)</u>	<u>1,672,159</u>

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	13,776,011	1,672,159	15,448,170
Restricted funds			
Restricted Fund	2,235,304	-	2,235,304
TOTAL FUNDS	<u>16,011,315</u>	<u>1,672,159</u>	<u>17,683,474</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

18 ANALYSIS OF PARENT CHARITY NET ASSETS BETWEEN FUNDS

	Unrestricted funds	Restricted fund	2022 Total funds	2021 Total funds
	£	£	£	£
Fixed assets	16,796,556	-	16,796,556	15,760,823
Current assets	2,664,541	1,662,434	4,326,975	4,186,841
Current liabilities	(730,050)	109,714	(620,336)	(544,334)
Long term liabilities	(4,302,827)	537,113	(3,765,714)	(3,186,414)
	<u>14,428,220</u>	<u>2,309,261</u>	<u>16,737,481</u>	<u>14,764,857</u>

PARENT CHARITY MOVEMENT IN FUNDS

	At 1.1.22	Net movement in funds	At 31.12.22
	£	£	£
Unrestricted funds			
General fund	14,572,943	(144,723)	14,428,220
Restricted funds			
Charitable activities	1,643,973	665,288	2,309,261
TOTAL FUNDS	<u>16,216,916</u>	<u>520,565</u>	<u>16,737,481</u>

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

	Incoming resources	Resources expended	Movement in funds
	£	£	£
Unrestricted funds			
General fund	7,564,708	(7,709,431)	(144,723)
Restricted funds			
Charitable activities	682,288	(17,000)	665,288
TOTAL FUNDS	<u>8,246,996</u>	<u>(7,726,431)</u>	<u>520,565</u>

Comparatives for movement in funds

	At 1.1.21	Net movement in funds	At 31.12.21
	£	£	£
Unrestricted funds			
General fund	13,394,182	1,178,761	14,572,943
Restricted funds			
Charitable activities	1,370,675	273,298	1,643,973
TOTAL FUNDS	<u>14,764,857</u>	<u>1,452,059</u>	<u>16,216,916</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	6,407,066	(5,228,305)	1,178,761
Restricted funds			
Charitable activities	283,698	(10,400)	273,298
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>6,690,764</u>	<u>(5,238,705)</u>	<u>1,452,059</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	13,394,182	1,034,038	14,428,220
Restricted funds			
Charitable activities	1,370,675	938,586	2,309,261
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>14,764,857</u>	<u>1,972,624</u>	<u>16,737,481</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	13,971,068	(12,937,030)	1,034,038
Restricted funds			
Charitable activities	965,986	(27,400)	938,586
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>14,937,054</u>	<u>(12,964,430)</u>	<u>1,972,624</u>

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

19. GROUP MOVEMENT IN RESTRICTED RESERVES

Fund	As at 1.1.21	Incoming	Expenditure	As at 31.12.2022
	£	£	£	£
BCC	14,994	150,000		164,994
BCC offering	-	22,377	-	22,377
Retirement	155,820	16,293		172,113
Motor van	11,380			11,380
Building	2,252,246	627,089		2,879,335
Blankson Foundation	74,162	16,529	(17,000)	73,691
	<u>2,508,602</u>	<u>832,288</u>	<u>(17,000)</u>	<u>3,323,890</u>

20. RELATED PARTY DISCLOSURES

1. The Parent Charity made donations totalling £590,232 (2021 - £277,489) to Birmingham Christian College (BCC) during the year. The full amount was eliminated on consolidation.
2. The salary of the Rector of BCC is paid by the Parent Charity and was not recognised in the subsidiary.
3. The Parent Charity obtained a loan from The Charity Bank to finance the BCC capital project. The amount outstanding at the year-end was £488,845. Interest paid during the year was £15,243. Monthly repayments are made by the Parent company.
4. The Parent Charity paid £114,314 to BCC for training of Ministers and Lay leaders.
5. During the year under review the charity made payments on the payroll to related parties of the trustees totalling £53,324 (2021 - £32,100). The breakdown is as follows:

	2022	2021
	£	£
Mrs A Sam	4,800	7,200
Mrs E Afriyie	4,800	7,200
Mrs C Appiah	8,400	8,400
Mrs A Frempong Boadu	10,800	9,300
Mrs Joyce Donkor	24,524	5,850

