

Charity registration number: 1131643

**NORTH CHEAM BAPTIST CHURCH**  
**ANNUAL REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 AUGUST 2021**

## **NORTH CHEAM BAPTIST CHURCH**

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### **CONTENTS**

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Report of the Trustees	1 to 4
Independent Examiner's Report	5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Financial Statements	8 to 20
Detailed Statement of Financial Activities	21 to 22

## **NORTH CHEAM BAPTIST CHURCH**

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### **REPORT OF THE TRUSTEES**

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The trustees present their annual report together with the financial statements of the North Cheam Baptist Church (the charity or the church) for the year ended 31 August 2021. The trustees confirm that the annual report and financial statements of the charity comply with the current statutory requirements, the requirements of the charity's governing document and 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) ("SORP (FRS 102)").

#### **OBJECTIVES AND ACTIVITIES**

##### **Objects and aims**

The principal purpose of North Cheam Baptist Church is the advancement of the Christian faith according to the principles of the Baptist denomination.

The objectives of the Church are to run a local community church to worship Our Lord Jesus Christ and spread the Good News of the Gospel locally and around the world in accordance with the Church Constitution. The Church may also advance education and carry out other charitable purposes locally, throughout the United Kingdom and in other parts of the world.

##### **Significant activities**

The Church's significant activities include:

- Regular public Church services on Sundays and other important dates in the Christian calendar
- Running regular Bible study and prayer and praise meetings
- Supporting the promulgation of the Christian message worldwide
- Being available to all members of the local community to provide support and Christian counselling
- Operating activities and clubs for children and young people open to all members of the local community
- Engaging with local schools
- Providing meetings for parents or carers and toddlers.

##### **Public benefit**

In planning the activities of the Church, the trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

##### **Social investments**

The Church is active in its local community in providing activities for children and young people, parents and toddlers which are open to all members of the local community on a non profit making basis that are in addition to the more formal church and related services and activities. In addition the Church engages with local schools and contributes financially to the support of a local schools Christian work and towards a local community project.

## **NORTH CHEAM BAPTIST CHURCH**

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### **REPORT OF THE TRUSTEES**

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#### **Grantmaking**

The Church seeks to fulfil its objective of spreading the Christian message throughout the United Kingdom and worldwide by making grants to individual missionaries supported by the Church and to specific independent missionary and charitable organisations whose aims coincide with those of the Church, including the Home Mission Fund of the Baptist Union and the Baptist Missionary Society.

We are also supporting Tearfund in its work in mobilising the Church in Uganda to bring hope, transformation and empowerment to communities.

#### **Volunteers**

A significant proportion of the Church's activities are run by and with the assistance of volunteers who freely give of their time and skills to support the Church in the furtherance of its aims.

### **ACHIEVEMENT AND PERFORMANCE**

#### **Charitable activities**

During the year the Church has delivered Sunday and holy days church services open to all as well as regularly meeting either corporately or in small groups for Bible study, prayer and praise.

In addition the Church has provided a full programme of activities using the Church premises and, since the start of the Covid-19 pandemic, online which have been substantially run by volunteers particularly focussed on children and young people, parents and toddlers. These activities are extremely popular and provide an important service within the local community affording a safe and caring environment for individuals to meet with their local peers and enhance the life of the local community.

The Church is ever mindful of other communities throughout the world in less fortunate circumstances and has continued to support financially and prayerfully targeted areas and projects in a number of overseas locations.

#### **Fundraising activities**

The Church's activities are principally financed by the voluntary giving of its members and congregation, often supplemented with tax rebates through the Gift Aid scheme, and at cost charges for some of its community activities.

### **FINANCIAL REVIEW**

#### **Financial position**

The financial position of the charity is set out in the Statement of Financial Activities and Balance Sheet and the related notes which have been prepared in accordance with statutory requirements of the Charities Act 2011 and SORP (FRS 102).

#### **Principal funding sources**

The principal funding sources of the Church are the voluntary donations and giving by members of the Church's congregation together with allied income tax rebates under the gift aid scheme. The Church also currently receives rental income on a property it owns but is not in use directly for accommodating members of staff.

## **NORTH CHEAM BAPTIST CHURCH**

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### **REPORT OF THE TRUSTEES**

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#### **Investment policy and objectives**

Any money not required for day to day use is placed on deposit with Santander, Charities Aid Foundation and the London Baptist Property Board. The Church owns two freehold houses, one is used to provide job related accommodation to the Minister and the other is currently rented out.

