



**Church
Accruals Accounts
2022-23**

THE METHODIST CHURCH

**STANDARD FORM OF ACCOUNTS
ACCRUALS BASIS
FOR THE YEAR ENDED 31 AUGUST 2023**

<div>Loughton Methodist</div>	Church	Church no	<div>35/33</div>
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Registered Charity - Registration number	<div>1126831</div>
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Church Chair	<div>Revd Sue Creighton</div>
Church Stewards	<div>Jill Geddes</div> <div>Sharon Heather</div> <div>Paul Davies</div> <div>Stephen Murray</div> <div>Margaret Donoghue</div>
Church Treasurer	<div>Martin Howarth</div>

LOUGHTON METHODIST CHURCH

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 AUGUST 2023

Introduction

- 1.1** The Loughton Methodist Church serves to enable and support the local community. The Chair - Revd Sue Creighton works together with a team of paid and voluntary officers to support and develop the life of the Church.

On 20 November 2008, the Church was entered into the Register of Charities and the Charity Number is 1126831.

The Managing Trustees of the Loughton Church are the members of the Church Council which meets generally 3 - 5 times per year to consider the work of God in the Church and the general management of the Church and its business. The membership of the Council is governed by the Standing Orders of the Methodist Church. The officers of the Church who are appointed by the Church Council to act upon its behalf comprise the Minister, the Ministerial Staff Team, the Church Stewards and the Church Financial Steward (treasurer).

2 Objectives and Activities

2.1 Aims and organisation

The aims of the Church Council through its officers are twofold:

- to secure and sustain the Church's viability and future
- to give assurance to the general public that the Church, which is a charity, intends to use all of the money coming into its care for the purpose of the charity.

2.2 Loughton Methodist Church Calling and Vision

The Church's vision and calling document states "At LMC we are committed to sharing life, doing mission and building community. We believe this honours Christ's call, builds God's Kingdom and brings transformation." The church will achieve this by:

- Sharing life through worship, small groups, rites of passage, pastoral care, listening, encouraging one another and social activities
- By engaging in God's mission of justice, hope and peace for the world. The church listens and responds to God's call to bring change and transformation
- Building community through welcome, respect, acceptance, tolerance, inclusivity and providing a sense belonging

During the year ended 31 August 2021 the Loughton Methodist Church council took over the responsibility for the Loughton Trinity Debden Church. The income and expenditure relating to the church is included in the SOFA on page 9 for year ended 31 August 2022 and year ended 31 August 2023.

3 Review of progress and achievements

3.1 Loughton Methodist Church Annual Report

A verbal report of the Loughton Methodist Church was presented to the Annual Church meeting, which gave full details of the activities of the Church.

LOUGHTON METHODIST CHURCH

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 AUGUST 2023

3.2 Plans for future years

- To develop our 5 year calling and vision by promoting the use of the upgraded community café and welcome area to develop a community hub
- Promote and encourage new leadership across the life of the church and equip, train and support new and existing leaders

4 Financial Plans and Review

- The Church's financial requirements are reviewed each year in the context of the aims listed above and the local congregation are invited to make offers of a share in meeting the total cost.
- The annual budget includes a provision for the general maintenance of the Church property, however, if large expenditure is needed within the year to maintain Church property, the work needed will be agreed and authorised on a case by case basis. The funding of large capital requirements is reviewed on a case by case basis and grants applied for where necessary.
- Church income is drawn primarily from the offerings and letting. During the year offerings increased to £86,333 (2022: £85,516).
- Rental income was received during the year from the letting of halls to external groups. During the year letting income increased to £83,246 (2022: £73,560).
- Expenditure increased to £291,350 (2022: £259,739) as the property expenses regarding the Wesley café refurbishments are included.
- At 31 August 2023, unrestricted reserves, excluding the property fund, stood at £269,445 (2022: £302,686).

Unrestricted Funds

- General Fund – this fund together with other unrestricted funds represent at least six months expenditure of the Church's general activities and whilst this represents a significant sum, it is considered important that this level of funding be maintained to meet unexpected expenditure. The balance at the year end was £9,420,662 after adjustments for accruals, including £9,159,064 relating to the Church property within the Church but where the title lies with the Trustees for Methodist Church Purposes.
- Designated Fund - For specific purposes, but not restricted by document or deed to that purpose only. Balance at the year end was £7,847 (2022: £30,011).

