

VICTORIA BAPTIST CHURCH TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

VICTORIA BAPTIST CHURCH TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr K A Pamphilon	
	Revd C Short	
	Mr R J Kirk	
	Mrs P A Burr	
	Ms L A Craggs	(Appointed 24 November 2021)
	Miss F Hall	(Appointed 24 November 2021)
	Mr S D J Jupp	(Appointed 24 November 2021)
Charity number	1132335	
Company number	07028173	
Principal address	Eldon Road Eastbourne East Sussex BN21 1UE	
Registered office	Eldon Road Eastbourne East Sussex BN21 1UE	
Independent examiner	Alastair Towler BFP ACA DChA 18 Hyde Gardens Eastbourne East Sussex BN21 4PT	

VICTORIA BAPTIST CHURCH TRUST

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VICTORIA BAPTIST CHURCH TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their annual report and financial statements for the year ended 31 December 2021.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Church's Memorandum and Articles of Association, the Companies Act 2006 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 Church's objects are:

- a) the advancement of the Christian faith according to the Bible and the principles of the Baptist denomination.
- b) the church may also advance education, relieve poverty and carry out the other charitable purposes in the United Kingdom and other parts of the world.

The vision statement of the church is *Victoria Baptist Church exists to see Jesus Christ honoured in Eastbourne and beyond* (as noted in 2020 Trustees Report). The regular meetings of the church continued to be curtailed due to COVID but began to return to normal from September. A wide variety of other gatherings and organisations also meet and operate under the auspices of Victoria Baptist Church in line with its vision and objects.

The trustees have paid due regard to the Public Benefit guidance issued by the Charity Commission in deciding what activities the Church should undertake.

Achievements and performance

Victoria Baptist Church Trust provides a large number of activities which fall within its purpose and aims. As its Governing Document describes, the purpose of the church is the advancement of the Christian faith in accordance with the principles of the Bible and the practices of the Baptist Denomination. These aims are carried out both by a staff team and volunteers serving the church in a variety of different ways.

During the year online services, Bible studies, prayer meetings and youth and children's work were provided. We continued the work of the Christians Against Poverty Debt Centre and commenced a 'Community Fridge' ministry, reducing food waste and alleviating food poverty. The pastoral visiting team continued to grow and a special emphasis was placed on the development of Life Groups within the church.

Other organisations such as men's and women's fellowships also continued to provide support to additional sources of worship and teaching which complement the Sunday services. Other projects complement the ministry of the church with events for young people in the locality including Boys' and Girls' Brigades. The church also has a team who provide voluntary marshalling services for many community events in Eastbourne and beyond.

The church continues to fulfil its objectives by supporting local initiatives for the relief of suffering and poverty Bramber Bakehouse, Networx and a variety of mission projects.

People in the locality continue to make extensive use of the church's buildings and facilities as possible. Many of these began to return after the pandemic and others such as Rock Choir joined them.

The church staff continue to administer and direct this operation under the leadership of the Core Leadership Team. Many volunteers, who give of their time and expertise, are involved in the delivery of these ministries.

Gifts and donations are given to organisations and individuals in accordance with the objectives of the church. The church continues to be supported largely by the sacrificial giving of its members and attendees. Gifts and donations in the year are shown in Note 8.

VICTORIA BAPTIST CHURCH TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2021

Financial review

The trust recorded a surplus of £34,145 on all funds in the year. This compares with a surplus of £8,282 last year. There was a decrease in regular giving from church members this year, which together with gift aid amounted to a £45,295 decrease in the year.

Reserves policy

The Majority of the church's funds are held in land and buildings, which are utilised to carry out the Church's purposes. It is the policy of the church to hold an adequate level of cash and readily accessible reserves deemed sufficient to meet likely and unexpected capital expenditure needs. Subject to any donor's wishes, restricted funds are generally held to meet specific purposes or capital projects.

