

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
PENRALLT BAPTIST CHURCH**

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

PENRALLT BAPTIST CHURCH

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FOR THE YEAR ENDED 31 DECEMBER 2022**

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PENRALLT BAPTIST CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their report with the financial statements of the charity for the year ended 31 December 2022. 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 2019).

OBJECTIVES AND ACTIVITIES

To be an open, approachable and relevant Christian community where people can draw closer to God and to encourage spiritual development through community life and service.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities.

ACHIEVEMENT AND PERFORMANCE

Penrallt continues to develop its central purpose for the advancement of the Christian faith through its range of activities, both in public worship, preaching, teaching, communion and baptism and through the encouragement, nurture, training, care and support given to the congregation and the wider community where it is now an important element of Upper Bangor, impacting significantly with the lives of students and young people.

How our activities deliver public benefit

Penrallt advances the Christian faith by engaging with its congregation and the wider community.

FINANCIAL REVIEW

Income has decreased by £12,035 from £123,912 in 2021 to £111,877 in 2022.

Expenditure has increased by £12,761 from £129,861 in 2021 to £142,622 in 2022.

Reserves policy and going concern

The reserves are held to cover day to day running costs and also for further development. The deacons / trustees aim to hold a minimum of six months expenditure in the unrestricted reserves.

The trustees are of the view that there are no material uncertainties and therefore the Charity is a going concern.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The Church is governed by the North Western Baptist Association which acts as Custodian Trustee. The Church also has its own governing document.

Recruitment and appointment of new trustees

Trustees must be full members of the Church. They are elected by Church members, generally for a three year term.

Decision making

All financial decisions are made by vote at the Church meeting. All Church members are able to vote at these meetings which are held quarterly. The meeting can delegate the trustees to make day-to-day running decisions. Staff do not make financial decisions without consultation with the trustees.

Induction and training of new trustees

There is a handbook which is made available to any new trustees. The trustees meet together once a month and make decisions together, and through this process new trustees receive training on the job. There is always an overlap of new and existing trustees meaning there are always experienced trustees to guide new trustees.

Key management remuneration

Annual reviews are undertaken with each staff member and pay increases are in line with the Baptist Union recommended Standard Stipend.

PENRALLT BAPTIST CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 DECEMBER 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Wider network

Penrallt Baptist Church is a member of the North Western Baptist Association (charity no: 247113). The address is Rev Phil Jump, The Resource Centre, Fleet Street, Pemberton, Wigan, WN5 0DS.

The North Western Baptist Association and Baptist Union of Great Britain both provide resources to support and guide the trustees. The trustees can draw on these resources to be informed by best practice, to help them in any urgent matters and to make recommendations to the Church meeting.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1131224

Principal address

Holyhead Road
Upper Bangor
Gwynedd
LL57 2EU

Trustees

Mr Stephen Burrows
Mr Owen Lloyd Evans
Mrs Wendy Lemon
Dr Sarah Jackson
Mr James Goodman
Mr Geoffrey Moore (resigned 4.4.22)
Mrs Averil Francis
Mr Matthew Dawson
Dr Ama Eyo
Rev John Arthur Thompson
Lesley Jackson (appointed 17.1.22)
Wendy Broadbent (appointed 17.1.22)

Independent Examiner

Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Approved by order of the board of trustees on 24/4/23 and signed on its behalf by:



Mr Owen Lloyd Evans - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
PENRALLT BAPTIST CHURCH**

Independent examiner's report to the trustees of Penrallt Baptist Church

I report to the charity trustees on my examination of the accounts of Penrallt Baptist Church (the Trust) for the year ended 31 December 2022.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material 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 Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts 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 accounts to be reached.