Restricted Funds

- For specific purposes and restricted by document or deed to that purpose only. The balance at the year end was £6,971 (2022: £Nil).

LOUGHTON METHODIST CHURCH

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 AUGUST 2023

4.1 Investment Policy

The investment of surplus funds is operated through the Central Finance Board (CFB) of the Methodist Church. CFB aims to provide high quality investment service seeking above average returns for long term investors, whilst ensuring that the securities held by all its funds are in line with the ethical policy of the Methodist Church. The Church has its funds in a deposit account with CFB.

4.2 Reserves Policy

Our Reserves Policy relates to our unrestricted funds which are freely available for any or all of the purposes of the Church. It is our policy to hold at least six months expenditure in hand to enable us to meet any calls for funding requirements.

5 Trustees Responsibilities

For each financial year ending 31 August, the trustees are required to prepare financial statements that give a true and fair view of the Church's financial activities during the year and of its financial position at the end of the year. In preparing these financial statements, the Trustees must:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare accounts to comply with the Charities SORP;
- follow applicable accounting standards subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Charity will continue in operation.

The trustees are responsible for ensuring that sufficient accounting records are kept which disclose with reasonable accuracy at any time the financial position of the Methodist Church - Loughton Church and enables them to ensure that the financial statements comply with the law and Standing Orders of the Methodist Church.

They are also responsible for safeguarding the assets of the Church and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

5.1 Risk Management

The Church has been considering the various risks facing the Church and the impact and the likelihood of issues happening, which will be reviewed every few years.

The headings under which the risks are being categorised include:

- Governance Risks including Trustees' Responsibilities
- Operational Risks including Resources, People and Property
- Financial Risks
- External Risks and Legal Risks

LOUGHTON METHODIST CHURCH

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 AUGUST 2023

6 Structure, governance and management

6.1 Structure

The Loughton Methodist Church is an unincorporated association and is governed by the Methodist Church Act 1976, the deed of Union and the Model Trust Deeds of the Methodist Church. It was registered with the Charity Commissioners on 20 November 2008.

Churches are the coordinating charities for local public. Most decisions are made at or ratified by the Church Council. The Methodist Conference meets once each year as the supreme denominational body for all Methodist Churches.

- 1 Overall regulatory authority rests with the Methodist Conference.
- 2 The Connexional office implements decisions made by Conference and is also responsible for the stationing of presbyters and deacons (collectively known as ministers) in individual Churches within the Circuit.
- 3 The Church Council passes regulatory control down to church councils for local implementation by the presbyter, the Church Stewards, and other officers, and this regulatory authority is then exercised by church councils as Managing Trustees of their charity.

6.2 Purpose of the Church

The purposes of the Loughton Methodist Church are and deemed to have been since the date of the union the advancement of:

- a the Christian faith in accordance with the doctrinal standards and the discipline of the Methodist Church, and
- b any charitable purposes for the time being of any connexional, District, Circuit, local or other organisation of the Methodist Church, and
- c any charitable purpose for the time being of any society or institution subsidiary or ancillary to the Methodist Church, and
- d any purpose for the time being of any charity being a subsidiary or ancillary of the Methodist Church.

The primary purpose of this Church is to advance the mission of the Church in the local community.

- 1 providing opportunities for Churches to work together and support each other
- 2 offering to Churches resource of finance, personnel and expertise.

6.3 Governance

Detailed governance arrangements are outlined within the Constitutional Practice and Discipline of the Methodist Church by the order of the annual conference (CPD).

Day to day management of the Church is undertaken by the Church Leadership Team, the Church Finance and Property Committee and the Church Coordination Group.

6.4 Public Benefit Requirement

The trustees had due regard to the guidance published by the Charities Commission in compliance with its duties under section 4 of the Charities Act 2011.

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 Church exists to:

- increase awareness of God's presence and to celebrate God's love;
- help people to learn and grow as Christians, through mutual support and care; and
- be a good neighbour to people in need and challenge injustice.

The trustees consider that for these reasons the charity meets these public benefit requirements.

LOUGHTON METHODIST CHURCH

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31 AUGUST 2023

6.5 Related Parties

The Church is part of the Forest Methodist Circuit and is also accountable to the Methodist Conference.