The policy of the church is that a Charity Reserve Fund equivalent to 3 months expenditure should be maintained, holding cash which has not been designated for any specific purpose. The trustees consider that reserves of £82,000 will ensure that, in the event of a significant drop in funding, they will be able to continue the Church's current activities, while consideration is given to ways in which additional funds may be raised. This amount has been designated, leaving £161,563 in unrestricted reserves. Of these unrestricted funds, general unrestricted funds represent free reserves of £68,752.

Any excess reserves above the minimum level shown above represent funds which need to be accumulated for major capital projects & building works in the future.

Investment policy

The majority of monies are invested in deposit accounts with financial institutions, the Baptist Union and M&G Charifund Income Units, being recognised bank or deposit takers. The Trust seeks to obtain the highest possible returns consistent with a cautious attitude to risk and short term availability of such monies. The Trust has for a number of years held M & G Charifund Units, which are subject to stock market fluctuations. These investment are easily realisable and the church is satisfied with the performance of these investments.

The trustees have considered the major risks to which the Church is exposed in particular those related to the operations and finances of the Church. They are satisfied that appropriate systems are in place to mitigate the Church's exposure to such risks, to safeguard the assets of the Church and should prevent and/or detect fraud and other irregularities.

Structure, governance and management

The Church is a company limited by guarantee and incorporated on the 23rd September 2009 and commenced activities on the 1 January 2010 with the transfer of assets and funds from Victoria Baptist Church, an unincorporated charity. Victoria Baptist Church is affiliated to the Baptist Union Corporation, who are sole custodian trustees of the church land and buildings on behalf of the church and manses.

Full legal and administrative information is displayed on the flysheet to the accounts. The trustees, who are also the directors for the purpose of company law, and who served during the year were:

Mr A Babalola	(Resigned 31 March 2021)
Mr K A Pamphilon	
Mr M J Simmons	(Resigned 24 November 2021)
Revd C Short	
Mr J E Taylor	(Resigned 24 November 2021)
Mr R J Kirk	
Mrs P A Burr	
Ms J Simkins	(Resigned 24 November 2021)
Rev B Wightwick	(Resigned 24 November 2021)
Ms L A Craggs	(Appointed 24 November 2021)
Miss F Hall	(Appointed 24 November 2021)
Mr S D J Jupp	(Appointed 24 November 2021)

VICTORIA BAPTIST CHURCH TRUST

TRUSTEES' REPORT (CONTINUED)(INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2021

The church is managed on a day to day basis by the ministerial team in liaison with Church pastoral and administrative staff. The oversight and leadership of the church is governed by the core leadership team who are the trustees.

The trustees are appointed by the church at a general meeting as dictated by the governing document and appropriate training is given to the trustees.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

These accounts have been prepared in accordance with the special provisions relating to small companies within Part 15 of the Companies Act 2006.

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



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Revd C Short

Trustee

Dated: 16/9/22

VICTORIA BAPTIST CHURCH TRUST

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees, who are also the directors of Victoria Baptist Church Trust for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Church and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

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

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Church and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Church and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

VICTORIA BAPTIST CHURCH TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF VICTORIA BAPTIST CHURCH TRUST

I report to the trustees on my examination of the financial statements of Victoria Baptist Church Trust (the Church) for the year ended 31 December 2021.

Responsibilities and basis of report

As the trustees of the Church (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the Church are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Church's financial statements carried out under section 145 of the Charities Act 2011 (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

Since the Church's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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 Church as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.



Alastair Towler BFP ACA DChA

18 Hyde Gardens
Eastbourne
East Sussex
BN21 4PT

Dated: 27/9/2022

VICTORIA BAPTIST CHURCH TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total Unrestricted funds 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
<u>Income from:</u>							
Donations and legacies	3	346,278	-	346,278	393,313	-	393,313
Charitable activities	4	4,859	-	4,859	2,971	-	2,971
Other trading activities	5	12,426	-	12,426	13,064	-	13,064
Investments	6	5,790	-	5,790	5,300	-	5,300
Total income		369,353	-	369,353	414,648	-	414,648
<u>Expenditure on:</u>							
Charitable activities	7	346,640	-	346,640	372,105	-	372,105
Net gains/(losses) on investments	12	11,432	-	11,432	(34,261)	-	(34,261)
Net movement in funds		34,145	-	34,145	8,282	-	8,282
Fund balances at 1 January 2021		209,418	234,942	444,360	201,136	234,942	436,078
Fund balances at 31 December 2021		243,563	234,942	478,505	209,418	234,942	444,360

