

ABBNEY ROAD BAPTIST CHURCH

England & Wales · Charity number 1132950

Details

Other names	ARBC
Status	Registered
Legal form	Previously excepted
Registered	2009-11-24
Register	View on the Charity Commission register

Contact

Address	24 Mutrix Road London NW6 4QG
Phone	02076254070
Email	IAIN@ABBNEYCHURCH.ORG
Website	WWW.ABBNEYCHURCH.ORG

Activities

Objects: The principal purpose of the Church is the advancement of the Christian faith according to the principles of the Baptist denomination. The Church may also advance education and carry out other charitable purposes in the United Kingdom and/or other parts of the world.

Activities: To advance the Christian religion in UK and overseas by following and proclaiming the principle truths of the Bible and to support other Christians, churches or organisations sharing these objectives. To relieve poverty both in this country and overseas by any means.

Classification

- **How:** Makes Grants To Organisations, Provides Buildings/facilities/open Space, Provides Services
- **What:** Religious Activities
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** UNDEFINED. IN PRACTICE, LOCAL.
- Philippines
- United States
- Throughout London

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£292,848	£315,075	-	-
2023-12-31	£277,091	£248,305	-	-
2022-12-31	£209,848	£246,189	-	-
2021-12-31	£169,956	£234,859	-	-
2020-12-31	£186,615	£227,946	-	-

Trustees

Name	Role	Appointed
Rev IAIN LOVEL BATTY	Chair	
Amir Arjomand		2020-11-01
Sylvia Trotter		2013-09-01
Tursunbubu Emmott		2020-11-01

ABBAY ROAD BAPTIST CHURCH

England & Wales - Charity number 1132950

Accounts

Charity registration number 1132950 (England and Wales)

ABBHEY ROAD BAPTIST CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

ABBAY ROAD BAPTIST CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Pastor Iain Batty S Trotter Amir Arjomand Tursunbubu Emmott
Charity number (England and Wales)	1132950
Independent examiner	SBM Associates Limited Freedman House Christopher Wren Yard 117 High Street Croydon CR0 1QG Pauline McAlpine

ABBEY ROAD BAPTIST CHURCH

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ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees present their annual report and financial statements for the year ended 31 December 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The aims of the charity are:

To advance the Christian religion in the United Kingdom and overseas by following and proclaiming the principle truths of the Bible (Old and New Testaments). In furtherance of this the Church may arrange public and other meetings of worship, praise, evangelism, teaching, study, encouragement and prayer, it may plant new congregations in any locality and it may support other Christians, churches or organisations sharing these objectives.

To relieve poverty both in this country and overseas by any means (e.g. donations, provision of goods or services, contributions, loans and advances with or without interest).

Public Benefit

The trustees have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning its future activities. In particular the trustees consider how planned activities will contribute to the aims and objectives of the Charity. The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities

The significant activities of the charity in meeting its aims and objectives are:

- Congregational worship in the church building
- Bible classes
- Prayer meetings
- Outreach work, both within the local community and further afield
- Assistance through accommodation
- Support for "at-risk" individuals

ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Achievements and performance

Fellowship

Our church has maintained a consistent programme of worship, teaching, and community support throughout the year. Fellowship gatherings take place regularly, though attendance numbers fluctuate and remain lower than in earlier years.

Bible Study

Bible study sessions are held each Tuesday evening via Zoom, providing a space for members and friends to deepen their understanding of Scripture.

Alpha Course

Several Alpha courses were run after Sunday services, offering an accessible introduction to the Christian faith.

Evangelising

Members of our church regularly take part in evangelism at Speakers' Corner in Hyde Park, sharing the Christian message with members of the public in an open-air setting. This outreach has been spiritually encouraging and has helped to build connections while sharing the Christian message with people from a wide range of cultural backgrounds.

Clothing Donations

Members of the congregation, together with local supporters, coordinated a collection of clothing and toys. The donated items were shipped to a village community in Ghana, reaching families in need. This practical initiative reflected the church's commitment to meeting both material and spiritual needs.

DAR Russian School

Our partnership with DAR Russian School has remained strong. The school makes regular use of our facilities during weekdays and Saturdays, supporting children and families facing economic and social pressures. We continue to encourage their work and provide ongoing support.

Housing and Support

We have continued to assist individuals in need of affordable housing, offering stable accommodation at below-market rates. This provision has helped those facing economic pressures to live securely while remaining connected to the church community.

We also continue to support members and attendees seeking asylum, including those facing persecution for their Christian faith. Practical help has included guidance with paperwork as well as ongoing emotional support. In addition, we provide assistance to members experiencing age-related illnesses and chronic health conditions. This has included helping one member return to our accommodation when his health needs increased and greater stability was required.

ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

International Partnerships

We maintain active partnerships with churches in the Philippines and Texas, strengthening our international connections and broadening the reach of our ministry.

Buildings

Despite ongoing challenges, the properties remain in active use, supporting the church's mission through regular services, community programmes, and affordable accommodation.

Flooding and Water Damage

Despite the preventative work we carry out each year, flooding in the hostel and church remains a significant problem. The leakages from the apartments above have a major impact on residents, causing considerable distress, and they also severely disrupt our planned maintenance.

Repairs and Upgrades

We continue to maintain all three properties, prioritising essential refurbishment along with necessary pumping and electrical upgrades.

During the year we also successfully renewed our HMO license for the hostel, carried out improvements to several rooms, and invested in enhanced security measures at both the church and the Abbey Road hostel.

Financial review

Total income has increased mainly due to hire of the Church, with a total of £292,848 compared to £277,091 in 2023.

The overall expenditures have increased mainly due to an increase of repair and maintenance costs, and office administration costs.

The charity had a net deficit for the year of £22,227 after accounting for depreciation of £25,921.

Going concern

The trustees are confident that the charity will continue as a going concern within the foreseeable future, accommodation occupancy has reached full capacity and the trustees continue to keep income and expenditure under close review.