Owain Ap Elfed - FCCA
Williams Denton Cyf
Chartered Certified Accountants
Glaslyn
Ffordd y Parc
Parc Menai
Bangor
Gwynedd
LL57 4FE

Date: 9/5/2023

PENRALLT BAPTIST CHURCH

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	109,685	900	110,585	118,504
Investment income	3	558	734	1,292	5,408
Total		110,243	1,634	111,877	123,912
EXPENDITURE ON					
Charitable activities	4				
Advancement of Christian Faith		125,930	16,692	142,622	129,861
NET INCOME/(EXPENDITURE)					
Transfers between funds	14	(15,687) (1,466)	(15,058) 1,466	(30,745) -	(5,949) -
Net movement in funds		(17,153)	(13,592)	(30,745)	(5,949)
RECONCILIATION OF FUNDS					
Total funds brought forward		212,824	534,533	747,357	753,306
TOTAL FUNDS CARRIED FORWARD		195,671	520,941	716,612	747,357


The notes form part of these financial statements

PENRALLT BAPTIST CHURCH

**BALANCE SHEET
31 DECEMBER 2022**

	Notes	Unrestricted fund £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	11	38,889	474,711	513,600	529,151
CURRENT ASSETS					
Debtors	12	14,000	-	14,000	15,889
Cash at bank and in hand		144,744	46,230	190,974	204,197
		158,744	46,230	204,974	220,086
CREDITORS					
Amounts falling due within one year	13	(1,962)	-	(1,962)	(1,880)
NET CURRENT ASSETS		156,782	46,230	203,012	218,206
TOTAL ASSETS LESS CURRENT LIABILITIES		195,671	520,941	716,612	747,357
NET ASSETS		195,671	520,941	716,612	747,357
FUNDS	14				
Unrestricted funds				195,671	212,824
Restricted funds				520,941	534,533
TOTAL FUNDS				716,612	747,357

The financial statements were approved by the Board of Trustees and authorised for issue on 24.1.2023 and were signed on its behalf by:


Mrs Averil Francis - Trustee

The notes form part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, 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 Charities Act 2011. The financial statements have been prepared under the historical cost convention.

The charity constitutes a public benefit entity as defined by FRS 102.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

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.

Legacy gifts are recognised on a case by case basis following the granting of probate when the administrator/executor for the estate has communicated in writing both the amount and settlement date.

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.

Taxation

The charity is exempt from tax on 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.

Tangible fixed assets

Tangible fixed assets for use by the charity are stated at cost or in cases where fixed assets have been donated at valuation at the time of acquisition, less depreciation. The cost of minor additions or those costing less than £500 are not capitalised.

Depreciation has been provided at the following rates in order to write down the cost or valuation less estimated residual value, of all tangible fixed assets by equal annual instalments over their expected useful lives: -

Freehold Buildings	2% straight line
Property Improvements	2% straight line
Equipment	25% reducing balance

PENRALLT BAPTIST CHURCH**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022****1. ACCOUNTING POLICIES - continued****Pension costs and other post-retirement benefits**

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

2. DONATIONS AND LEGACIES

	2022	2021
	£	£
Collections	15,625	12,458
General donations	8,394	5,720
Gift aid donations	65,465	63,557
Legacies	-	14,172
Income tax repaid	14,220	17,880
Hire of hall	3,420	622
Miscellaneous	190	325
Llanelwy/NWBA	3,271	3,770
	<u>110,585</u>	<u>118,504</u>

3. INVESTMENT INCOME

	2022	2021
	£	£
Rents received	-	4,495
Interest received	1,292	913
	<u>1,292</u>	<u>5,408</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 5) £	Support costs (see note 6) £	Totals £
Advancement of Christian Faith	<u>141,332</u>	<u>1,290</u>	<u>142,622</u>

PENRALLT BAPTIST CHURCH**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022****5. DIRECT COSTS OF CHARITABLE ACTIVITIES**