#### **Reserves policy**

Recognising we have contractual commitments and the need for reserves to meet immediate expenditure to the Church's premises, the Church aims to hold a reserve equivalent to four months revenue expenditure. At the year end, reserves were approximately equivalent to that level.

#### **Going concern**

The financial statements have been prepared on the going concern basis as in the opinion of the trustees there are no material uncertainties about the charity's ability to continue.

#### **Funds in deficit**

There were no funds in deficit at the year end (2020 - none).

#### **FUTURE PLANS**

The Church is a member of The Baptist Union of Great Britain. The London Baptist Property Board acts as ultimate trustee in respect of the church premises and the two manses.

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Governing document**

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

North Cheam Baptist Church (the "Church") was an Excepted Charity. Following the enactment of the Charities Act 2006 it became necessary for the Church to become directly Registered with the Charity Commission. During 2009 the Church approved and adopted a new Constitution at a Special Church Meeting on 18 March 2009 in line with that agreed between the Baptist Union of Great Britain and the Charity Commission. The Church was registered with the Charity Commission with effect from 15 September 2009 under charity number 1131643.

#### **Recruitment and appointment of trustees**

The Church trustees comprise the Minister in office, Church Secretary, Treasurer, Elder and Deacons. The Minister is appointed by the Church at a Special Meeting and is employed under a letter of appointment. The other trustees are appointed in accordance with the Constitution adopted on 18 March 2009.

#### **Decision making**

The trustees are aware of the Charity Governance Code and are considering how the relevant matters can be applied to and implemented by the Church.

#### **Wider network**

The Church is a member of The Baptist Union of Great Britain. The London Baptist Property Board acts as ultimate trustee in respect of the church premises and the two manses.

## NORTH CHEAM BAPTIST CHURCH

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### REPORT OF THE TRUSTEES

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#### Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error. The trustees regularly review the major risks to which the Church is exposed and have established systems and procedures to mitigate those risks, particularly in the areas of financial management, child and vulnerable adult protection and premises health and safety.

#### REFERENCE AND ADMINISTRATIVE DETAILS

**Secretary** Mr T Raby

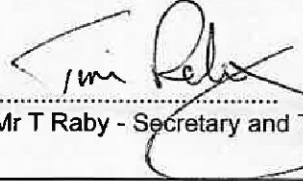
**Charity Registration Number** 1131643

**Principal address** Ridge Road  
Sutton  
Surrey  
SM3 9LY

**Trustees** Rev M F Jackson  
Mr T Bates  
Mr S Ellingham  
Mr S Dixon  
Mr N Johnson (resigned 31 December 2020)  
Mr T Raby  
Mr E Dignan  
Mr F J Berry  
Mr D Nancarrow (appointed 10 February 2021)

**Independent Examiner** Timothy Slater  
Associate of the Institute of Chartered Accountants  
Harmer Slater limited  
Salatin House  
19 Cedar Road  
Sutton  
Surrey  
SM2 5DA

Approved by order of the board of trustees on 7 December 2021 and signed on its behalf by:

  
Mr T Raby - Secretary and Trustee



## **NORTH CHEAM BAPTIST CHURCH**

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### **INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF NORTH CHEAM BAPTIST CHURCH**

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I report to the charity trustees on my examination of the accounts of the North Cheam Baptist Church (the Trust) for the year ended 31 August 2021 which are set out on pages 6 to 20.

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

As the charity's trustees of North Cheam Baptist Church 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 North Cheam Baptist Church's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the 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 North Cheam Baptist Church 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 accounting 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.



