

**TRINITY METHODIST CHURCH, EAST GRINSTEAD**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2021**

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## LEGAL AND ADMINISTRATIVE INFORMATION

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### Trustees

A Bentley	
A Barnes	
S H Bruce	
J W Starling	
R A Dewar	
J Hewer	
R J Starling	
J Collins	
J Brooks	
M Collins	
Rev M Cooke	
E Dickenson	
M P Bruce	
M Brooks	
Rev N Browning	
P Fox	(Appointed 29 September 2020)
L Fox	(Appointed 29 September 2020)
S Shaw	(Appointed 23 May 2021)
P Swan	(Appointed 23 May 2021)
P Oakley	(Appointed 23 May 2021)
M Cunningham	(Appointed 22 September 2021)
C Hodder	(Appointed 8 November 2021)
S Walker	(Appointed 20 May 2022)
G Bradbury	(Appointed 20 May 2022)
L Hope	(Appointed 20 May 2022)
A Brown	(Appointed 20 May 2022)
A Jordan	(Appointed 20 May 2022)
N Jones	(Appointed 20 May 2022)

### Charity number

1127649

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# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## Independent examiner

Darren Harding ACA FCCA DChA  
Richard Place Dobson Services Limited  
1-7 Station Road  
Crawley  
West Sussex  
RH10 1HT

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# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## TRUSTEES' REPORT

**FOR THE YEAR ENDED 31 AUGUST 2021**

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The trustees present their report with the financial statements of the charity for the year ended 31 August 2020. The trustees have adopted the provisions of 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 2015).

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Charities Act 2011 and "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)

### Objectives and activities

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

- (A) The Christian faith in accordance with the doctrinal standards and the discipline of the Methodist Church;
- (B) Any charitable purpose for the time being of any connexional district, circuit, local or other organisation of the Methodist Church;
- (C) Any charitable purpose for the time being of any society or institution subsidiary or ancillary to the Methodist Church;
- (D) Any purpose for the time being of any charity being a charity subsidiary or ancillary to the Methodist Church.

Our vision is to "know God and to make Him known". We are committed to sharing the Gospel in the local community; to increasing the fellowship of believers and making disciples, members and leaders.

We believe the Bible is the inspired word of God. Jesus Christ is the only Son of God. By prayer, Bible study and listening to His voice, the Holy Spirit equips us to do the will of God. Everything we do should give glory to God.

It is our aim to:

- Welcome all who come to Trinity Methodist Church and encourage them to become part of the Church family.
- Foster, through our worship, the expectation that the Holy Spirit will work in people's lives, changing them for the better.
- Nurture spiritual growth by meeting together for fellowship, prayer, Bible study and teaching.
- Undertake evangelistic outreach to the local community.
- Encourage the preaching and teaching of the Gospel.
- Develop caring relationships and share each other's needs and burdens.
- Provide opportunities for individuals to develop their spiritual gifts and service.
- Be of service to the local community.
- Ensure that world mission is encouraged, to be aware of and to respond to the needs of Christ's body worldwide.

Our objectives are:

- The provision of regular acts of worship that are open to members of the Church and non-members alike.
- The teaching of Christianity through sermons, courses and small groups.
- Pastoral work including visiting the sick and bereaved.
- Promotion of Christianity through staging events and services.
- Provision of various clubs with a Christian ethos, including clubs for children and young people, senior citizens, men's and women's groups.
- Supporting other charities in the UK and overseas financially and with prayer.



# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2021

- Provision of daily refreshments via our Café to encourage awareness of all of the above activities. - Active involvement in the community focused outreach activities of Foodbank, Street Pastors and Christians Against Poverty (CAP).

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#### Public benefit

The Trustees have referred to the guidance in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives in planning its future activities. In particular, they have considered how planned activities will contribute to the aims and objectives they have set.

#### Achievements and performance Charitable activities

The Annual Church Report prepared for the Annual Church Meeting 2022 detailed many of the achievements and performances of the Church for the year to 31st August 2021. Activities continued to be severely affected by the restrictions imposed by the Government as a result of the Covid pandemic.