7 Reference and Administration Details

- 7.1** The full name of the Charity is Loughton Methodist Church.
- 7.2** The Loughton Methodist Church is registered as a charity with the Charity Commission in England and Wales. The organisation's Charity No is 1126831.
- 7.3** The address of the Church for correspondence is 260 High Road, Loughton, Essex, IG10 1RB. The name of the person to whom correspondence should be addressed is the Minister.
- 7.4** The trustees who served during the year are listed on the last page of these financial statements.

The Church's Bankers are: CAF Bank, Barclays Bank Plc and the Central Finance Board of the Methodist church "CFB".

- 7.5** Investments managed by the Church are held by Trustees for Methodist Church Purposes "TMCP"

7.6 Trustee Training

A range of guidance produced by Methodist Connexion to support the effective running of the Church, specifically the leaflet 'The role of a Trustee in the Methodist Church' is given to all new Church Council members as induction to their role as trustees.

7.7 Disclosure of information to auditors

In so far as the trustees are aware:

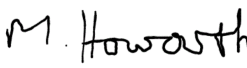
- there is no relevant audit information of which the Charity's auditors are unaware; and
- the trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

7.8 Auditors

The auditors Clay Ratnage Strevens & Hills had been reappointed as auditors to the Church for this year.

28/6/2024

Approved by the managing trustees on and signed on their behalf by:


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Martin Howarth
Treasurer

LOUGHTON METHODIST CHURCH

INDEPENDENT AUDITORS' REPORT

TO THE TRUSTEES OF THE LOUGHTON METHODIST CHURCH

Opinion

We have audited the financial statements of Loughton Methodist Church (the 'charity') for the year ended 31 August 2023 which comprise Statement of Financial Activities, the Balance Sheet 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, 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 31 August 2023, 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; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis of 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the 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.

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 there is a material misstatement in the financial statements or a material misstatement 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 in this regard.

LOUGHTON METHODIST CHURCH

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE TRUSTEES OF THE LOUGHTON METHODIST CHURCH

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
- the financial statements are not in agreement with the accounting records; 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 3, the trustees are responsible for the preparation of financial statements which 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 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act.

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.

To identify risks of material misstatement due to fraud ("fraud risks") we assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. Our risk assessment procedures included:

- Obtaining an understanding of the legal and regulatory frameworks applicable to the charity.
- Obtained an understanding of how the charity is complying with those legal and regulatory frameworks by making enquiries to the trustees.
- The susceptibility of the charity's financial statements to material misstatement caused by fraud or other irregularities were assessed with the following procedures:
 - Identifying and assessing the design effectiveness of controls which trustees have in place to prevent and detect fraud
 - Understanding how those charged with governance considered the potential for override of controls and management biases
 - Identifying and testing journal entries, in particular any journal entries posted with unusual account combinations

Potential fraud risks that had been identified throughout the planning and commencement of the audit were communicated to the audit team.

LOUGHTON METHODIST CHURCH

INDEPENDENT AUDITORS' REPORT (CONTINUED)

TO THE TRUSTEES OF THE LOUGHTON METHODIST CHURCH

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. The 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. This risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

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 auditor's report.

Clay Ratnage Strevens & Hills

Clay Ratnage Strevens & Hills
Chartered Accountants
& Statutory Auditors

Suite D, The Business Centre
Faringdon Avenue
Romford, Essex RM3 8EN

Date: 1/7/2024

Clay Ratnage Strevens & Hills is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