Timothy Slater  
Associate of the Institute of Chartered Accountants

Harmer Slater limited  
Salatin House  
19 Cedar Road  
Sutton  
Surrey  
SM2 5DA

7 December 2021

# NORTH CHEAM BAPTIST CHURCH

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	Note	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	2021 Total Funds £	2020 Total Funds £
<b>Income and</b>						
<b>Endowments from:</b>						
Donations and legacies	2	84,078	100	-	84,178	97,692
<b>Charitable activities</b>						
Young People	4	213	-	-	213	1,994
Church		-	-	-	-	773
Investment income	3	13,667	-	-	13,667	14,223
Other income		162	-	-	162	50
<b>Total</b>		<b>98,120</b>	<b>100</b>	<b>-</b>	<b>98,220</b>	<b>114,732</b>
<b>Expenditure on:</b>						
Raising funds	5	(1,928)	-	-	(1,928)	(4,198)
<b>Charitable activities</b>						
Young People	6	(12,964)	-	-	(12,964)	(13,151)
Church		(79,331)	(4,994)	-	(84,325)	(83,224)
<b>Total</b>		<b>(94,223)</b>	<b>(4,994)</b>	<b>-</b>	<b>(99,217)</b>	<b>(100,573)</b>
Net movement in funds		3,897	(4,894)	-	(997)	14,159
<b>Reconciliation of funds</b>						
Total funds brought forward		467,561	19,222	1,807,802	2,294,585	2,280,426
<b>Total funds carried forward</b>		<b>471,458</b>	<b>14,328</b>	<b>1,807,802</b>	<b>2,293,588</b>	<b>2,294,585</b>

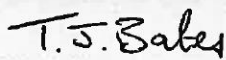


# NORTH CHEAM BAPTIST CHURCH

## (REGISTRATION NUMBER: 1131643) BALANCE SHEET AS AT 31 AUGUST 2021

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	2021 Total funds £	2020 Total funds £
<b>Fixed assets</b>						
Tangible assets	13	281,257	14,683	1,807,802	2,103,742	2,108,517
<b>Current assets</b>						
Debtors	14	2,657	-	-	2,657	3,273
Cash at bank and in hand		<u>189,566</u>	<u>-</u>	<u>-</u>	<u>189,566</u>	<u>185,322</u>
		192,223	-	-	192,223	188,595
Creditors: Amounts falling due within one year	15	<u>(2,022)</u>	<u>(355)</u>	<u>-</u>	<u>(2,377)</u>	<u>(2,527)</u>
<b>Net current assets/(liabilities)</b>		<u>190,201</u>	<u>(355)</u>	<u>-</u>	<u>189,846</u>	<u>186,068</u>
<b>Net assets</b>		<u>471,458</u>	<u>14,328</u>	<u>1,807,802</u>	<u>2,293,588</u>	<u>2,294,585</u>
<b>Funds</b>						
Unrestricted funds	16	471,458	-	-	471,458	467,561
Restricted funds		-	14,328	-	14,328	19,222
Endowment funds		<u>-</u>	<u>-</u>	<u>1,807,802</u>	<u>1,807,802</u>	<u>1,807,802</u>
<b>Total funds</b>		<u>471,458</u>	<u>14,328</u>	<u>1,807,802</u>	<u>2,293,588</u>	<u>2,294,585</u>

The financial statements on pages 6 to 20 were approved by the trustees, and authorised for issue on 7 December 2021 and signed on their behalf by:

  
.....  
Mr T Bates  
Trustee

  
.....  
Mr T Raby  
Secretary and Trustee

## **NORTH CHEAM BAPTIST CHURCH**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021**

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#### **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 financial statements include all transactions, assets and liabilities for which the trustees can be held responsible in law. They do not include the financial statements of the church groups that owe affiliation to another body nor those that are informal gatherings of church members.

##### **Financial reporting standard 102 - reduced disclosure exemptions**

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

##### **Income**

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

##### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs 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.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

##### **Allocation and apportionment of costs**

Costs are allocated to the principal activities of the Church on the following basis:

- Salaries and related costs : time spent
- Other costs : in accordance with purpose and nature of expenditure

## **NORTH CHEAM BAPTIST CHURCH**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021**

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#### **Tangible fixed assets**

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

<b>Asset class</b>	<b>Depreciation method and rate</b>
Freehold property	2% on cost
Fixtures & equipment	20% on cost

The Church premises constitutes an inalienable asset, but not a heritage asset, for which reliable cost information is not available and conventional valuation approaches lack sufficient reliability. Accordingly the Church premises have been included in the financial statements at insurance value at 1 September 2014. The two freehold houses have been included in the financial statements at rebuilding cost as at 31 August 2002 using standard techniques and published information. These values have been treated as deemed costs at the date of transition of 1 September 2014.