The Church took action to mitigate the effects of the premises closure. When restrictions allowed, a 30 minute 'spoken word' 9am service took place. The 10.45am family service continued to be livestreamed via Facebook until restrictions were finally lifted in July 21. The first in-person 10:45am service also marked the last service for Rev Ralph Ward before he moved onto his new appointment with the West Cornwall Circuit. Throughout the period our work with children and young people continued via Zoom.

In financial terms, it sought to alleviate the loss of income from weekly congregational giving by encouraging members to switch to direct payments through their banks. This approach met with considerable success, and those who chose not to make the switch to direct banking found other ways of continuing to make their donations.

#### Financial review FINANCIAL REVIEW

The Church's income comes mainly from offerings, donations, tax-efficient giving and hiring out of facilities (income from the latter has reduced as a result of Covid restrictions). Expenditure is primarily on Church administration, the Annual Circuit Assessment, donations within Methodism and externally, and maintenance of the premises. The Circuit provides ministry for the Circuit churches, including stipends and accommodation.

The Church Accounts include the activities of internal organisations.

When possible funds are invested in a deposit account with the Central Finance Board of the Methodist Church, which provides investment management services to churches.

The Church has a comprehensive insurance policy with Methodist Insurance plc. The Trustees for Methodist Church Purposes act as custodian trustees for the church property, and provide support within their remit.

The statement of Financial Activities on page 5 shows net income resources for the year totalled £2 0,942 (2020: £1 5,804 net income resources).

#### Reserves Policy

The Reserve for the General Fund, excluding the net value of tangible fixed assets and the investment property which are illiquid funds, is held against future expenses and amounts to between 50% - 100% of the Church's annual expenditure.

The loss of income from room lettings meant that the Church has needed to use some of its reserves. Nonetheless the reserves still remain strong, and with hirers now starting to return the indications are that the financial situation will improve.

#### FUTURE PLANS

We continue to use our premises to worship the Lord and welcome the Holy Spirit, through a variety of services and acts of worship. We have a vision to strengthen and grow our fellowship in terms of faith, knowledge, numbers, spirituality and passion for Jesus. We also plan to continue reaching out and serving our town community in as many ways as we can, making full use of our excellent facilities, and we propose to enhance our work with young people.

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## TRUSTEES' REPORT (CONTINUED)

### FOR THE YEAR ENDED 31 AUGUST 2021

The Covid pandemic has limited the use to which our premises have been used, either through closure or restricting the number of services that can be held and the numbers of people that can attend. It has also meant that our other plans have been put in abeyance. As Covid restrictions are gradually being lifted we plan to resume this work.

#### Structure, governance and management

A Bentley

R Dymock (Resigned 29 May 2022)

A Barnes

K Jones S (Resigned 23 May 2021)

H Bruce

Rev R Ward (Resigned 25 July 2021)

J W Starling

S Gillbard (Resigned 23 May 2021)

J Crome (Resigned 23 May 2021)

N Jones (Resigned 23 May 2021)

R A Dewar

J Hewer

B F J Lanstone (Resigned 23 May 2021)

T Turner (Resigned 23 May 2021)

R J Starling

J Collins

J Clay (Resigned 23 May 2021)

J Brooks

M Collins

Rev M Cooke

E Dickenson

J Percy-Bell (Resigned 23 May 2021)

M P Bruce

M Brooks

D J Browning (Resigned 1 May 2021)

Rev N Browning

P Fox (Appointed 29 September 2020)

L Fox (Appointed 29 September 2020)

K Balfour (Resigned 29 May 2022)

M Boaitey (Resigned 29 May 2022)

S Shaw (Appointed 23 May 2021)

P Swan (Appointed 23 May 2021)

P Oakley (Appointed 23 May 2021)

M Cunningham (Appointed 22 September 2021)

C Hodder (Appointed 8 November 2021)