LOUGHTON METHODIST CHURCH

Church No. 35/33

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 AUGUST 2023

	Note	General Fund (Unrestricted)	Designated Funds (Unrestricted)	Other Funds (Restricted)	Endowment Funds	Total 2022-23	Total 2021-22
		£	£	£	£	£	£
Income							
Donations and Legacies	2	38,155	-	4,684	-	42,839	47,631
Interest and Investment Income		2,853	156	-	-	3,009	589
Other income	3	27,068	-	-	-	27,068	25,286
Offerings and Tax recoverable	4	86,333	-	-	-	86,333	85,516
Connexional Advance and Property Fund		-	-	-	-	-	-
Capital Receipts		-	-	-	-	-	-
Grants	5	2,875	-	19,710	-	22,585	12,875
Lettings		83,246	-	-	-	83,246	73,560
Total Income		240,530	156	24,394	-	265,080	245,457
Expenditure							
Grants and Donations	6	5,770	-	-	-	5,770	6,120
Salaries and associated costs	7	91,759	-	-	-	91,759	85,336
Property (incl Ins., C tax, utilities etc)	8	64,248	-	11,835	-	76,083	54,240
Office Expenses (Admin., tel. travel etc.)	9	8,358	-	-	-	8,358	7,329
Circuit assessment		71,594	-	-	-	71,594	67,269
Depreciation		12,475	-	5,588	-	18,063	9,795
Other Expenditure (incl training)	10	15,319	-	-	-	15,319	25,462
Audit	11	4,404	-	-	-	4,404	4,188
Capital Expended		-	-	-	-	-	-
Total Expenditure		273,927	-	17,423	-	291,350	259,739
Net Income/(Expenditure)		(33,397)	156	6,971	-	(26,270)	(14,282)
Transfers between funds		22,320	(22,320)	-	-	-	-
Sub Total		(11,077)	(22,164)	6,971	-	(26,270)	(14,282)
Gains/(losses) on revaluation of fixed assets		-	-	-	-	-	-
Net investment in funds		(11,077)	(22,164)	6,971	-	(26,270)	(14,282)
Total funds brought forward from last year		9,431,739	30,011	-	-	9,461,750	9,476,032
Total funds carried forward at end of year		9,420,662	7,847	6,971	-	9,435,480	9,461,750

For information only: Money received and passed on to External Organisations

Balance brought forward from last year

Offerings/Gifts - received for External Organisations

Offerings/Gifts - passed to External Organisations

Balance still to be paid

(110)	87
(5,316)	(4,691)
5,003	4,494
(423)	(110)

The notes on pages 11 to 16 form part of these accounts.

LOUGHTON METHODIST CHURCH

Church No. 35/33

BALANCE SHEET

AS AT 31 AUGUST 2023

Notes	General Fund (Unrestricted)	Designated Funds (Unrestricted)	Other Funds (Restricted)	Endowment Funds	Total 2023	Total 2022
	£	£	£	£	£	£

Tangible Fixed Assets

Church Property and other fixed assets	12	9,247,585	-	-	-	9,247,585	9,180,096
Investment properties		-	-	-	-	-	-
Investments		-	-	-	-	-	-
Total fixed assets		9,247,585	-	-	-	9,247,585	9,180,096

Debtors and Prepayments	13	50,803	-	52,577	-	103,380	18,268
Central Finance Board and Trustees for Methodist Church Purposes deposits etc	14	66,774	-	-	-	66,774	58,338
Cash at Bank and in hand	15	83,485	7,847	4,684	-	96,016	219,535
Total current assets		201,062	7,847	57,261	-	266,170	296,141

Creditors and Accruals (due in under one year)	16	27,985	-	50,290	-	78,275	14,487
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Net current (liabilities)/assets		173,077	7,847	6,971	-	187,895	281,654
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Total assets less current liabilities		9,420,662	7,847	6,971	-	9,435,480	9,461,750
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Long term liabilities

Loans to the Church		-	-	-	-	-	-
Grants Payable	17	-	-	-	-	-	-
Other liabilities due after one year		-	-	-	-	-	-

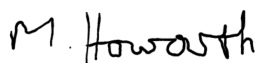
Net assets		9,420,662	7,847	6,971	-	9,435,480	9,461,750
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Funds of the Church

General Fund (Unrestricted)	18	9,420,662	-	-	-	9,420,662	9,431,739
Designated Funds (Unrestricted)	18	-	7,847	-	-	7,847	30,011
Total Unrestricted funds		9,420,662	7,847			9,428,509	9,461,750
Other Funds (Restricted)	18	-	-	6,971	-	6,971	-
Endowment Funds (Restricted)	18	-	-	-	-	-	-
Total Restricted funds				6,971		6,971	-
Total Funds		9,420,662	7,847	6,971	-	9,435,480	9,461,750

28/6/2024

Approved by the managing trustees on and signed on their behalf by:



Martin Howarth

Treasurer

The notes on pages 11 to 16 form part of these accounts.