	2022	2021
	£	£
Special donations	2,545	1,938
Regular donations	15,580	15,693
Insurance	2,824	2,570
Ministerial	42,429	46,664
Manse, Administrator & Youthworker	36,553	25,357
Church	5,649	3,415
General	14,207	13,706
Subscriptions and conference	640	650
Outreach and events	5,354	2,876
Depreciation	15,551	15,762
	<u>141,332</u>	<u>128,631</u>

6. SUPPORT COSTS

	Governance costs
	£
Advancement of Christian Faith	<u>1,290</u>

7. TRUSTEES' REMUNERATION AND BENEFITS

Trustees' remuneration and pension contributions totalled £32,610 in the year to 31 December 2022 (£42,929 to 31 December 2021).

Trustees' expenses

Trustees' expenses were £712 in the year to 31 December 2022 (£866 to 31 December 2021).

8. STAFF COSTS

	31.12.22	31.12.21
	£	£
Wages and salaries	61,460	54,011
Social Security costs	779	-
Other pension costs	6,187	8,696
	<u>68,425</u>	<u>62,707</u>
The average number of employees during the year was:	3	2

No employee received remuneration of more than £60,000.

PENRALLT BAPTIST CHURCH

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

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	117,805	699	118,504
Investment income	5,222	186	5,408
Total	<u>123,027</u>	<u>885</u>	<u>123,912</u>
 EXPENDITURE ON			
Charitable activities			
Advancement of Christian Faith	113,560	16,301	129,861
 NET INCOME/(EXPENDITURE)			
Transfers between funds	9,467 (2,000)	(15,416) 2,000	(5,949) -
Net movement in funds	7,467	(13,416)	(5,949)
 RECONCILIATION OF FUNDS			
Total funds brought forward	205,357	547,949	753,306
 TOTAL FUNDS CARRIED FORWARD	<u>212,824</u>	<u>534,533</u>	<u>747,357</u>

10. INDEPENDENT EXAMINER'S REMUNERATION

	31.12.22	31.12.21
Independent Examiner's Remuneration	£1,290	£1,230

PENRALLT BAPTIST CHURCH

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

11. TANGIBLE FIXED ASSETS

	Penrallt Baptist Church £	Manse £	Penrallt Church Improvements £	Equipment £	Totals £
COST					
At 1 January 2022 and 31 December 2022	<u>130,000</u>	<u>192,155</u>	<u>423,805</u>	<u>22,693</u>	<u>768,653</u>
DEPRECIATION					
At 1 January 2022	<u>49,504</u>	<u>19,215</u>	<u>150,618</u>	<u>20,165</u>	<u>239,502</u>
Charge for year	<u>2,600</u>	<u>3,843</u>	<u>8,476</u>	<u>632</u>	<u>15,551</u>
At 31 December 2022	<u>52,104</u>	<u>23,058</u>	<u>159,094</u>	<u>20,797</u>	<u>255,053</u>
NET BOOK VALUE					
At 31 December 2022	<u>77,896</u>	<u>169,097</u>	<u>264,711</u>	<u>1,896</u>	<u>513,600</u>
At 31 December 2021	<u>80,496</u>	<u>172,940</u>	<u>273,187</u>	<u>2,528</u>	<u>529,151</u>

12. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Gift aid	12,000	15,889
Llandudno Baptist Church	<u>2,000</u>	<u>-</u>
	<u>14,000</u>	<u>15,889</u>

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Social security and other taxes	672	650
Accruals	<u>1,290</u>	<u>1,230</u>
	<u>1,962</u>	<u>1,880</u>