S Walker (Appointed 20 May 2022)

G Bradbury (Appointed 20 May 2022)

L Hope (Appointed 20 May 2022)

A Brown (Appointed 20 May 2022)

A Jordan (Appointed 20 May 2022)

N Jones (Appointed 20 May 2022)

#### Recruitment and appointment of new trustees

Trustees are appointed by the Church Council at the Annual Church Meeting. Some Trustees occupy specific positions eg Treasurer, Church Steward. Potential trustees are invited to serve by direct approach from the Chairman or Church Steward, although an advertisement may be placed in the Church magazine or newsletter if specialist skills are required. Induction and training are handled by the previous occupant of the post, or the Church Stewards.



# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## TRUSTEES' REPORT (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2021**

### Organisational Structure

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The Church Council, whose members are the Trustees, has authority and oversight over the whole ministry of the church, including management of the property. Aims and methods, the determination and pursuit of policy and the development of its available resources are its proper responsibility. It has appointed a number of committees - Finance, Property, Pastoral, Outreach and Youth - which have authority in their own areas of responsibility to initiate action, co-ordinate work done in the Church, advise the Church Council and report to it.

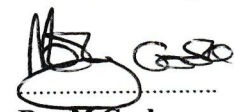
### Key Management Remuneration

There are no key management employed by the Church. For all employees the Methodist Church Lay Employee pay rates are used to determine pay rates.

### Use of Volunteers

The Church by its very nature is largely supported and run by volunteers, and it could not function without them. The Church only uses paid staff when a role is too onerous for a volunteer to handle.

The trustees' report was approved by the Board of Trustees.



Rev M Cooke

Trustee

Dated: 22/6/22

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## INDEPENDENT EXAMINER'S REPORT

### TO THE TRUSTEES OF TRINITY METHODIST CHURCH, EAST GRINSTEAD

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I report to the trustees on my examination of the financial statements of Trinity Methodist Church, East Grinstead (the charity) for the year ended 31 August 2021.

#### **Responsibilities and basis of report**

As the trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Independent examiner's statement**

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the financial statements to be reached.

Darren Harding ACA FCCA DChA  
Richard Place Dobson Services Limited  
Chartered Accountants  
1-7 Station Road  
Crawley  
West Sussex  
RH10 1HT

Dated: 22/6/22



# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 AUGUST 2021

### Current financial year

		Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £	Total 2020 £
	Notes					
<b><u>Income from:</u></b>						
Donations and offerings	3	86,126	150	51,798	138,074	122,517
Lettings and investment income	4	24,177	-	-	24,177	28,702
Other income and internal organisations	5	1,110	72	110	1,292	18,571
<b>Total income</b>		<b>111,413</b>	<b>222</b>	<b>51,908</b>	<b>163,543</b>	<b>169,790</b>
<b><u>Expenditure on:</u></b>						
Charitable activities	6	119,141	15,480	7,980	142,601	153,986
<b>Net (outgoing)/incoming resources before transfers</b>		<b>(7,728)</b>	<b>(15,258)</b>	<b>43,928</b>	<b>20,942</b>	<b>15,804</b>
Gross transfers between funds		-	45,000	(45,000)	-	-
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		<b>(7,728)</b>	<b>29,742</b>	<b>(1,072)</b>	<b>20,942</b>	<b>15,804</b>
Fund balances at 1 September 2020		111,735	2,880,085	88,067	3,079,887	3,064,083
<b>Fund balances at 31 August 2021</b>		<b>104,007</b>	<b>2,909,827</b>	<b>86,995</b>	<b>3,100,829</b>	<b>3,079,887</b>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