LOUGHTON METHODIST CHURCH**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31 AUGUST 2023**

1 Accounting framework and accounting policies**i Accounting framework**

The financial statements have been prepared in accordance with 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

ii Public benefit entity

The Church meets the definition of a public benefit entity under FRS 102.

iii Basis

These accounts have been prepared on the basis of historical cost except that Church Property is shown at their market value at the end of the year, on the accruals basis to show a true and fair view of the Church's financial position and activities. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes below.

iv Content

The financial information presented is relevant, reliable, comparable and complete. Where estimates are used these are based on experience, research and judgement. The accounts are expressed in £Sterling, rounded to the nearest pound.

v Going concern

Based on the monetary assets and human resources available at 31 August 2023, the trustees believe that the Church is a going concern.

vi Income recognition

Income is brought into account when it is more likely than not that the economic benefit of the income will accrue to the Church. No attempt is made to measure the value of services donated by volunteers. In accordance with the Charities SORP (FRS 102), the time of volunteers is not recognised.

vii Expenditure

This is recognised when a liability is incurred, or a constructive obligation arises, that results in the payment being unavoidable. Liabilities are recognised as soon as an outflow of economic benefit is considered more likely than not under the legal or constructive obligation committing the Church to pay out resources.

viii Grants

Grants are recognised annually only as and when any performance conditions attaching to the award are met, even when the award is for a recurrent grant over more than one year. All grants awarded for payment in future financial years are conditional on the Grants Committee being satisfied, on the basis of progress reports from the grantee, that the grant's achievements to date justify the payment of further instalments of that grant. Such commitments are noted as contingent liabilities and included within other relevant designated fund in these accounts.

LOUGHTON METHODIST CHURCH

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31 AUGUST 2023

ix VAT

Since the Church is not VAT registered, all input VAT is charged with the expenses to which it relates.

x Tangible fixed assets

These are capitalised if they can be used for more than one year. The Church Property is shown in the accounts at market valuation at the end of the financial year.

Other fixed assets have been depreciated using the straight-line method over their estimated useful life of either four or ten years.

xi Debtors and creditors; bank and cash

Debtors are stated at the amounts owed to the Church or prepaid. Creditors are initially recognised at settlement amount after any trade discounts, where normal credit terms apply, or amount advanced to the Church. Subsequently creditors that are current liabilities are measured at the cash or other consideration expected to be paid. The liquid funds of bank balances and deposit account balances are shown at the realisable values.

xii Ministers' manse costs

The Church is not required to provide accommodation for the Minister and his / her family. This is the responsibility of the Circuit.

xiii Financial Instruments

The Church has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

xiv Church information

The Loughton Methodist Church is an unincorporated Charity in England and Wales. The principal correspondence address is 260 High Road, Loughton, Essex IG10 1RB. The Church's objectives and activities are detailed in the Trustees' Report.

LOUGHTON METHODIST CHURCH**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31 AUGUST 2023**

2	Donations and legacies	2022-23	2021-22
	Donation and gift day	6,703	16,876
	Donation (Flower fund)	519	278
	Church Vision Fund	3,000	-
	Special donations	25,000	-
	Bosnia Fund	3	12
	Café refurbishment donations	2,267	-
	Cheerful Giving - Children	R 2,320	-
	Cheerful Giving - Building for future	R 2,364	-
	Cheerful Giving - Calling and vision	663	-
	Property project fund - Various donations	-	465
	Trinity donation for development	-	30,000
		<u>42,839</u>	<u>47,631</u>
3	Other income	2022-23	2021-22
	Welcome area receipts	24,981	20,627
	Children youth and families	12	-
	Bookstall fund	60	999
	Holiday club	2,015	1,673
	Falcon's flight	-	1,751
	Trinity - Street party	-	236
		<u>27,068</u>	<u>25,286</u>
4	Offerings and tax recoverable	2022-23	2021-22
	Offerings	72,579	71,168
	Tax recoverable	13,754	14,348
		<u>86,333</u>	<u>85,516</u>
5	Grants and donations received	2022-23	2021-22
	Art Council grant	-	10,000
	Grant - Epping Forest District Council	2,875	2,875
	Grant - DAF and Circuit re café refurbishment	R 19,710	-
		<u>22,585</u>	<u>12,875</u>
6	Grants and donations paid	2022-23	2021-22
	Donations paid	5,020	4,560
	Contributions to Connexional and circuit funds	750	1,560
		<u>5,770</u>	<u>6,120</u>

LOUGHTON METHODIST CHURCH**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31 AUGUST 2023**

7	Salaries and associated costs	2022-23	2021-22
	Gross Pay	78,641	74,772
	Employer's National Insurance Contribution	5,913	5,240
	Employer's pension contribution to the defined benefit scheme	4,663	4,470
	Back pay for 2022/23	1,669	-
	Apprenticeship levy	393	374
	Administration cost	480	480
		<u>91,759</u>	<u>85,336</u>

The average monthly number of staff employed during the year was 4 (2022: 4).