PENRALLT BAPTIST CHURCH

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

14. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	Transfers between funds £	At 31.12.22 £
Unrestricted funds				
General fund	212,824	(15,687)	(1,466)	195,671
Restricted funds				
Manse fund	135,907	(3,843)	-	132,064
Development fund	356,028	(11,089)	-	344,939
Hazel Verran Legacy fund	38,613	734	1,466	40,813
Youth Work fund	1,500	(1,500)	-	-
Hardship fund	2,485	640	-	3,125
	<u>534,533</u>	<u>(15,058)</u>	<u>1,466</u>	<u>520,941</u>
TOTAL FUNDS	<u>747,357</u>	<u>(30,745)</u>	<u>-</u>	<u>716,612</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	110,243	(125,930)	(15,687)
Restricted funds			
Manse fund	-	(3,843)	(3,843)
Development fund	-	(11,089)	(11,089)
Hazel Verran Legacy fund	734	-	734
Youth Work fund	-	(1,500)	(1,500)
Hardship fund	900	(260)	640
	<u>1,634</u>	<u>(16,692)</u>	<u>(15,058)</u>
TOTAL FUNDS	<u>111,877</u>	<u>(142,622)</u>	<u>(30,745)</u>

PENRALLT BAPTIST CHURCH

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

14. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	Transfers between funds £	At 31.12.21 £
Unrestricted funds				
General fund	205,357	9,467	(2,000)	212,824
Restricted funds				
Manse fund	139,750	(3,843)	-	135,907
Development fund	367,121	(11,093)	-	356,028
Hazel Verran Legacy fund	38,428	185	-	38,613
Youth Work fund	1,500	-	-	1,500
Hardship fund	1,150	(665)	2,000	2,485
	<u>547,949</u>	<u>(15,416)</u>	<u>2,000</u>	<u>534,533</u>
TOTAL FUNDS	<u>753,306</u>	<u>(5,949)</u>	<u>-</u>	<u>747,357</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	123,027	(113,560)	9,467
Restricted funds			
Manse fund	-	(3,843)	(3,843)
Development fund	-	(11,093)	(11,093)
Hazel Verran Legacy fund	185	-	185
Hardship fund	700	(1,365)	(665)
	<u>885</u>	<u>(16,301)</u>	<u>(15,416)</u>
TOTAL FUNDS	<u>123,912</u>	<u>(129,861)</u>	<u>(5,949)</u>

Restricted Funds

The purpose of the Manse Fund is to provide a manse for a minister.

The Development Fund is for the purchase and development of Penrallt Baptist Church (formerly known as Twrgwyn).

Hazel Verran legacy is to be used for the promotion of evangelism and outreach.

The purpose of the Youth Work Fund is to help to fund the employment of a Youth Worker.

The purpose of the Hardship Fund is to help Parish members in need of financial assistance.

PENRALLT BAPTIST CHURCH

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

15. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.

PENRALLT BAPTIST CHURCH**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Collections	15,625	12,458
General donations	8,394	5,720
Gift aid donations	65,465	63,557
Legacies	-	14,172
Income tax repaid	14,220	17,880
Hire of hall	3,420	622
Miscellaneous	190	325
Llanelwyl/NWBA	3,271	3,770
	<u>110,585</u>	<u>118,504</u>
Investment income		
Rents received	-	4,495
Interest received	1,292	913
	<u>1,292</u>	<u>5,408</u>
Total incoming resources	<u>111,877</u>	<u>123,912</u>
EXPENDITURE		
Charitable activities		
Special donations	2,545	1,938
Regular donations	15,580	15,693
Insurance	2,824	2,570
Ministerial	42,429	46,664
Manse, Administrator & Youthworker	36,553	25,357
Church	5,649	3,415
General	14,207	13,706
Subscriptions and conference	640	650
Outreach and events	5,354	2,876
Depreciation - Church	2,600	2,600
Depreciation - Manse	3,843	3,843
Depreciation - Church improvements	8,476	8,476
Depreciation - Equipment	632	843
	<u>141,332</u>	<u>128,631</u>
Support costs		
Governance costs		
Independent examiners' remuneration	1,290	1,230
Total resources expended	<u>142,622</u>	<u>129,861</u>
Net expenditure	<u>(30,745)</u>	<u>(5,949)</u>

This page does not form part of the statutory financial statements