Reserves policy

The trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

Our church is committed to helping long-term members and attendees discover and develop their individual gifts and callings. By encouraging each person to take responsibility for their mission, we aim to build a stronger, more outward-looking community that can extend its impact both locally and internationally.

We also plan to continue investing in our properties where possible, ensuring that they remain safe, welcoming, and fit for purpose in supporting both worship and wider ministry.

ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

Structure, governance and management

Decisions are made quarterly at Deacons/Financial/Members Meetings.

Trustees

The trustees who served during the year and up to the date of signature of the financial statements were:

Pastor Iain Batty
S Trotter
Amir Arjomand
Tursunbubu Emmott

Recruitment and appointment of new trustees

Trustees are identified by the Deacons and elected at the Annual General Meeting as per the charity governing document.

Induction and training of new trustees

The chairman is responsible for the induction and training of trustees.

Partnerships

We continue to support the work of Christ Centred Ministry Church in General Santos City in The Philippines, and First Baptist Church of Farmersville, in Texas. These ministries also continue to support ARBC through prayer and mission.

Pastor Iain has been called as Chaplain of Bournemouth Rugby Club.

Other reference and administrative details

Registered Charity number

1132950

Principal address

Abbey Road Baptist Church
14-16 Abbey Road
St Johns Wood
London
NW8 9BD

Independent examiner

SBM Associates Limited
Freedman House
Christopher Wren Yard
117 High Street
Croydon CR0 1QG

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4 Q

ABBNEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

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

S Trotter

Trustee

5 October 2025

ABBEY ROAD BAPTIST CHURCH

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees are responsible for preparing the Trustee's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity 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 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 charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ABBEY ROAD BAPTIST CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ABBEY ROAD BAPTIST CHURCH

I report to the trustees on my examination of the financial statements of Abbey Road Baptist Church (the charity) for the year ended 31 December 2024.

Responsibilities and basis of report

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

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000, the independent examiner must be a member of a body listed in section 145 of the Charities Act 2011. I confirm that I am qualified to undertake the examination because I am a member of ICAEW, 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 charity as required by section 130 of the Charities Act 2011.
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the applicable requirements concerning the form and content of financial statements set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the financial statements give a true and fair view, which is not a matter considered as part of an independent examination.

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

SBM Associates Limited
Pauline McAlpine
Freedman House
Christopher Wren Yard
117 High Street
Croydon
CR0 1QG

Dated: 6 October 2025

ABBNEY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2024

		Unrestricted funds 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes						
Income from:							
Donations and legacies	3	15,122	-	15,122	6,203	-	6,203
Charitable activities	4	274,803	-	274,803	268,553	-	268,553
Investments	5	2,923	-	2,923	2,335	-	2,335
Total income		<u>292,848</u>	<u>-</u>	<u>292,848</u>	<u>277,091</u>	<u>-</u>	<u>277,091</u>
Expenditure on:							
Charitable activities	6	315,075	-	315,075	248,305	-	248,305
Total expenditure		<u>315,075</u>	<u>-</u>	<u>315,075</u>	<u>248,305</u>	<u>-</u>	<u>248,305</u>
Net income/(expenditure) and movement in funds		(22,227)	-	(22,227)	28,786	-	28,786
Reconciliation of funds:							
Fund balances at 1 January 2024		408,505	494,243	902,748	379,719	494,243	873,962
Fund balances at 31 December 2024		<u>386,278</u>	<u>494,243</u>	<u>880,521</u>	<u>408,505</u>	<u>494,243</u>	<u>902,748</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

ABBNEY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2024

		2024		2023	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	11		744,996		769,688
Current assets					
Debtors	12	67,844		44,748	
Cash at bank and in hand		89,659		109,227	
		<u>157,503</u>		<u>153,975</u>	
Creditors: amounts falling due within one year	13	<u>(21,978)</u>		<u>(20,915)</u>	
Net current assets			<u>135,525</u>		<u>133,060</u>
Total assets less current liabilities			<u>880,521</u>		<u>902,748</u>
The funds of the charity					
Restricted income funds	14		494,243		494,243
Unrestricted funds			386,278		408,505
			<u>880,521</u>		<u>902,748</u>

The financial statements were approved by the trustees on 28 September 2025

Pastor Iain Batty
Trustee

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

Charity information

Abbey Road Baptist Church is an unincorporated charity, registered number 1132950. The registered address is 14-16 Abbey Road, St Johns Wood, London, NW8 9BD.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Incoming resources

Income is recognised when the charity 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.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. 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 charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

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

1.5 Tangible fixed assets

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

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	2% straight line basis
Plant and equipment	20% straight line basis
Computers	33% straight line basis

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.

1.6 Impairment of fixed assets

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

1.7 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.

1.8 Financial instruments

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

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

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

Basic financial assets

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

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Pension costs and other post-retirement benefits

The church is an employer participating in a pension scheme known as the Baptist Ministers' Pensions Scheme and contributes at rates set by the scheme actuary and advised to the charity by the scheme administrator. The scheme is a multi-employer scheme. Due to the number of contributing employers, the church is unable to identify its share of the underlying assets and liabilities of the scheme. The contributions to the scheme are therefore accounted for as they fall due.