There were no employees whose annual emoluments were £60,000 or more.

None of the trustees have been paid any remuneration or received any other benefits from an employment with the Church nor received payment for expenses.

Pension costs

The total pension cost for the Church for the year ended 31 August 2023 was £4,663 (2022: £4,470).

There were no outstanding or prepaid pension contributions at 31 August 2023 (2022: £Nil).

8	Property costs	2022-23	2021-22
	Church repairs	15,834	13,414
	Accident costs	-	703
	Insurance and utilities	14,445	5,694
	Property management and cleaning	23,336	21,336
	Heat and light	10,633	13,093
	Café refurbishment	11,835	-
		<u>76,083</u>	<u>54,240</u>

9	Office expenses	2022-23	2021-22
	Telephone	1,161	1,603
	Computer expenses	870	839
	Copier expenses	4,733	3,558
	Postage and stationery	1,594	1,329
		<u>8,358</u>	<u>7,329</u>

10	Other expenditure	2022-23	2021-22
	Pastoral work	2,799	3,835
	Sundries (incl bank charges)	222	159
	Training cost	233	385
	Welcome area cost	7,626	6,494
	Flower fund	466	389
	Life works - Falcon Flight	-	11,825
	Youth work projects	1,139	915
	Holiday club money	2,002	-
	Minister's discretionary fund	60	-
	Trinity - Expenses	285	949
	Trinity - Publicity	487	511
		<u>15,319</u>	<u>25,462</u>

11	Fees for examination or audit of the accounts	2022-23	2021-22
	Auditors' fees	2,679	2,548
	Other fees (e.g.: advice, accountancy services)	1,725	1,640
		<u>4,404</u>	<u>4,188</u>

LOUGHTON METHODIST CHURCH**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31 AUGUST 2023****12 Total Tangible Fixed Assets**

	Land and Buildings	Other Fixed Assets	Total
Cost or valuation			
Balance at 1st Sept 2022	9,159,064	155,562	9,314,626
Additions in the year	-	85,552	85,552
Write off in the year	-	-	-
Revaluations in the year	-	-	-
Balance at 31st August 2023	<u>9,159,064</u>	<u>241,114</u>	<u>9,400,178</u>
Depreciation			
Balance at 1st Sept 2022	-	134,530	134,530
Charge in the year	-	18,063	18,063
Depreciation on write off	-	-	-
Balance at 31st August 2023	<u>-</u>	<u>152,593</u>	<u>152,593</u>
Net Book Value @ 31 August 2023	<u>9,159,064</u>	<u>88,521</u>	<u>9,247,585</u>
Net Book Value @ 31 August 2022	<u>9,159,064</u>	<u>21,032</u>	<u>9,180,096</u>

The Land and Buildings (Church Property) were revalued in the year by the Trustees and there was no change in value. No depreciation is provided on the building because the trustees consider the current fair value of the church buildings (on the assumption that it had reached the end of its useful economic life by the year-end) to be not less than its current value. Any depreciation would not be material. The church property has been reviewed for impairment.

13 Debtors and prepayments

All sums paid in advance at 31 August 2023 were for purposes required during 2023-24.

	2022-23	2021-22
Prepayments and accrued income		
Circuit assessment paid in advance	18,833	17,899
Other debtors	-	369
Gift Aid tax refund due	14,147	-
Deposit paid for Iona trip	400	-
Grants receivable	70,000	-
Total	<u>103,380</u>	<u>18,268</u>

14 Trustees for Methodist Church Purposes

The funds that support the Vision Fund are held by TMCP. TMCP is the legal owner and Custodian Trustee of all Methodist Model Trust property, including Legacies, Endowments and Accumulated funds. TMCP ensure that, through providing guidance and acting under their direction, the Managing Trustees comply with charity law and Methodist law and policy as determined by the Methodist Conference.