The Church has in place an accounting policy of carrying out regular maintenance and repairs on its freehold properties (the cost of which are charged in full to the SOFA). No depreciation arises in the year on the freehold properties as in the opinion of the trustees the residual value of the properties are not materially different from their carrying amount in the financial statements. An impairment review of such fixed assets in accordance with FRS 102 section 27 is carried out as at 31 August each year.

#### **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. The funds representing the Church's two freehold houses are categorised as Designated Funds. The London Baptist Property Board, in its role as ultimate trustee, would need to consent to the monies represented by these funds being used for a substantially different purpose to that of the provision of the houses for the Church's own use.

Designated funds are unrestricted funds set aside for specific purposes 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.

#### **Pensions and other post retirement benefits**

The pension costs charged in the financial statements represent contributions payable by the Church in accordance with FRS 17 "Retirement Benefits". The contributions payable by the Church now comprise both contributions to the new DC Baptist Union scheme, accounted for on the accruals basis, and a fixed percentage deficiency payment relating to the closed DB scheme. Accordingly the deficiency payment pension contributions have been accounted for as a defined contribution scheme although the underlying pension scheme provides benefits on a defined benefit basis.

## NORTH CHEAM BAPTIST CHURCH

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### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

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#### Current assets

Cash at bank and in hand includes cash held on deposit with the CAF Bank Ltd, Santander and the London Baptist Property Board.

#### Financial instruments

The Church only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

#### Currency

The Church's functional and presentational currency is pounds Sterling (GBP).

## 2 Donations and legacies

	2021 £	2020 £
Offerings and donations	12,121	20,227
Offerings and donations - Gift aided	57,657	61,760
Gift aid	14,400	15,705
	<u>84,178</u>	<u>97,692</u>

## 3 Investment income

	2021 £	2020 £
Rent received	13,158	13,073
Use of facilities	380	505
Deposit account interest	129	645
	<u>13,667</u>	<u>14,223</u>

## 4 Income from charitable activities

	2021 £	2020 £
Fees and subscriptions - Young People	213	1,994
Fees and subscriptions - Church	-	773
	<u>213</u>	<u>2,767</u>

## 5 Raising funds

	2021 £	2020 £
Materials purchased	<u>1,928</u>	<u>4,198</u>

## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

#### 6 Charitable activities costs

	Direct costs (Note 7) £	Grant funding of activities (Note 8) £	Support costs (Note 9) £	Total 2021 £
Young People	-	-	12,964	12,964
Church	364	12,450	71,511	84,325
	<u>364</u>	<u>12,450</u>	<u>84,475</u>	<u>97,289</u>

	Direct costs (Note 7) £	Grant funding of activities (Note 8) £	Support costs (Note 9) £	Total 2020 £
Young People	-	44	13,107	13,151
Church	1,857	14,415	66,952	83,224
	<u>1,857</u>	<u>14,459</u>	<u>80,059</u>	<u>96,375</u>

#### 7 Direct costs of charitable activities

	2021 £	2020 £
Pulpit supply	-	120
Courses conferences	-	295
Evangelism	24	1,080
Outreach & nurture	340	362
	<u>364</u>	<u>1,857</u>

#### 8 Grants payable

	Total 2021 £	Total 2020 £
Young People	-	44
Church	12,450	14,415
	<u>12,450</u>	<u>14,459</u>

## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

The total grants paid to institutions during the year was as follows:

	2021 £	2020 £
London Baptist Association Home Mission Fund	3,600	3,600
Baptist Missionary Society	3,602	3,656
Messianic Testimony	1,500	1,500
Sutton Schools Christian Worker Trust	1,502	1,556
Sutton Community Works	600	1,620
London City Mission	-	621
Tearfund for Uganda	1,500	1,561
Evangelical Alliance	120	-
Other independent charitable organisations	26	345
	<u>12,450</u>	<u>14,459</u>

Included within the above grants payable are the following amounts of designated giving by members of the Church.