2 Critical accounting estimates and judgements

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

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

3 Income from donations and legacies

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Donations and gifts	15,122	6,203

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

4 Income from charitable activities

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Rent from hostels	174,543	192,860
Church hire and activities	95,142	66,309
Ground rent and service charges	5,118	9,384
	<u>274,803</u>	<u>268,553</u>

5 Income from investments

	Unrestricted funds 2024 £	Unrestricted funds 2023 £
Interest receivable	2,923	2,335
	<u>2,923</u>	<u>2,335</u>

6 Costs of charitable activities

	Hostels 2024 £	Church 2024 £	Total 2024 £	Total 2023 £
Staff costs	-	67,203	67,203	65,732
Depreciation and impairment	15,244	10,677	25,921	25,194
Repairs and maintenance	31,320	74,443	105,763	60,247
Insurance	4,124	12,084	16,208	7,162
Light and heat	6,371	16,619	22,990	27,143
Telephone	-	5,647	5,647	5,071
Office and administration costs	-	42,653	42,653	29,772
Sundries	-	60	60	250
Church travel and motor expenses	-	12,266	12,266	6,077
Bank charges	-	73	73	71
Hospitality	-	9,621	9,621	12,406
Legal and professional fees	-	1,900	1,900	7,170
	<u>57,059</u>	<u>253,246</u>	<u>310,305</u>	<u>246,295</u>
Accountancy fees	-	4,770	4,770	2,010
	<u>57,059</u>	<u>258,016</u>	<u>315,075</u>	<u>248,305</u>

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

7 Net movement in funds	2024	2023
	£	£

The net movement in funds is stated after charging/(crediting):

Fees payable for the independent examination of the charity's financial statements	2,400	1,350
Depreciation of owned tangible fixed assets	25,921	25,194
	<u> </u>	<u> </u>

8 Employees

The average monthly number of employees during the year was:

2024	2023
Number	Number
1	1
<u> </u>	<u> </u>

Employment costs

	2024	2023
	£	£
Wages and salaries	52,376	50,903
Social security costs	403	403
Other pension costs	14,424	14,426
	<u> </u>	<u> </u>
	67,203	65,732
	<u> </u>	<u> </u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

2024	2023
Number	Number
1	1
<u> </u>	<u> </u>

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2024	2023
	£	£
Aggregate compensation	66,800	65,329
	<u> </u>	<u> </u>

During the year, Rev Iain Batty incurred expenses on behalf of Abbey Road Baptist Church of £25,336 (2023: £27,499).

The total cost to the charity in the year of the maintenance, including utility costs, of the manse, being the accommodation provided to Rev. Batty, was £4,074 (2023: £9,203).

Motor vehicle expenses of £6,102 (2023:£4,113) in relation to the car provided to Rev. Batty are included in Church travel and motor expenses.

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

9 Pensions

The Church is an employer participating in a pension scheme known as the Baptist Pension Scheme (“the Scheme”). The Scheme is a separate legal entity which is administered by the Pension Trustee (Baptist Pension Trust Limited).

From January 2012, pension provision is being made through the Defined Contribution (DC) Plan within the Scheme. In general, members pay 8% of their Pensionable Income and employers pay 6% of members’ Pensionable Income into individual pension accounts, which are operated and managed on behalf of the Pension Trustee by Legal and General Life Assurance Society Limited. In addition, the employer pays a further 4% of Pensionable Income to cover Death in Service Benefits, administration costs, and an associated insurance policy which provides income protection for Scheme members in the event that they are unable to work due to long-term incapacity. This income protection policy has been insured by the Baptist Union of Great Britain with Unum Limited. Members of the Basic Section pay reduced contributions of 5% of Pensionable Income, and their employers also pay a total of 5%.

Benefits in respect of service prior to 1 January 2012 are provided through the Defined Benefit (DB) Plan within the Scheme. The main benefits for pre-2012 service were a defined benefit pension of one eightieth of Final Minimum Pensionable Income for each year of Pensionable Service, together with additional pension in respect of premiums paid on Pensionable Income in excess of Minimum Pensionable Income. The Scheme, previously known as the Baptist Ministers’ Pension Fund, started in 1925, but was closed to future accrual of defined benefits on 31 December 2011, and is in the process of being wound up.

A formal valuation of the Defined Benefit (DB) Plan was performed at 31 December 2019 by a professionally qualified Actuary using the Projected Unit Method.

As there is a large number of contributing employers participating in the Scheme, the Church is unable to identify its share of the underlying assets and liabilities of the scheme.

The pension costs charged in the Statement of Financial Activities as per Note 8 are in respect of the Defined Contribution element of the Scheme.

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

11 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Computers	Total
	£	£	£	£
Cost				
At 1 January 2024	1,356,866	380,556	3,782	1,741,204
Additions	-	1,229	-	1,229
At 31 December 2024	1,356,866	381,785	3,782	1,742,433
Depreciation and impairment				
At 1 January 2024	588,475	380,272	2,769	971,516
Depreciation charged in the year	24,507	905	509	25,921
At 31 December 2024	612,982	381,177	3,278	997,437
Carrying amount				
At 31 December 2024	743,884	608	504	744,996
At 31 December 2023	768,391	284	1,013	769,688

The freehold property at Mutrix Road has been valued by the trustees based on an open market value basis by reference to market evidence of transaction prices for similar properties.

The historical cost of the freehold land and buildings is £893,716. The equivalent depreciation charge on historical cost of land and buildings would be £15,244 and the historical cost net book value is £472,579 (2023: £487,824).

12 Debtors

	2024	2023
	£	£
Amounts falling due within one year:		
Trade debtors	60,716	35,214
Other debtors	7,128	5,335
Prepayments and accrued income	-	4,199
	67,844	44,748

13 Creditors: amounts falling due within one year

	2024	2023
	£	£
Other taxation and social security	1,104	-
Rent deposit held	16,486	14,523
Trade creditors	202	3,256
Other creditors	161	161
Accruals and deferred income	4,025	2,975
	21,978	20,915

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

14 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 January 2024	At 31 December 2024
	£	£
	494,243	494,243
	<u>494,243</u>	<u>494,243</u>
Previous year:	At 1 January 2023	At 31 December 2023
	£	£
	494,243	494,243
	<u>494,243</u>	<u>494,243</u>

15 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2024	Incoming resources	Resources expended	At 31 December 2024
	£	£	£	£
General funds	408,505	292,848	(315,075)	386,278
	<u>408,505</u>	<u>292,848</u>	<u>(315,075)</u>	<u>386,278</u>
Previous year:	At 1 January 2023	Incoming resources	Resources expended	At 31 December 2023
	£	£	£	£
General funds	379,719	277,091	(248,305)	408,505
	<u>379,719</u>	<u>277,091</u>	<u>(248,305)</u>	<u>408,505</u>