*FOR THE YEAR ENDED 31 AUGUST 2021*

Prior financial year

		Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes				
<b><u>Income from:</u></b>					
Donations and offerings	3	83,237	305	38,975	122,517
Lettings and investment income	4	28,702	-	-	28,702
Other income and internal organisations	5	8,316	9,799	456	18,571
<b>Total income</b>		120,255	10,104	39,431	169,790
<b><u>Expenditure on:</u></b>					
Charitable activities	6	125,753	23,483	4,750	153,986
<b>Net (outgoing)/incoming resources before transfers</b>		(5,498)	(13,379)	34,681	15,804
Gross transfers between funds		(5,414)	50,414	(45,000)	-
<b>Net (expenditure)/income for the year/ Net movement in funds</b>		(10,912)	37,035	(10,319)	15,804
Fund balances at 1 September 2019		122,647	2,843,050	98,386	3,064,083
<b>Fund balances at 31 August 2020</b>		111,735	2,880,085	88,067	3,079,887

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## BALANCE SHEET

AS AT 31 AUGUST 2021

	Notes	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	10	2,968,582	2,983,952
<b>Current assets</b>			
Debtors	11	21,722	23,393
Cash at bank and in hand		217,822	228,160
		<u>239,544</u>	<u>251,553</u>
<b>Creditors: amounts falling due within one year</b>	13	(64,797)	(68,118)
Net current assets		<u>174,747</u>	<u>183,435</u>
<b>Total assets less current liabilities</b>	14	<u>3,143,329</u>	<u>3,167,387</u>
<b>Creditors: amounts falling due after more than one year</b>		(42,500)	(87,500)
<b>Net assets</b>		<u>3,100,829</u>	<u>3,079,887</u>
<b>Income funds</b>			
Restricted funds	15	86,995	88,067
<u>Unrestricted funds</u>			
Designated fund		2,909,827	2,880,085
	16	<u>2,909,827</u>	<u>2,880,085</u>
General unrestricted funds		104,007	111,735
		<u>3,013,834</u>	<u>2,991,820</u>
		<u>3,100,829</u>	<u>3,079,887</u>

The financial statements were approved by the Trustees on 22/6/22

A Bentley  
A Bentley

Rev M Cooke

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS

**FOR THE YEAR ENDED 31 AUGUST 2021**

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### **1 Accounting policies**

#### **1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's [governing document], the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

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

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

#### **1.2 Going concern**

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### **1.3 Charitable funds**

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds are at the discretion of the trustees and can be created if there is a specific project/objective that they wish to spend funds on.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### **1.4 Income**

All incoming resources are included in the statement of financial activities when the charity is entitled to, and virtually certain to receive the income and the amount can be quantified with reasonable accuracy.

Voluntary income received by grants, donations, offerings and legacies are included in full in the Statement of Financial Activities when receivable.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Investment income is included when receivable.

Other income includes income from Internal Organisations and is recognised when it is receivable.



# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

*FOR THE YEAR ENDED 31 AUGUST 2021*

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### **1 Accounting policies**

**(Continued)**

#### **1.5 Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity heading:

Expenditure on charitable activities includes the provision of ministry and their associated support costs.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include premises and office related costs, and governance costs which support the charity's activities. These costs have been allocated to expenditure on charitable activities. The allocation of support costs is analysed in note 7.

Governance costs include those incurred in the governance by the trustees of the charity's assets and are primarily associated with constitutional and statutory requirements of operating the charity. Governance costs are included within support costs and allocated to charitable activity costs.

#### **1.6 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Fixtures, fittings and equipment are depreciated over 10 years on a straight line basis.

In accordance with Church Council rules buildings value in the accounts is based on insurance value.

Freehold buildings are depreciated over 50 years on a straight-line basis. No depreciation is charged in the accounts on the basis that the residual value of the buildings exceeds the cost and any depreciation charge would be immaterial.

#### **1.7 Impairment of fixed assets**

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### **1.8 Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

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### 1 Accounting policies

(Continued)

#### 1.9 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### *Basic financial assets*

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

##### *Basic financial liabilities*

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

##### *Derecognition of financial liabilities*

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

#### 1.10 Taxation

The charity is not subject to corporation tax or any other taxes on income or gains arising from its charitable objectives.