	2021 £	2020 £
Baptist Missionary Society	100	-
London Baptist Association Home Mission Fund	-	56
London City Mission	-	367
Sutton Schools Christian Worker Trust	-	56
Sutton Community Works	-	140
Other independent charitable organisations	-	225
	<u>100</u>	<u>844</u>

## 9 Support costs

	Management £	Church premises & Manses £	Young People £	Governance costs £	Total 2021 £
Young People	-	-	12,964	-	12,964
Church	50,857	18,881	-	1,773	71,511
	<u>50,857</u>	<u>18,881</u>	<u>12,964</u>	<u>1,773</u>	<u>84,475</u>



## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

	Management £	Church premises & Manses £	Young People £	Governance costs £	Total 2020 £
Young People	-	-	13,107	-	13,107
Church	51,288	13,875	-	1,789	66,952
	<u>51,288</u>	<u>13,875</u>	<u>13,107</u>	<u>1,789</u>	<u>80,059</u>

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

#### Management

	2021 Church £	2020 Total activities £
Trustees' salaries	35,262	34,575
Trustees' social security less Employment Allowance	-	309
Trustees' pension contributions	8,156	8,395
Photocopier	151	473
Flowers	-	12
Copyrights and licences	272	508
Travel	-	64
Telephone and internet	1,173	1,008
Printing and stationery	295	396
Depreciation of tangible and heritage assets	5,548	5,548
	<u>50,857</u>	<u>51,288</u>

#### Church premises & manses

	2021 Church £	2020 Total activities £
Rates and water	2,936	2,919
Light and heat	1,543	2,387
Insurance	4,206	4,153
Premises maintenance	10,196	4,416
	<u>18,881</u>	<u>13,875</u>

## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

#### Governance costs

	2021 Church £	2020 Total activities £
Independent Examiner	684	684
LBA & BU Capitation fees	1,089	1,105
	<u>1,773</u>	<u>1,789</u>

#### Young People

	2021 Young People £	2020 Total activities £
Wages	11,792	11,561
Social security	-	396
Pensions	1,172	1,150
	<u>12,964</u>	<u>13,107</u>

#### 10 Trustees remuneration and benefits

	2021 £	2020 £
Trustees' salaries	35,262	34,575
Trustees' social security less Employment Allowance	-	309
Trustees' pension contributions	8,156	8,395
	<u>43,418</u>	<u>43,279</u>

#### 11 Staff costs

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

	2021	2020
Minister	1	1
Young People	1	1
	<u>2</u>	<u>2</u>

## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

Total staff costs were as follows:

	2021 £	2020 £
Salaries	47,054	46,136
Social security	-	705
Pensions contribution	9,328	9,545
	<u>56,382</u>	<u>56,386</u>

No employee received emoluments of more than £60,000 during the year

#### 12 Comparatives for the statement of financial activities

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	Total Funds £
<b>Income and Endowments from:</b>				
Donations and legacies	96,013	1,679	-	97,692
<b>Charitable activities</b>				
Young People	1,994	-	-	1,994
Church	773	-	-	773
Investment income	14,223	-	-	14,223
Other income	50	-	-	50
<b>Total</b>	<u>113,053</u>	<u>1,679</u>	<u>-</u>	<u>114,732</u>
<b>Expenditure on:</b>				
Raising funds	(4,198)	-	-	(4,198)
<b>Charitable activities</b>				
Young People	(13,151)	-	-	(13,151)
Church	(76,397)	(6,827)	-	(83,224)
<b>Total</b>	<u>(93,746)</u>	<u>(6,827)</u>	<u>-</u>	<u>(100,573)</u>
Net income/(expenditure)	19,307	(5,148)	-	14,159
Transfers between funds	(254)	254	-	-
Net movement in funds	19,053	(4,894)	-	14,159
<b>Reconciliation of funds</b>				
Total funds brought forward	448,508	24,116	1,807,802	2,280,426
Total funds carried forward	<u>467,561</u>	<u>19,222</u>	<u>1,807,802</u>	<u>2,294,585</u>

## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

#### 13 Tangible fixed assets

	Freehold property £	Fixtures & equipment £	Total £
<b>Cost</b>			
At 1 September 2020	2,082,802	72,015	2,154,817
Additions	-	773	773
At 31 August 2021	<u>2,082,802</u>	<u>72,788</u>	<u>2,155,590</u>
<b>Depreciation</b>			
At 1 September 2020	-	46,300	46,300
Charge for the year	-	5,548	5,548
At 31 August 2021	<u>-</u>	<u>51,848</u>	<u>51,848</u>
<b>Net book value</b>			
At 31 August 2021	<u>2,082,802</u>	<u>20,940</u>	<u>2,103,742</u>
At 31 August 2020	<u>2,082,802</u>	<u>25,715</u>	<u>2,108,517</u>

#### Depreciation of freehold buildings

The Church has not depreciated its freehold properties, as the difference between their residual value and the carrying value is such that any depreciation charged would not be material. An impairment review in accordance with FRS 102 was performed as at the balance sheet date which resulted in no impairment charge for the year (2020 - £nil).