16 Analysis of net assets between funds

	Unrestricted funds 2024	Restricted funds 2024	Total 2024
	£	£	£
At 31 December 2024:			
Tangible assets	250,753	494,243	744,996
Current assets/(liabilities)	135,525	-	135,525
	<u>386,278</u>	<u>494,243</u>	<u>880,521</u>

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

16 Analysis of net assets between funds

(Continued)

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £
At 31 December 2023:			
Tangible assets	275,445	494,243	769,688
Current assets/(liabilities)	133,060	-	133,060
	<u>408,505</u>	<u>494,243</u>	<u>902,748</u>

17 Financial commitments, guarantees and contingent liabilities

The church has an outstanding “permanent” loan from the LBA New Century Fund originally advanced in July 1968. This loan is interest free and is repayable only in the event of the closure or sale of the church, or should the church leave membership of the London Baptist Association.

18 Related party transactions

There were no disclosable related party transactions during the year (2023 - none).

ABBEY ROAD BAPTIST CHURCH

England & Wales - Charity number 1132950

Accounts

Charity registration number 1132950

ABBAY ROAD BAPTIST CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

ABBEY ROAD BAPTIST CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Pastor Iain Batty
S Trotter
Amir Arjomand
Tursunbubu Emmott

Charity number

1132950

Independent examiner

SBM Associates Limited
24 Wandsworth Road
London
SW8 2JW
Pauline McAlpine

ABBAY ROAD BAPTIST CHURCH

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ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees present their annual report and financial statements for the year ended 31 December 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The aims of the charity are:

To advance the Christian religion in the United Kingdom and overseas by following and proclaiming the principle truths of the Bible (Old and New Testaments). In furtherance of this the Church may arrange public and other meetings of worship, praise, evangelism, teaching, study, encouragement and prayer, it may plant new congregations in any locality and it may support other Christians, churches or organisations sharing these objectives.

To relieve poverty both in this country and overseas by any means (e.g. donations, provision of goods or services, contributions, loans and advances with or without interest).

Public Benefit

The trustees have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning its future activities. In particular the trustees consider how planned activities will contribute to the aims and objectives of the Charity. The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities

The significant activities of the charity in meeting its aims and objectives are:

- Congregational worship in the church building
- Bible classes
- Prayer meetings
- Outreach work, both within the local community and further afield
- Assistance through accommodation
- Support for "at-risk" individuals

ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Achievements and performance

Fellowship following the national lockdowns and social restrictions has resumed, although the numbers attending fluctuate and are less.

Prayer Meeting

- The group meets every Friday evening for prayer and fellowship. It is well attended and brings together members from several local churches.

Bible Study

- We continue to offer bible study to our congregation and local community every Tuesday evening at 7.30pm.

Alpha Course

- We ran Alpha several times during the year after our Sunday service. The course is a series of sessions exploring the basics of the christian faith. It provides an opportunity to people to ask questions and learn in a friendly environment.

Clothing Donations

- The congregation were inspired to gather clothes and toys from locals and arranged to send them to a community in need in Ghana. Together we collected over 10 big boxes of quality goods for an impoverished village.

DAR Russian School

Our relationship with DAR Russian School continues. We support them the economic challenges and familial stresses of the children and families in their care. They are using the hall and some classrooms downstairs during the weekdays and Saturdays.

Assistance through accommodation

Our two accommodation buildings continue to offer affordable accommodation in areas with easy access to the centre of London. Affordable accommodation is an increasing issue in London. In addition to our set affordable rents, we also have the ethos of helping residents with lower rents when we are able.

Assistance through other support

We have supported members and attendees seeking asylum, especially those fleeing persecution for maintaining or following their Christian faith. We continue to support refugee members through attending helping with paperwork and emotional support. Some of our regular members suffer with age related illnesses including chronic health conditions with significant impairments and handicaps which require enhanced support. We assisted a member moving back into our residence as his mental and physical health deteriorate.

ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Partnerships

We continue to support the work of Christ Centred Ministry Church in General Santos City in The Philippines, and First Baptist Church of Farmersville, in Texas. These ministries also continue to support ARBC through prayer and mission.

Buildings

Unfortunately the basement flooded a couple of times, despite the preempted work we complete each year. This year both the Mutrix Road and Canfield Gardens properties needed

significant works dealing with damp and upgrading the electrics. The frequency of flooding has increased in recent years, and we've suffered more leakages from the apartments which have severely impacted on our maintenance plans.

Financial review

Total income has increased mainly due to rent from hostels, with a total of £277,091 compared to £199,978 in 2022.

The overall expenditures have remained consistent.

The charity had a net surplus for the year of £28,786 after accounting for depreciation of £25,194.

Going concern

The trustees are confident that the charity will continue as a going concern within the foreseeable future, accommodation occupancy has reached full capacity and the trustees continue to keep income and expenditure under close review.

Reserves policy

The trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

Our vision for all long term attendees at ARBC is to continue to assist everybody in discovering their particular mission, through their specific gifts. We feel this is an important focus in helping the church itself to be a more effective force for good within the local community, while also assisting our members in spiritual and personal growth.

Structure, governance and management

Decisions are made quarterly at Deacons/Financial/Members Meetings.

Trustees

The trustees who served during the year and up to the date of signature of the financial statements were:

Pastor Iain Batty
S Trotter
Amir Arjomand
Tursunbubu Emmott

ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

Recruitment and appointment of new trustees

Trustees are identified by the Deacons and elected at the Annual General Meeting as per the charity governing document.

Induction and training of new trustees

The chairman is responsible for the induction and training of trustees.

Partnerships

We continue to support the work of Christ Centred Ministry Church in General Santos City in The Philippines, and First Baptist Church of Farmersville, in Texas. These ministries also continue to support ARBC through prayer and mission.