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 AUGUST 2021**

### 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### Critical judgements

##### Valuation of Buildings

Buildings are included in the accounts at historic cost. no depreciation is charged on the building on the basis that the estimated residual value is in excess of the cost included in the accounts and depreciation would be immaterial.

### 3 Donations and offerings

	Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £
Donations and offerings	86,126	150	51,798	138,074

	Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £
Donations and offerings	83,237	305	38,975	122,517

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

### 4 Investment income

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Rental income	24,037	27,858
Interest receivable	140	844
	<u>24,177</u>	<u>28,702</u>

### 5 Other income and internal organisations

	Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £
Other income	1,110	-	110	1,220
Internal Organisations	-	72	-	72
	<u>1,110</u>	<u>72</u>	<u>110</u>	<u>1,292</u>

	Unrestricted funds general 2020 £	Unrestricted funds designated 2020 £	Restricted funds 2020 £	Total 2020 £
Other income	8,316	-	456	8,772
Internal Organisations	-	9,799	-	9,799
	<u>8,316</u>	<u>9,799</u>	<u>456</u>	<u>18,571</u>



# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

### 6 Charitable activities

	Circuit assessment 2021	Donations - Tithes 2021	Provision of Ministry 2021	Governance costs 2021	Total 2021	Circuit assessment 2020	Donations - Tithes 2020	Provision of Ministry 2020	Total 2020
	£	£	£	£	£	£	£	£	£
Depreciation and impairment	-	-	15,370	-	15,370	-	-	15,370	15,370
Circuit Assessment share	60,000	-	-	-	60,000	60,000	-	-	60,000
Donations - Tithes	-	17,310	-	-	17,310	-	15,979	-	15,979
Repairs and Maintenance	-	-	29,155	-	29,155	-	-	23,202	23,202
Insurance and Utilities	-	-	12,176	-	12,176	-	-	14,283	14,283
Other Expenses	-	-	4,909	-	4,909	-	-	13,565	13,565
Internal Organisations	-	-	-	81	81	-	-	7,987	7,987
	60,000	17,310	61,610	81	139,001	60,000	15,979	74,407	150,386
Share of governance costs (see note 7)	-	-	3,600	-	3,600	-	-	3,600	3,600
	60,000	17,310	65,210	81	142,601	60,000	15,979	78,007	153,986
<b>Analysis by fund</b>									
Unrestricted funds - general	60,000	10,941	48,200	-	119,141	60,000	11,267	54,486	125,753
Unrestricted funds - designated	-	-	15,399	81	15,480	-	-	23,483	23,483
Restricted funds	-	6,369	1,611	-	7,980	-	4,712	38	4,750
	60,000	17,310	65,210	81	142,601	60,000	15,979	78,007	153,986

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

### 7 Support costs

	Support costs	Governance costs	2021	Support costs	Governance costs	2020
	£	£	£	£	£	£
Independent Examiners fee	-	3,600	3,600	-	3,600	3,600
	<u>-</u>	<u>3,600</u>	<u>3,600</u>	<u>-</u>	<u>3,600</u>	<u>3,600</u>
	<u>-</u>	<u>3,600</u>	<u>3,600</u>	<u>-</u>	<u>3,600</u>	<u>3,600</u>
Analysed between						
Charitable activities	-	3,600	3,600	-	3,600	3,600
	<u>-</u>	<u>3,600</u>	<u>3,600</u>	<u>-</u>	<u>3,600</u>	<u>3,600</u>

### 8 Trustees

No trustees received remuneration, other benefits or expenses for the years ended 31 August 2021 and 31 August 2020.

### 9 Employees

The average monthly number of employees during the year was:

2021	2020
Number	Number
2	2
<u>2</u>	<u>2</u>

During the year £12,504 (2020: £20,615) was paid out in wages. This included £5,168 included redundancy payments. There were no social security costs or pension payments made in either year.

Key management personnel are considered to be trustees.

No employees received remuneration exceeding £60,000.