#### 14 Debtors: amounts falling due within one year

	2021 £	2020 £
Inter-fund loan	355	355
Gift Aid taxation	1,069	2,569
Prepayments and accrued income	1,032	349
Other debtors	<u>201</u>	<u>-</u>
	<u>2,657</u>	<u>3,273</u>

## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

#### 15 Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	-	147
Manse 2 deposit	1,338	1,340
Inter-fund loan	355	355
Accrued expenses	684	685
	<u>2,377</u>	<u>2,527</u>

#### 16 Movement in funds

	Balance at 1 Sep 2020 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 Aug 2021 £
<b>Unrestricted</b>					
General fund	56,812	95,582	(82,532)	(17,000)	52,862
Manse 1	165,000	-	-	-	165,000
Manse 2	110,000	-	-	-	110,000
Luncheon Club	463	-	(99)	-	364
Fellowship Fund	2,549	325	(135)	-	2,739
General Reserve	15,000	-	-	-	15,000
Young People	1,137	213	(1,793)	1,000	557
Maintenance Reserve	18,871	-	(9,664)	16,000	25,207
General Gifts	97,729	2,000	-	-	99,729
	<u>467,561</u>	<u>98,120</u>	<u>(94,223)</u>	<u>-</u>	<u>471,458</u>
<b>Restricted</b>					
Specific Gifts	19,222	100	(4,994)	-	14,328
<b>Endowment</b>					
Church premises at Ridge Road, North Cheam, Sutton SM3 9LY.	1,807,802	-	-	-	1,807,802
<b>Total funds</b>	<u>2,294,585</u>	<u>98,220</u>	<u>(99,217)</u>	<u>-</u>	<u>2,293,588</u>

## NORTH CHEAM BAPTIST CHURCH

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

#### Comparatives for movement in funds

	Balance at 1 Sep 2019 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 Aug 2020 £
<b>Unrestricted</b>					
General fund	55,810	102,986	(85,864)	(16,120)	56,812
Manse 1	165,000	-	-	-	165,000
Manse 2	110,000	-	-	-	110,000
Luncheon Club	795	773	(971)	(134)	463
Fellowship Fund	2,249	300	-	-	2,549
General Reserve	15,000	-	-	-	15,000
Young People	1,775	1,994	(2,632)	-	1,137
Maintenance Reserve	7,063	-	(4,192)	16,000	18,871
General Gifts	90,755	7,000	(26)	-	97,729
Tearfund Uganda	61	-	(61)	-	-
	<u>448,508</u>	<u>113,053</u>	<u>(93,746)</u>	<u>(254)</u>	<u>467,561</u>
<b>Restricted</b>					
Specific Gifts	24,116	1,679	(6,827)	254	19,222
<b>Endowment</b>					
Church premises at Ridge Road, North Cheam, Sutton SM3 9LY.	<u>1,807,802</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,807,802</u>
<b>Total funds</b>	<u><u>2,280,426</u></u>	<u><u>114,732</u></u>	<u><u>(100,573)</u></u>	<u><u>-</u></u>	<u><u>2,294,585</u></u>

#### 17 Related party disclosures

The Minister, who is also a trustee, is employed under a letter of appointment and is remunerated for his duties as minister, details of which are disclosed in the notes to the financial statements.

The total amount of donations without conditions received by the Church from the trustees during the year was £16,760 (2020 - £19,105). Apart from their individual voluntary giving to the Church and reimbursement to them of specific expenditure directly attributable to the activities of the Church there were no related party transactions between the trustees (other than the Minister) and the Church. No trustee was reimbursed any personal expenses incurred by them for services provided to the Church or received any remuneration from the Church (2020 - Nil).

#### 18 Ultimate controlling party

The Church is governed by the trustees under the general guidance of the Church Meeting in accordance with the Church's constitution.