Pastor Iain has been called as Chaplain of Bournemouth Rugby Club.

Other reference and administrative details

Registered Charity number

1132950

Principal address

Abbey Road Baptist Church
14-16 Abbey Road
St Johns Wood
London
NW8 9BD

Independent examiner

SBM Associates Limited
24 Wandsworth Road
London
SW8 2JW

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4 Q

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

S Trotter

Trustee

27 October 2024

ABBEY ROAD BAPTIST CHURCH

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

The trustees are responsible for preparing the Trustee's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity 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 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 charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ABBEY ROAD BAPTIST CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ABBEY ROAD BAPTIST CHURCH

I report to the trustees on my examination of the financial statements of Abbey Road Baptist Church (the charity) for the year ended 31 December 2023.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

SBM Associates Limited
Pauline McAlpine
24 Wandsworth Road
London
SW8 2JW

Dated: 27 October 2024

ABBEY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Income from:							
Donations and legacies	4	6,203	-	6,203	5,911	-	5,911
Charitable activities	5	268,553	-	268,553	193,550	-	193,550
Investments	6	2,335	-	2,335	517	-	517
Total income		<u>277,091</u>	<u>-</u>	<u>277,091</u>	<u>199,978</u>	<u>-</u>	<u>199,978</u>
Expenditure on:							
Charitable activities	7	248,305	-	248,305	246,189	-	246,189
Total expenditure		<u>248,305</u>	<u>-</u>	<u>248,305</u>	<u>246,189</u>	<u>-</u>	<u>246,189</u>
Net income/(expenditure) and movement in funds		28,786	-	28,786	(46,211)	-	(46,211)
Reconciliation of funds:							
Fund balances at 1 January 2023		<u>379,719</u>	<u>494,243</u>	<u>873,962</u>	<u>425,930</u>	<u>494,243</u>	<u>920,173</u>
Fund balances at 31 December 2023		<u>408,505</u>	<u>494,243</u>	<u>902,748</u>	<u>379,719</u>	<u>494,243</u>	<u>873,962</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

ABBNEY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets	12		769,688		792,995
Current assets					
Debtors	13	44,748		33,823	
Cash at bank and in hand		109,227		74,961	
		<u>153,975</u>		<u>108,784</u>	
Creditors: amounts falling due within one year	14	<u>(20,915)</u>		<u>(27,817)</u>	
Net current assets			<u>133,060</u>		<u>80,967</u>
Total assets less current liabilities			<u>902,748</u>		<u>873,962</u>
The funds of the charity					
Restricted income funds	15	494,243		494,243	
Unrestricted funds		408,505		379,719	
		<u>902,748</u>		<u>873,962</u>	

The financial statements were approved by the trustees on 27 October 2024

Pastor Iain Batty
Trustee

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

Charity information

Abbey Road Baptist Church is an unincorporated charity, registered number 1132950. The registered address is 14-16 Abbey Road, St Johns Wood, London, NW8 9BD.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Incoming resources

Income is recognised when the charity 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.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. 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 charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

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

1.5 Tangible fixed assets

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

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	2% straight line basis
Plant and equipment	20% straight line basis
Computers	33% straight line basis

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.

1.6 Impairment of fixed assets

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

1.7 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.

1.8 Financial instruments

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

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

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

Basic financial assets

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

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Pension costs and other post-retirement benefits

The church is an employer participating in a pension scheme known as the Baptist Ministers' Pensions Scheme and contributes at rates set by the scheme actuary and advised to the charity by the scheme administrator. The scheme is a multi-employer scheme. Due to the number of contributing employers, the church is unable to identify its share of the underlying assets and liabilities of the scheme. The contributions to the scheme are therefore accounted for as they fall due.

2 Critical accounting estimates and judgements

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

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

3 Prior year adjustment

Rent deposits in 2021 and 2022 were incorrectly written off to Rental Income. As a result, income for 2021 and 2022 was overstated and liabilities were understated in those years by £6,335 and £9,870 respectively. The comparative figures for 2022 shown in these accounts have been restated to reflect the corrections.

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

4 Income from donations and legacies

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Donations and gifts	6,203	5,911

5 Income from charitable activities

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Rent from hostels	192,860	123,598
Church hire and activities	66,309	69,952
Ground rent and service charges	9,384	-
	<u>268,553</u>	<u>193,550</u>

6 Income from investments

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Interest receivable	2,335	517

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

7 Costs of charitable activities

	Hostels	Church	Total 2023	Total 2022
	2023	2023		
	£	£	£	£
Staff costs	-	65,732	65,732	68,379
Depreciation and impairment	15,244	9,950	25,194	26,474
Repairs and maintenance	19,992	40,255	60,247	52,580
Insurance	3,944	3,218	7,162	10,728
Light and heat	4,588	22,555	27,143	22,209
Telephone	-	5,071	5,071	5,979
Office and administration costs	-	29,772	29,772	22,200
Sundries	-	250	250	-
Church travel and motor expenses	-	6,077	6,077	7,785
Bank charges	-	71	71	93
Hospitality	-	12,406	12,406	5,641
Legal and professional fees	-	7,170	7,170	752
Charitable expenditure heading 15	-	-	-	20,858
	<u>43,768</u>	<u>202,527</u>	<u>246,295</u>	<u>243,678</u>
Accountancy fees	-	2,010	2,010	2,511
	<u>43,768</u>	<u>204,537</u>	<u>248,305</u>	<u>246,189</u>

8 Net movement in funds

	2023	2022
	£	£
The net movement in funds is stated after charging/(crediting):		
Depreciation of owned tangible fixed assets	<u>25,194</u>	<u>26,474</u>

9 Employees

The average monthly number of employees during the year was:

	2023	2022
	Number	Number
	<u>1</u>	<u>1</u>

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

9 Employees	(Continued)	
Employment costs	2023	2022
	£	£
Wages and salaries	50,903	48,505
Social security costs	403	1,360
Other pension costs	14,426	18,514
	<u>65,732</u>	<u>68,379</u>

The number of employees whose annual remuneration was more than £60,000 is as follows:

	2023	2022
	Number	Number
	<u>1</u>	<u>1</u>

Remuneration of key management personnel

The remuneration of key management personnel was as follows:

	2023	2022
	£	£
Aggregate compensation	<u>65,329</u>	<u>67,019</u>

During the year, Rev Iain Batty incurred expenses on behalf of Abbey Road Baptist Church of £27,499 (2022: £16,140).