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

21. COMMITMENT UNDER OPERATING LEASE

The subsidiary charity, Birmingham Christian College had annual commitments for equipment under non-cancellable leases. Operating lease payments are as follows:

	2022	2021
	£	£
Within one year	9,157	9,157
In one to two years	9,157	9,157
In two to five years	<u>6,361</u>	<u>6,361</u>
	<u>24,675</u>	<u>24,675</u>

22. POST BALANCE SHEET EVENT

The trustees of the charity have agreed the purchase of land on the East Side of Hatcham Road also known as 12 - 38 Hatcham Road, London SE15 1TW for a price of £4.6m. The purchase was completed on 18 September 2023. This was financed with a loan from Greymax Ltd.

THE CHURCH OF PENTECOST - UK

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Tithes and offerings	6,771,605	5,927,942
Joint services offering	31,185	58,653
Gift aid receivable	400,000	300,000
Blankson Foundation donations	16,529	7,093
Youth conference	263,132	-
Joint Ministries offering	35,329	50,076
BCC offering	22,377	-
Pension offering	16,293	15,118
Building Fund offering	627,089	246,493
Donations received by BCC	<u>153,167</u>	<u>15,174</u>
	8,336,706	6,620,549
Investment income		
Deposit account interest	4,122	229
Charitable activities		
Other income	13,268	14,860
Rental income	240,685	155,608
Academic income	<u>181,194</u>	<u>187,534</u>
	<u>435,147</u>	<u>358,002</u>
Total incoming resources	8,775,975	6,978,780
EXPENDITURE		
Charitable activities		
Wages	1,517,574	1,337,744
Social security	26,367	18,569
Pensions	226,498	183,641
Church plant & evangelism	278,112	175,563
Joint ministries expenses	45,066	38,354
Retreats and conferences	-	31,282
Gifts, welfare & donations	109,664	166,462
Premises expenses	675,445	586,598
Rent - churches & manses	1,423,765	934,294
Motor, travel, subsistence and accommodation	506,185	353,852
Presiding Elders expenses	-	11,433
Volunteer expenses	24,462	25,083
Equipment maintenance	89,349	72,445
Insurance	88,042	77,406
Carried forward	5,010,529	4,012,726

THE CHURCH OF PENTECOST - UK

NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31ST DECEMBER 2022

	2022	2021
	£	£
Charitable activities		
Brought forward	5,010,529	4,012,726
Bank charges	32,346	18,924
Youth conference	964,849	-
Audio visual expenses	9,419	17,778
Souvenirs & calendars expenses	22,494	10,749
Blankson Foundation expenses	17,000	10,400
General charitable expenses	5,021	202
Gain/(loss) on disposal	-	(11,248)
Communication cost	41,064	23,551
Freelance consultants	12,347	18,575
Validation & accreditation fee	58,119	22,765
Subscription and licences	4,398	-
Bad debts	42,257	-
Library expenses	-	8,593
Advertising and marketing	(1,006)	9,232
Student bursaries, accommodation and graduation	59,224	3,500
Catering and refreshments	154,764	-
Depreciation-Freehold property	307,791	284,492
Depreciation-Long leasehold	82,359	67,718
Depreciation-Plant and machinery	146,459	170,780
Depreciation-Fixtures and fittings	186,464	179,483
Depreciation-Motor vehicles	112,795	92,684
Interest payable	<u>167,199</u>	<u>112,705</u>
	7,435,892	5,052,903
Support costs		
Other		
Training expenses	49,160	16,069
General administration expense	-	2,925
Travel and subsistence	3,181	2,253
Printing, postage & telephone	65,047	32,857
Telephone and internet	35,652	37,154
Software and website	<u>33,744</u>	<u>63,572</u>
	186,784	154,830
Governance costs		
Audit fees	37,222	37,000
Trustees meeting expenses	2,386	6,316
Compliance expenses	1,098	843
Legal and professional fees	<u>36,654</u>	<u>54,023</u>
	<u>77,360</u>	<u>98,182</u>
Total resources expended	<u>7,700,036</u>	<u>5,306,621</u>
Net income before gains and losses	<u>1,075,939</u>	<u>1,672,159</u>
Realised recognised gains and losses		
Carried forward	1,075,939	1,672,159