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

VICTORIA BAPTIST CHURCH TRUST

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Property, plant and equipment	13		311,637		316,264
Investments	14		143,443		82,011
			<u>455,080</u>		<u>398,275</u>
Current assets					
Trade and other receivables	16	13,092		26,598	
Cash at bank and in hand		21,081		27,312	
		<u>34,173</u>		<u>53,910</u>	
Current liabilities	17	(10,748)		(7,825)	
Net current assets			<u>23,425</u>		<u>46,085</u>
Total assets less current liabilities			<u>478,505</u>		<u>444,360</u>
Income funds					
Restricted funds	18		234,942		234,942
<u>Unrestricted funds</u>					
Designated funds	19	174,811		134,935	
General unrestricted funds		68,752		74,483	
			<u>243,563</u>		<u>209,418</u>
			<u>478,505</u>		<u>444,360</u>

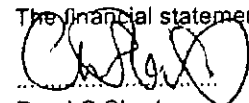
The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021.

The Trustees' have responsibility for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 16/9/22.



Revd C Short
Trustee

Company Registration No. 07028173

VICTORIA BAPTIST CHURCH TRUST

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash generated from operations	21		49,552		31,347
Investing activities					
Purchase of property, plant and equipment		(11,573)		(83,560)	
Purchase of investments		(50,000)		-	
Proceeds from disposal of investments		-		45,001	
Investment income received		5,790		5,300	
Net cash used in investing activities			(55,783)		(33,259)
Net cash used in financing activities			-		-
Net decrease in cash and cash equivalents			(6,231)		(1,912)
Cash and cash equivalents at beginning of year			27,312		29,224
Cash and cash equivalents at end of year			21,081		27,312

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Victoria Baptist Church Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Eldon Road, Eastbourne, East Sussex, BN21 1UE.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Church's Memorandum and Articles of Association, the Companies Act 2006 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)". The Church is a Public Benefit Entity as defined by FRS 102.

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

The accounts have been prepared under the historical cost convention, modified to include the revaluation of investments 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 Church 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 include donations and other incoming resources receivable or generated for the objects of the Church without further specified purposes and are available as general funds.

Designated funds are unrestricted funds earmarked by the Trustees for particular purposes.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure that meets these criteria is charged to the fund together with the appropriate management and support costs.

1.4 Income

Income is recognised when the Church is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Voluntary income and donations are accounted for as received by the Church. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Church 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.

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Monies received are allocated to the period to which they relate. Any income which is received but relates to a subsequent period is deferred and subsequently released in the relevant accounting period.

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.5 Expenditure

Resources expended are recognised in the period to which the costs relate.

The main cost centres are:

- Charitable activities - which cover the running expenses of the charity including church & office operations.
- Building costs - which include the cost of running the main church building and the two manses,
- Donations - including gifts to local organisations and activities held at the church (Boys and Girls Brigade).
- Governance costs - include those costs associated with fulfilling the charity's statutory obligations.

The charity is not registered for VAT and therefore all expenditure is recorded inclusive of non-recoverable VAT.

Governance costs are allocated 100% to direct charitable activities in relation to the running of the church and its operations.

1.6 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

The church premises at Eldon Road, Eastbourne are held on trust by The Baptist Union Corporation Limited. There is no record of original cost and as such, this property is not reflected in the financial statements.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	0% (see below)
Fixtures, fittings & equipment	5 or 10 years straight line

The manses at 35 Baldwin Avenue and 90 Longland Road, Eastbourne are held on trust by The Baptist Union Corporation Limited. The Church has a beneficial interest in these properties and they are, therefore, included in the financial statements. They are stated at cost and are not subject to depreciation. It is the trustees' policy to maintain all the buildings to such a standard that their residual value is not less than cost at any given time.