The total cost to the charity in the year of the maintenance, including utility costs, of the manse, being the accommodation provided to Rev. Batty, was £9,203 (2022: £24,235).

Motor vehicle expenses of £4,113 (2022:£6,517) in relation to the car provided to Rev. Batty are included in Church travel and motor expenses.

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

10 Pensions

The Church is an employer participating in a pension scheme known as the Baptist Pension Scheme (“the Scheme”). The Scheme is a separate legal entity which is administered by the Pension Trustee (Baptist Pension Trust Limited).

From January 2012, pension provision is being made through the Defined Contribution (DC) Plan within the Scheme. In general, members pay 8% of their Pensionable Income and employers pay 6% of members’ Pensionable Income into individual pension accounts, which are operated and managed on behalf of the Pension Trustee by Legal and General Life Assurance Society Limited. In addition, the employer pays a further 4% of Pensionable Income to cover Death in Service Benefits, administration costs, and an associated insurance policy which provides income protection for Scheme members in the event that they are unable to work due to long-term incapacity. This income protection policy has been insured by the Baptist Union of Great Britain with Unum Limited. Members of the Basic Section pay reduced contributions of 5% of Pensionable Income, and their employers also pay a total of 5%.

Benefits in respect of service prior to 1 January 2012 are provided through the Defined Benefit (DB) Plan within the Scheme. The main benefits for pre-2012 service were a defined benefit pension of one eightieth of Final Minimum Pensionable Income for each year of Pensionable Service, together with additional pension in respect of premiums paid on Pensionable Income in excess of Minimum Pensionable Income. The Scheme, previously known as the Baptist Ministers’ Pension Fund, started in 1925, but was closed to future accrual of defined benefits on 31 December 2011, and is in the process of being wound up.

A formal valuation of the Defined Benefit (DB) Plan was performed at 31 December 2019 by a professionally qualified Actuary using the Projected Unit Method.

As there is a large number of contributing employers participating in the Scheme, the Church is unable to identify its share of the underlying assets and liabilities of the scheme.

The pension costs charged in the Statement of Financial Activities as per Note 8 are in respect of the Defined Contribution element of the Scheme.

11 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

12 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Computers £	Total £
Cost				
At 1 January 2023	1,356,866	380,180	2,270	1,739,316
Additions	-	376	1,512	1,888
At 31 December 2023	1,356,866	380,556	3,782	1,741,204
Depreciation and impairment				
At 1 January 2023	563,968	380,084	2,270	946,322
Depreciation charged in the year	24,507	188	499	25,194
At 31 December 2023	588,475	380,272	2,769	971,516
Carrying amount				
At 31 December 2023	768,391	284	1,013	769,688
At 31 December 2022	792,899	96	-	792,995

The freehold property at Mutrix Road has been valued by the trustees based on an open market value basis by reference to market evidence of transaction prices for similar properties.

The historical cost of the freehold land and buildings is £893,716. The equivalent depreciation charge on historical cost of land and buildings would be £15,244 and the historical cost net book value is £533,557.

13 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	35,214	24,991
Other debtors	5,335	4,633
Prepayments and accrued income	4,199	4,199
	44,748	33,823

14 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	-	1,029
Rent deposit held	14,523	16,434
Trade creditors	3,256	7,099
Other creditors	161	280
Accruals and deferred income	2,975	2,975
	20,915	27,817

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

15 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 January 2023	At 31 December 2023
	£	£
	494,243	494,243
	<u>494,243</u>	<u>494,243</u>
Previous year:	At 1 January 2022	At 31 December 2022
	£	£
	494,243	494,243
	<u>494,243</u>	<u>494,243</u>

16 Unrestricted funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	At 1 January 2023	Incoming resources	Resources expended	At 31 December 2023
	£	£	£	£
General funds	379,719	277,091	(248,305)	408,505
	<u>379,719</u>	<u>277,091</u>	<u>(248,305)</u>	<u>408,505</u>
Previous year:	At 1 January 2022	Incoming resources	Resources expended	At 31 December 2022
	£	£	£	£
General funds	425,930	199,978	(246,189)	379,719
	<u>425,930</u>	<u>199,978</u>	<u>(246,189)</u>	<u>379,719</u>

17 Analysis of net assets between funds

	Unrestricted funds 2023	Restricted funds 2023	Total 2023
	£	£	£
At 31 December 2023:			
Tangible assets	275,445	494,243	769,688
Current assets/(liabilities)	133,060	-	133,060
	<u>408,505</u>	<u>494,243</u>	<u>902,748</u>

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

17 Analysis of net assets between funds

(Continued)

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
At 31 December 2022:			
Tangible assets	298,752	494,243	792,995
Current assets/(liabilities)	80,967	-	80,967
	<u>379,719</u>	<u>494,243</u>	<u>873,962</u>

18 Financial commitments, guarantees and contingent liabilities

The church has an outstanding “permanent” loan from the LBA New Century Fund originally advanced in July 1968. This loan is interest free and is repayable only in the event of the closure or sale of the church, or should the church leave membership of the London Baptist Association.

19 Related party transactions

There were no disclosable related party transactions during the year (2022 - none).