There were no employees whose annual remuneration was more than £60,000.

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

### 10 Tangible fixed assets

	Land and buildings £	Fixtures, fittings & equipment £	Total £
<b>Cost</b>			
At 1 September 2020	2,900,000	168,908	3,068,908
At 31 August 2021	2,900,000	168,908	3,068,908
<b>Depreciation and impairment</b>			
At 1 September 2020	-	84,956	84,956
Depreciation charged in the year	-	15,370	15,370
At 31 August 2021	-	100,326	100,326
<b>Carrying amount</b>			
At 31 August 2021	2,900,000	68,582	2,968,582
At 31 August 2020	2,900,000	83,952	2,983,952

All Methodist Churches are owned by trustees for Methodist church purposes of Central buildings, Oldham Street, Manchester. The cost of acquiring the property and any development work are reflected in the accounts of Trinity Methodist Church, East Grinstead on the basis that the Trustees are responsible for the building and the substance of the transaction is that Trinity Methodist Church, East Grinstead own the property.

### 11 Debtors

	2021 £	2020 £
<b>Amounts falling due within one year:</b>		
Other debtors	-	2,829
Prepayments and accrued income	21,722	20,564
	<u>21,722</u>	<u>23,393</u>

### 12 Loans and overdrafts

	2021 £	2020 £
Other loans	<u>87,500</u>	<u>132,500</u>
Payable within one year	45,000	45,000
Payable after one year	<u>42,500</u>	<u>87,500</u>

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

*FOR THE YEAR ENDED 31 AUGUST 2021*

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**13 Creditors: amounts falling due within one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Borrowings	45,000	45,000
Accruals and deferred income	19,797	23,118
	<u>64,797</u>	<u>68,118</u>

**14 Creditors: amounts falling due after more than one year**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Borrowings	<u>42,500</u>	<u>87,500</u>



# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

### 15 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				
	Balance at 1 September 2020	Incoming resources	Resources expended	Transfer	Balance at 31 August 2021
	£	£	£	£	£
Benevolent Fund	2,147	413	(43)	-	2,517
Key Deposits	828	40	(20)	-	848
CAP	18,206	9,034	(6,326)	-	20,914
Building Fund	55,090	40,829	-	(45,000)	50,918
Lay Assistant Fund	11,671	-	-	-	11,671
Property Fund	126	1,592	(1,592)	-	127
	<u>88,067</u>	<u>51,908</u>	<u>(7,980)</u>	<u>(45,000)</u>	<u>86,995</u>

	Movement in funds				
	Balance at 1 September 2019	Incoming resources	Resources expended	Transfer	Balance at 1 September 2020
	£	£	£	£	£
Benevolent Fund	1,825	358	(36)	-	2,147
Key Deposits	785	80	(37)	-	828
CAP	17,212	5,671	(4,677)	-	18,206
Building Fund	66,769	33,319	-	(45,000)	55,090
Lay Assistant Fund	11,668	3	-	-	11,671
Property Fund	127	-	-	-	126
	<u>98,386</u>	<u>39,431</u>	<u>(4,750)</u>	<u>(45,000)</u>	<u>88,067</u>

The Benevolent Fund represents monies received that can only be used for benevolent purposes.

The Key Deposits Fund represents money received in respect of key deposits and is held subject to being repaid.

The Building Fund represents donations received that are to be spent on rebuilding the church.

The Lay Assistant Fund represents monies giving in order to fund the salary when a new Lay Assistant is appointed.

The Property Fund represents donations received for the purpose of spending on the property.

The CAP fund represents monies received that are to be spent on providing Christians against poverty (CAP) services.