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

All equipment costing in excess of £250 is capitalised.

1.7 Non-current investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

The Fixed asset investments included in the accounts represent a listed investment portfolio. The year end balance is restated to its Open Market Value with any increase/decrease in value shown in the Statement of Financial Activities.

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.8 Impairment of non-current assets

At each reporting end date, the Church 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).

1.9 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.

1.10 Financial instruments

The Church 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 Church's balance sheet when the Church 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 trade and other receivables 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 trade and other payables 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 payables 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 payables 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 Church's contractual obligations expire or are discharged or cancelled.

1.11 Taxation

The Church is not liable to taxation on its activities.

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.12 Employee benefits

If material, the cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Church is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

The Church contributes to defined contribution pension schemes on behalf of some staff. The contributions payable for the year are charged in the financial statements as part of Staff costs.

1.13 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

The Church pays pension contributions for its Minister to the Baptist Ministers Pension Trust Limited, which is a final salary defined benefit scheme, which is not contracted out of the State second pension. The scheme is a multi-employer scheme and it is not possible to identify the assets and liabilities of the scheme which are attributable to the church. Therefore, in accordance with FRS102 Section 28, the scheme is accounted for as a defined contribution scheme.

1.14 Stock

The Church considers that the small value of stocks in hand at each year end is insignificant and no adjustment has been made to the Financial Statements to reflect these items.

1.15 Taxation

The Church is not liable to taxation on its activities.

2 Critical accounting estimates and judgements

In the application of the Church'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.

3 Donations and legacies

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Donations and gifts	297,586	366,189
Legacies receivable	35,429	12,000
Government Grant income - Furlough payments	13,263	15,124
	<u>346,278</u>	<u>393,313</u>

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

4 Charitable activities

	Church operations 2021 £	Church operations 2020 £
Sales within charitable activities	<u>4,859</u>	<u>2,971</u>

5 Other trading activities

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Other ancillary trading income	<u>12,426</u>	<u>13,064</u>

6 Investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Interest receivable	<u>5,790</u>	<u>5,300</u>

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

7 Charitable activities

	Church operations	Supporting the worldwide church	Total	Total 2020
	£	£	£	£
Staff costs	182,926	-	182,926	196,415
Depreciation and impairment	16,200	-	16,200	14,402
Other direct costs	40,073	-	40,073	38,870
Rent and rates	8,090	-	8,090	8,444
Insurance costs	5,223	-	5,223	5,089
Light and heat	16,602	-	16,602	7,950
Repairs and renewals	28,112	-	28,112	34,879
Telephone costs	2,060	-	2,060	2,525
Printing, postage, stationery and computer costs	5,005	-	5,005	8,391
Sundry and other expenses	4,849	-	4,849	4,448
	<u>309,140</u>	<u>-</u>	<u>309,140</u>	<u>321,413</u>
Grant funding of activities (see note 8)	-	34,998	34,998	48,418
Share of governance costs (see note 9)	2,502	-	2,502	2,274
	<u>311,642</u>	<u>34,998</u>	<u>346,640</u>	<u>372,105</u>
Analysis by fund				
Unrestricted funds - general	<u>311,642</u>	<u>34,998</u>	<u>346,640</u>	
	<u>311,642</u>	<u>34,998</u>	<u>346,640</u>	
For the year ended 31 December 2020				
Unrestricted funds - general	<u>323,687</u>	<u>48,418</u>		<u>372,105</u>
	<u>323,687</u>	<u>48,418</u>		<u>372,105</u>

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

8 Grants payable

	Supporting the worldwide church 2021 £	Supporting the worldwide church 2020 £
Grants to institutions:		
Baptist Missionary Society	13,500	14,465
SIM	-	11,752
Baptist Union Home Mission	14,004	14,624
George Ebdy	600	-
Eastbourne Network	-	2,000
Pastor Sergei	-	3,100
Boys and Girls Brigades	1,373	1,453
Living Life	200	-
Bramber Bakehouse	1,000	-
Old Town Churches	42	-
Other	4,279	1,024
	<u>34,998</u>	<u>48,418</u>