ABBEY ROAD BAPTIST CHURCH

England & Wales - Charity number 1132950

Accounts

Charity registration number 1132950

ABBAY ROAD BAPTIST CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

ABBAY ROAD BAPTIST CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Pastor Iain Batty
S Trotter
Amir Arjomand
Tursunbubu Emmott

Charity number

1132950

Independent examiner

SBM Associates Limited
24 Wandsworth Road
London
SW8 2JW
Pauline McAlpine

ABBEY ROAD BAPTIST CHURCH

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ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The aims of the charity are:

To advance the Christian religion in the United Kingdom and overseas by following and proclaiming the principle truths of the Bible (Old and New Testaments). In furtherance of this the Church may arrange public and other meetings of worship, praise, evangelism, teaching, study, encouragement and prayer, it may plant new congregations in any locality and it may support other Christians, churches or organisations sharing these objectives.

To relieve poverty both in this country and overseas by any means (e.g. donations, provision of goods or services, contributions, loans and advances with or without interest).

Public Benefit

The trustees have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning its future activities. In particular the trustees consider how planned activities will contribute to the aims and objectives of the Charity. The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities

The significant activities of the charity in meeting its aims and objectives are:

- Congregational worship in the church building
- Bible classes
- Prayer meetings
- Outreach work, both within the local community and further afield
- Assistance through accommodation
- Support for "at-risk" individuals

ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Achievements and performance

Worship

The national lockdown(s) and social restrictions following the pandemic lead to online worship and support. Where possible the church was opened for private prayer for our community.

Bible Discussion

- The bible discussion group on Tuesday evenings is consistently attended by at least half a dozen people (via zoom).

Prayer Meeting

- The group meets every Friday evening for prayer and fellowship. It is well attended and brings together members from several local churches (via zoom).
-

DAR Russian School

Our relationship with DAR Russian School continues. They are using the hall and some classrooms downstairs during the week. We assisted the school during the national lockdown(s) through rent reduction.

Assistance through accommodation

Our two accommodation buildings continue to offer affordable accommodation in areas with easy access to the centre of London. Affordable accommodation is an increasing issue in London. In addition to our set affordable rents, we also have the ethos of helping residents with lower rents if we are able to.

Assistance through other support

We have supported members and attendees seeking asylum, especially those fleeing persecution for maintaining or following their Christian faith. We continue to support Nahid Hoggati, Eduardo B and AHA through attending court appearances and helping with paperwork.

We have given support to Kilburn Salvation Army through our harvest time donations provided by the congregation and local community. We also support the Salvation Army through our Christmas present shoe box appeal and quality recycled clothes collections.

Partnerships

We continue to support the work of Christ Centered Ministry Church in General Santos City in The Philippines, and First Baptist Church of Farmersville, in Texas. These ministries also continue to support ARBC through prayer and mission.

Financial review

Income has increased from both rent from hostels and Church hire and activities, with a total of £203,420 compared to 139,204 in 2021

The major increase in expenditure was in respect of repairs (increased from £64,163 to £73,439 and and utility costs (increased from £16,395 to £22,208).

The charity had a net deficit for the year of £36,641 after accounting for depreciation of £26,474.

ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Going concern

The trustees are confident that the charity will continue as a going concern within the foreseeable future, accommodation occupancy has reached full capacity during 2022 and the trustees are keeping income and expenditure under close review.

Reserves policy

The trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

Our vision for all long term attendees at ARBC is to continue to assist everybody in discovering their particular mission, through their specific gifts. We feel this is an important focus in helping the church itself to be a more effective force for good within the local community, while also assisting our members in spiritual and personal growth.

Structure, governance and management

Decisions are made quarterly at Deacons/Financial/Members Meetings.

Trustees

The trustees who served during the year and up to the date of signature of the financial statements were:

Pastor Iain Batty
S Trotter
Amir Arjomand
Tursunbubu Emmott

Recruitment and appointment of new trustees

Trustees are identified by the Deacons and elected at the Annual General Meeting as per the charity governing document.

Induction and training of new trustees

The chairman is responsible for the induction and training of trustees.

Partnerships

We continue to support the work of Christ Centred Ministry Church in General Santos City in The Philippines, and First Baptist Church of Farmersville, in Texas. These ministries also continue to support ARBC through prayer and mission.

Pastor Iain has been called as Chaplain of Bournemouth Rugby Club.

ABBAY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Other reference and administrative details

Registered Charity number

1132950

Principal address

Abbey Road Baptist Church
14-16 Abbey Road
St Johns Wood
London
NW8 9BD

Independent examiner

SBM Associates Limited
24 Wandsworth Road
London
SW8 2JW

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4 Q

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

S Trotter

Trustee

24 September 2023

ABBAY ROAD BAPTIST CHURCH

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees are responsible for preparing the Trustee's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity 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 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 charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ABBEY ROAD BAPTIST CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ABBEY ROAD BAPTIST CHURCH

I report to the trustees on my examination of the financial statements of Abbey Road Baptist Church (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

SBM Associates Limited
Pauline McAlpine
24 Wandsworth Road
London
SW8 2JW

Dated: 27 September 2023

ABBAY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
<u>Income from:</u>							
Donations, legacies & grants	3	5,911	-	5,911	23,510	-	23,510
Income from charitable activities	4	203,420	-	203,420	139,204	-	139,204
Other trading activities	5	-	-	-	7,184	-	7,184
Income from investments	6	517	-	517	58	-	58
Total income		<u>209,848</u>	<u>-</u>	<u>209,848</u>	<u>169,956</u>	<u>-</u>	<u>169,956</u>
<u>Expenditure on:</u>							
Costs of charitable activities	7	246,189	-	246,189	234,859	-	234,859
Net expenditure for the year/ Net movement in funds		(36,341)	-	(36,341)	(64,903)	-	(64,903)
Fund balances at 1 January 2022		<u>432,265</u>	<u>494,243</u>	<u>926,508</u>	<u>497,168</u>	<u>494,243</u>	<u>991,411</u>
Fund balances at 31 December 2022		<u><u>395,924</u></u>	<u><u>494,243</u></u>	<u><u>890,167</u></u>	<u><u>432,265</u></u>	<u><u>494,243</u></u>	<u><u>926,508</u></u>

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

All income and expenditure derive from continuing activities.