## **NORTH CHEAM BAPTIST CHURCH**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021**

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#### **19 Unrestricted designated funds**

The nature and purpose of the Church's unrestricted designated funds are as follows:

##### **Manse 1 and Manse 2**

These funds represent the two freehold houses owned by the Church which have been included in the financial statements at rebuilding cost as at 31 August 2002 using standard techniques and published information. Manse 1 is occupied by the Minister. Manse 2 is currently let. The London Baptist Property Board, in its role as ultimate trustee, would need to consent to the monies represented by these funds being used for a purpose substantially different to that of the provision of Manses for the Church's own use.

No depreciation arises in the year on the freehold properties as in the opinion of the trustees the residual value of the properties are not materially less than their carrying amount in the financial statements.

##### **Fellowship Fund**

This fund is available to the Minister to use on a confidential basis to meet the financial needs of members of the Church congregation in cases of extreme hardship or emergencies.

##### **General Reserve**

This fund is money set aside in accordance with the Church's reserve policy, further details of which are given in the Trustees' Report.

##### **Young People**

This fund is money to be utilised for the Church's activities in providing events and meetings open to all children and young people in the local community.

##### **Maintenance Reserve**

This fund is money set aside to finance the day to day repairs, maintenance and upkeep of the church premises and two manses respectively.

##### **General Gifts**

This fund relates to special one off gifts to the Church that is available to the Trustees to utilise as they determine.

##### **Tearfund Uganda**

This fund is to support Tearfund in its work in mobilising the Church in Uganda to bring hope, transformation and empowerment to communities.

##### **Other**

The other funds relate to the specific other activities operated by the Church.

## **NORTH CHEAM BAPTIST CHURCH**

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### **NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021**

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#### **20 Restricted funds**

##### **Specific Gifts**

This represents money given by way of legacies and gifts either for a specific purpose or at the discretion of the trustees and the Church Meeting.

#### **21 Endowment funds**

This comprises the Church premises and is held on trust by The London Baptist Property Board to be retained indefinitely as a place of Christian worship.

## NORTH CHEAM BAPTIST CHURCH

### DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	2021 £	2020 £
<b>Income and Endowments</b>		
<i><b>Donations and legacies</b></i>		
Offerings and donations	12,121	20,227
Offerings and donations - Gift aided	57,657	61,760
Gift aid	14,400	15,705
	<u>84,178</u>	<u>97,692</u>
<i><b>Investment income</b></i>		
Rents received	13,158	13,073
Use of facilities	380	505
Deposit account interest	129	645
	<u>13,667</u>	<u>14,223</u>
<i><b>Charitable activities</b></i>		
Fees and subscription	213	2,767
<i><b>Other income</b></i>		
Other income	162	50
<b>Total incoming resources</b>	<u>98,220</u>	<u>114,732</u>
<b>Expenditure</b>		
<i><b>Raising donations and legacies</b></i>		
Materials purchased	1,928	4,198
<i><b>Charitable activities</b></i>		
Pulpit supply	-	120
Courses conferences	-	295
Evangelism	24	1,080
Outreach & nurture	340	362
Grants to institutions	12,450	14,459
	<u>12,814</u>	<u>16,316</u>

# NORTH CHEAM BAPTIST CHURCH

## DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	2021 £	2020 £
<b>Support costs</b>		
<b>Management</b>		
Trustees' salaries	35,262	34,575
Trustees' social security less Employment Allowance	-	309
Trustees' pension contributions	8,156	8,395
Photocopier	151	473
Flowers	-	12
Copyrights and licences	272	508
Travel	-	64
Telephone and internet	1,173	1,008
Printing and stationery	295	396
Depreciation of fixtures and equipment	5,548	5,548
	<u>50,857</u>	<u>51,288</u>
<b>Church premises &amp; Manses</b>		
Rates and water	2,936	2,919
Light and heat	1,543	2,387
Insurance	4,206	4,153
Premises maintenance	10,196	4,416
	<u>18,881</u>	<u>13,875</u>
<b>Young People</b>		
Wages	11,792	11,561
Social security	-	396
Pensions	1,172	1,150
	<u>12,964</u>	<u>13,107</u>
<b>Governance costs</b>		
Independent Examiner	684	684
LBA & BU Capitation fees	1,089	1,105
	<u>1,773</u>	<u>1,789</u>
<b>Total resources expended</b>	<u>99,217</u>	<u>100,573</u>
<b>Net (expenditure)/income</b>	<u>(997)</u>	<u>14,159</u>