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

### 16 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				
	Balance at 1 September 2020	Incoming resources	Resources expended	Transfers	Balance at 31 August 2021
	£	£	£	£	£
Thursday Group	964	15	(38)	-	941
Family Fun	320	57	(43)	-	334
Welcome Cafe	5,298	-	-	-	5,298
Trinity Messengers	139	-	-	-	139
Kaleidoscope	261	-	-	-	261
Mens Breakfast	232	-	-	-	232
Trinity Books	319	-	-	-	319
Land and Buildings	2,767,500	-	-	45,000	2,812,500
Fittings Fund	83,952	-	(15,370)	-	68,582
Roudabout	20,921	-	-	-	20,921
Youth work	150	150	-	-	300
Church Flowers	29	-	(29)	-	-
	<u>2,880,085</u>	<u>222</u>	<u>(15,480)</u>	<u>45,000</u>	<u>2,909,827</u>

	Movement in funds				
	Balance at 1 September 2019	Incoming resources	Resources expended	Transfers	Balance at 1 September 2020
	£	£	£	£	£
Thursday Group	696	461	(193)	-	964
Family Fun	220	309	(209)	-	320
Welcome Cafe	4,129	8,049	(6,880)	-	5,298
Trinity Messengers	139	-	-	-	139
Kaleidoscope	199	109	(47)	-	261
Mens Breakfast	138	338	(244)	-	232
Trinity Books	200	533	(414)	-	319
Land and Buildings	2,722,500	-	-	45,000	2,767,500
Legacies	7,415	-	-	(7,415)	-
Fittings Fund	86,493	-	(15,370)	12,829	83,952
Roudabout	20,921	-	-	-	20,921
Youth work	-	150	-	-	150
Church Flowers	-	155	(126)	-	29
	<u>2,843,050</u>	<u>10,104</u>	<u>(23,483)</u>	<u>50,414</u>	<u>2,880,085</u>

# TRINITY METHODIST CHURCH, EAST GRINSTEAD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 AUGUST 2021

### 16 Designated funds

(Continued)

The Land and Building fund represents the funds of the Church that are tied up in the church building and are not therefore free reserves.

The top six funds represent internal organisations and reflect income received and expenditure paid out by each internal fund and the balance of cash held on behalf of each internal organisation at the end of the year.

The Legacies fund represents funds received as a bequest in wills.

The Roundabouts fund represents the funds remaining when the Pre-school closed.

The fixtures and fittings fund represents monies tied up in the fixtures and fittings purchased for use within the church.

The Trinity Books fund represents income received and expenses paid out in respect of the operation of a book shop in the church cafe.

The Church Flowers fund represents donations received for the purpose of spending on flowers for the Church sanctuary.

The Youth Work fund represents donations received specifically to support activities related to the children and youth groups within the church.

### 17 Analysis of net assets between funds

	Unrestricted funds 2021 £	Designated funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 August 2021 are represented by:				
Tangible assets	2,968,582	-	-	2,968,582
Current assets/(liabilities)	174,747	-	-	174,747
Long term liabilities	(42,500)	-	-	(42,500)
	<u>3,100,829</u>	<u>-</u>	<u>-</u>	<u>3,100,829</u>

	Unrestricted funds 2020 £	Designated funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 August 2019 are represented by:				
Tangible assets	-	2,983,952	-	2,983,952
Current assets/(liabilities)	111,735	(16,367)	88,067	183,435
Long term liabilities	-	(87,500)	-	(87,500)
	<u>111,735</u>	<u>2,880,085</u>	<u>88,067</u>	<u>3,079,887</u>

# **TRINITY METHODIST CHURCH, EAST GRINSTEAD**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

***FOR THE YEAR ENDED 31 AUGUST 2021***

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### **18 COVID-19**

As a direct consequence of the Coronavirus (COVID 19) pandemic, and in accordance with the UK government guidelines, Trinity Methodist Church ceased all face to face activity on 21 March 2020 and had moved to providing services online where possible. Service and activity resumed during the year where and when possible in accordance with government guidelines.

At the date of approval of the accounts it has not been possible to quantify or ascertain with any certainty the financial impact of COVID-19. No adjustments have been made to any figures in the accounts as a result of the pandemic.

### **19 Related party transactions**

There were no disclosable related party transactions during the year (2020 - none).