-

9 Support costs

	Support costs £	Governance costs £	2021 £	2020 £	Basis of allocation
Accountancy	-	2,502	2,502	2,274	Governance
	<u>-</u>	<u>2,502</u>	<u>2,502</u>	<u>2,274</u>	
<u>Analysed between</u>					
Charitable activities	-	2,502	2,502	2,274	
	<u>-</u>	<u>2,502</u>	<u>2,502</u>	<u>2,274</u>	

Accountancy fees listed above includes payments to the Independent Examiner for accountancy and Independent Examination services. Approximately £1,200 of this fee can be attributed to the Independent Examination (2020: £1,200).

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year.

Travel and other direct expenses totalling £2,192 (2020: £3,561) were reimbursed to two trustees in the year.

Other expenses totalling £517 were reimbursed to two trustees and their related parties (2020: one trustee was reimbursed £525). These were operating expenses paid for by the trustees on behalf of the trust, in carrying out its activities.

Total donations received from the trustees amounted to £23,836 during the year (2020: £22,153). This excludes any cash donations which were paid into the weekly offerings as these are not separately identifiable. One related party of a trustee also donated £200.

Trustees Indemnity insurance was purchased during the year, at a cost of £590.

The Minister acts as one of the church's trustees in accordance with the Trust deed and received remuneration of £38,232 and other benefits in respect of his services as Minister, including the provision of manse accommodation free of charge.

There were no other disclosable related party transactions.

11 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Charitable activities	9	10
	<hr/>	<hr/>
Employment costs	2021	2020
	£	£
Wages and salaries	164,633	175,798
Social security costs	8,948	10,744
Other pension costs	9,345	9,873
	<hr/>	<hr/>
	182,926	196,415
	<hr/>	<hr/>

Total aggregate remuneration paid to key management personnel during the year was £64,323 (2020 £73,390).

Pension contributions, into defined contribution pension schemes, amounted to £9,345 (2020: £9,873).

In addition to the paid members of staff, many volunteers give their time and expertise in the delivery of our ministries.

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

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

12 Net gains/(losses) on investments

	Unrestricted funds general 2021 £	Unrestricted funds general 2020 £
Revaluation of investments	11,432	(17,215)
Gain/(loss) on sale of investments	-	(17,046)
	<u>11,432</u>	<u>(34,261)</u>

13 Property, plant and equipment

	Freehold land and buildings £	Fixtures, fittings & equipment £	Total £
Cost			
At 1 January 2021	234,942	211,306	446,248
Additions	-	11,573	11,573
Disposals	-	(67,005)	(67,005)
At 31 December 2021	<u>234,942</u>	<u>155,874</u>	<u>390,816</u>
Depreciation and impairment			
At 1 January 2021	-	129,984	129,984
Depreciation charged in the year	-	16,200	16,200
Eliminated in respect of disposals	-	(67,005)	(67,005)
At 31 December 2021	<u>-</u>	<u>79,179</u>	<u>79,179</u>
Carrying amount			
At 31 December 2021	<u>234,942</u>	<u>76,695</u>	<u>311,637</u>
At 31 December 2020	<u>234,942</u>	<u>81,322</u>	<u>316,264</u>

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

14 Fixed asset investments

	Listed investments £
Cost or valuation	
At 1 January 2021	82,011
Additions	50,000
Valuation changes	11,432
	<hr/>
At 31 December 2021	143,443
	<hr/>
Carrying amount	
At 31 December 2021	143,443
	<hr/>
At 31 December 2020	82,011
	<hr/>

Fixed asset investments revalued

The investments are included at their Open Market Value at the year end. The historic cost of the portfolio is £145,595 (2020: £95,595).