15 Central Finance Board (CFB) and cash at bank

The Church has one current account with Barclays Bank Plc, Central Finance Board of the Methodist Church "CFB", two accounts with CAF Bank and one deposit account with Shawbrook Bank, all are authorised institutions. The sums held on the account are immediately available. In addition, the Church has one deposit account at CFB. Interest is earned on this CFB account and credited monthly.

LOUGHTON METHODIST CHURCH**NOTES TO THE ACCOUNTS****FOR THE YEAR ENDED 31 AUGUST 2023****16 Creditors and accrued expenses**

	2022-23	2021-22
Audit and accountancy fees	4,404	4,188
Owed to other charity	423	111
Cleaning accruals	1,651	1,563
Electricity and gas accruals	12,764	-
Clean air system accruals (final 10%)	2,993	-
EBAC Grant - Livestreaming	5,750	8,625
Deferred grant income	50,290	-
	78,275	14,487

17 Grant commitments

There were no future commitments at 31 August 2023

18 Church funds (Unrestricted and Restricted)

The Church maintains a number of separate funds. The purpose, type, movement and state as at the end of year is documented below.

The funds held constitute: General Funds for any purpose, Designated Funds for specific purposes, but not restricted for that purpose only and Restricted Funds for specific purposes and restricted for that purpose only. Details of each material fund are disclosed in the notes below.

Project

		2022-23	2021-22
General Funds - Unrestricted	For use at the discretion of the trustees in the furtherance of the objectives of the Church. This excludes funds which have been designated for a specific purpose.	9,420,662	9,431,739
Designated Funds - Unrestricted	For specific purposes, but not restricted by document or deed to that purpose alone.	7,847	30,011
Other Funds - Restricted	For specific purposes and restricted by document or deed to that purpose alone.	6,971	-
		9,435,480	9,461,750

19 Transfer between funds

	2022-23	2021-22
Designated funds	22,320	-

During the year funds were transferred from the Trinity Church's National Westminster Bank reserve account into CAF bank (General fund) to pay for the installation of boiler at Trinity church.

20 Volunteer contribution

Every entity (Connexion, District, Circuit, Church) within the Methodist church in GB is heavily reliant on volunteers who contribute their skills, time and money in the furtherance of the work of the Church. It is the volunteers who are involved in every activity in the church and without them the church would not function. We are grateful to all of them for their help and commitment.

21 Related Party Transaction

Loughton Methodist Church is part of the Forest Methodist Circuit and The London District and is also accountable to the Methodist Conference, the ultimate controlling body. Related parties also include Ministers, other Churches and Circuits, Central Finance Board of the Methodist Church and The Trustees for Methodist Church Purposes ("TMCP").

During the year, the Church was awarded a grant of £50,000 (2022: £Nil) from Forest Methodist Circuit and £20,000 (2022: £Nil) from The London District of the Methodist Church towards the cost of the cafe and welcome area refurbishment. Included in debtors at the balance sheet date is £50,000 (2022: £Nil) owed from Forest Methodist Circuit and £20,000 (2022: £Nil) owed from The London District of the Methodist Church.

LOUGHTON METHODIST CHURCH DECLARATIONS

Treasurer

I confirm that I have prepared the accounts from the records of the Church and that they include all funds under the control of the Church Council .

Signature of Treasurer

M. Howarth

Name

Martin Howarth

Date

28/6/2024

Address

16 Marjorams Avenue, Loughton, Essex IG10 1PT

Presentation to the Church Council for approval.

I confirm that the Accounts have been ~~or will be (*)~~ presented to the Church Council on

20th October 2022

and were ~~or will be (*)~~ approved on

20/10/22

Signature of the Chair of the meeting

S. Creighton

Name of the Chair of the meeting

Rev Sue Creighton

Date

1/7/2024

* Delete as appropriate

LOUGHTON METHODIST CHURCH

TRUSTEES

FOR THE YEAR ENDED 31 AUGUST 2023

Andrea	Moles
Chris	Beament
Christine	Baker
Christine	Watson
David	Hobbs
Jill	Angold-Stephens
Jill	Geddes
Keith	Aldred Dr
Margaret	Buttress
Margaret	Donoghue
Martin	Howarth
Mary	Knapman
Paul	Davies
Peter	Moles
Sharon	Heather
Stephen	Perry
Sue	Creighton
Stephen	Murray
Julie	Maule
Paul	Hay