15 Financial instruments	2021 £	2020 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	143,443	82,011
	<hr/>	<hr/>
16 Trade and other receivables	2021 £	2020 £
Amounts falling due within one year:		
Trade receivables	1,220	-
Prepayments and accrued income	11,872	26,598
	<hr/>	<hr/>
	13,092	26,598
	<hr/>	<hr/>
17 Current liabilities	2021 £	2020 £
Other taxation and social security	4,091	(3,000)
Other payables	4,239	3,786
Accruals and deferred income	2,418	7,039
	<hr/>	<hr/>
	10,748	7,825
	<hr/>	<hr/>

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

18 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:

	Balance at 1 January 2020	Movement in funds Incoming resources	Balance at 1 January 2021	Movement in funds Incoming resources	Balance at 31 December 2021
	£	£	£	£	£
Buildings fund	234,942	-	234,942	-	234,942

- Buildings Fund shows the cost of the church's two manse properties.

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

19 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:

	Balance at 1 January 2020	Movement in funds			Revaluations, gains and losses	Balance at 1 January 2021	Movement in funds			Revaluations, gains and losses	Balance at 31 December 2021
	£	Incoming resources	Resources expended	Transfers	£	£	Incoming resources	Resources expended	Transfers	£	£
Allocations fund	3,689	1,040	(7,967)	10,200	-	6,962	1,019	(6,349)	10,200	-	11,832
Bookstall fund	1,885	987	(435)	-	-	2,437	1,009	(359)	-	-	3,087
Catering fund	44	-	(919)	1,000	-	125	-	(4,104)	3,980	-	1
Charity reserve fund	70,000	-	-	-	-	70,000	-	-	12,000	-	82,000
Investment fund	121,273	-	-	(61,331)	(34,261)	25,681	-	-	-	11,432	37,113
Maintenance fund	23	-	(34,027)	36,000	-	1,996	-	(26,738)	24,750	-	8
Reserve fund	-	12,000	-	(10,000)	-	2,000	35,429	-	(37,429)	-	-
Events fund	134	944	(699)	-	-	379	2,125	(1,416)	-	-	1,088
Fellowship fund	1,875	9,995	(5,397)	-	-	6,473	5,124	(2,350)	-	-	9,247
Missionary fund	145	10,958	(50,766)	39,960	-	297	4,137	(28,104)	39,960	-	16,290
	199,068	35,924	(100,210)	15,829	(34,261)	116,350	48,843	(69,420)	53,461	11,432	160,666

- The Allocations Fund is for allocations to internal church activities and local organisations.
- The Investment Fund is the holding of the Charities Investment Fund (CharIFund).
- Charity Reserve Fund ring-fences 3 months running costs of the charity.
- The Fellowship Fund houses monies specifically collected and set aside to help those in need within our church fellowship. Funds are distributed at the discretion of the Core Leadership Team.
- Reserve fund will only be used if future legacies are in excess of the running costs of the church.

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

20	Analysis of net assets between funds	Unrestricted funds		Designated funds		Restricted funds		Total		Unrestricted funds		Designated funds		Restricted funds		Total	
		2021	£	2021	£	2021	£	2021	£	2020	£	2020	£	2020	£	2020	£
	Fund balances at 31 December 2021 are represented by:																
	Property, plant and equipment	76,695		-		234,942		311,637		81,322		-		234,942		316,264	
	Investments	-		143,443		-		143,443		-		82,011		-		82,011	
	Current assets/(liabilities)	(7,943)		31,368		-		23,425		(6,839)		52,924		-		46,085	
		68,752		174,811		234,942		478,505		74,483		134,935		234,942		444,360	

VICTORIA BAPTIST CHURCH TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

21	Cash generated from operations	2021 £	2020 £
	Surplus for the year	34,145	8,282
	Adjustments for:		
	Investment income recognised in statement of financial activities	(5,790)	(5,300)
	(Gain)/loss on disposal of investments	-	17,046
	Fair value gains and losses on investments	(11,432)	17,215
	Depreciation and impairment of property, plant and equipment	16,200	14,402
	Movements in working capital:		
	Decrease/(increase) in trade and other receivables	13,506	(11,783)
	Increase/(decrease) in trade and other payables	2,923	(8,515)
	Cash generated from operations	<u>49,552</u>	<u>31,347</u>
22	Analysis of changes in net funds		
	The Church had no debt during the year.		