ABBNEY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2022

	Notes	2022		2021	
		£	£	£	£
Fixed assets					
Tangible assets	12		792,995		819,264
Current assets					
Debtors	13	33,823		30,194	
Cash at bank and in hand		74,961		86,458	
		<u>108,784</u>		<u>116,652</u>	
Creditors: amounts falling due within one year	14	<u>(11,612)</u>		<u>(9,408)</u>	
Net current assets			97,172		107,244
Total assets less current liabilities			<u>890,167</u>		<u>926,508</u>
Income funds					
Restricted funds			494,243		494,243
Unrestricted funds			395,924		432,265
			<u>890,167</u>		<u>926,508</u>

The financial statements were approved by the Trustees on 24 September 2023

Pastor Iain Batty
Trustee

ABBNEY ROAD BAPTIST CHURCH

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

1 Accounting policies

Charity information

Abbey Road Baptist Church is an unincorporated charity, registered number 1132950. The registered address is 14-16 Abbey Road, St Johns Wood, London, NW8 9BD.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Incoming resources

Income is recognised when the charity 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.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. 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 charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

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

1.5 Tangible fixed assets

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

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	2% straight line basis
Plant and equipment	20% straight line basis
Computers	33% straight line basis

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.

1.6 Impairment of fixed assets

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

1.7 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.

1.8 Financial instruments

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

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

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

Basic financial assets

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

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Pension costs and other post-retirement benefits

The church is an employer participating in a pension scheme known as the Baptist Ministers' Pensions Scheme and contributes at rates set by the scheme actuary and advised to the charity by the scheme administrator. The scheme is a multi-employer scheme. Due to the number of contributing employers the church is unable to identify its share of the underlying assets and liabilities of the scheme. The contributions to the scheme are therefore accounted for as they fall due.

2 Critical accounting estimates and judgements

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

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

ABBHEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations, legacies & grants

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	5,911	4,168
CJRS grants received	-	19,342
	<u>5,911</u>	<u>23,510</u>

4 Income from charitable activities

	Rent from Hostels 2022 £	Church hire and activities 2022 £	Total 2022 £	Total 2021 £
Sales within charitable activities	<u>133,468</u>	<u>69,952</u>	<u>203,420</u>	<u>139,204</u>

5 Other trading activities

	Total Unrestricted funds	Total Unrestricted funds
	2022	2021
	£	£
Ground rent and service charges receivable	<u>-</u>	<u>7,184</u>

6 Income from investments

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Interest receivable	<u>517</u>	<u>58</u>

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

7 Costs of charitable activities

	Hostels	Church	Total 2022	Total 2021
	2022	2022		
	£	£	£	£
Staff costs	-	68,379	68,379	71,020
Depreciation and impairment	-	26,474	26,474	27,129
Repairs and maintenance	47,010	26,428	73,438	64,163
Insurance	3,591	7,137	10,728	11,481
Light and heat	4,748	17,461	22,209	16,935
Telephone	-	5,979	5,979	5,071
Office and administration costs	198	22,002	22,200	14,222
Sundries	-	-	-	195
Church travel and motor expenses	-	7,785	7,785	8,640
Bank charges	-	93	93	55
Hospitality	-	5,641	5,641	9,580
Legal and professional fees	-	752	752	4,286
	<u>55,547</u>	<u>188,131</u>	<u>243,678</u>	<u>232,777</u>
Accountancy fees	-	2,511	2,511	2,082
	<u>55,547</u>	<u>190,642</u>	<u>246,189</u>	<u>234,859</u>

8 Net movement in funds

	2022	2021
	£	£
Net movement in funds is stated after charging/(crediting)		
Depreciation of owned tangible fixed assets	<u>26,474</u>	<u>27,129</u>

9 Employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
	<u>1</u>	<u>1</u>
Employment costs	2022	2021
	£	£
Wages and salaries	48,505	48,250
Social security costs	1,360	1,438
Other pension costs	18,514	21,332
	<u>68,379</u>	<u>71,020</u>

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

9 Employees

(Continued)

The number of employees whose annual remuneration was more than £60,000 is as follows:

2022 Number	2021 Number
1	1
<u>1</u>	<u>1</u>

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

10 Pension Commitments

The Church is an employer participating in a pension scheme known as the Baptist Pension Scheme ("the Scheme"). The Scheme is a separate legal entity which is administered by the Pension Trustee (Baptist Pension Trust Limited).

The Minister is, which is not contracted out of the State Second Pension.

From January 2012, pension provision is being made through the Defined Contribution (DC) Plan within the Scheme. In general, members pay 8% of their Pensionable Income and employers pay 6% of members' Pensionable Income into individual pension accounts, which are operated and managed on behalf of the Pension Trustee by Legal and General Life Assurance Society Limited. In addition, the employer pays a further 4% of Pensionable Income to cover Death in Service Benefits, administration costs, and an associated insurance policy which provides income protection for Scheme members in the event that they are unable to work due to long-term incapacity. This income protection policy has been insured by the Baptist Union of Great Britain with Unum Limited. Members of the Basic Section pay reduced contributions of 5% of Pensionable Income, and their employers also pay a total of 5%.

Benefits in respect of service prior to 1 January 2012 are provided through the Defined Benefit (DB) Plan within the Scheme. The main benefits for pre-2012 service were a defined benefit pension of one eightieth of Final Minimum Pensionable Income for each year of Pensionable Service, together with additional pension in respect of premiums paid on Pensionable Income in excess of Minimum Pensionable Income. The Scheme, previously known as the Baptist Ministers' Pension Fund, started in 1925, but was closed to future accrual of defined benefits on 31 December 2011.

A formal valuation of the Defined Benefit (DB) Plan was performed at 31 December 2016 by a professionally qualified Actuary using the Projected Unit Method. The market value of the DB Plan assets at the valuation date was £219 million.

The valuation of the DB Plan revealed a deficit of assets compared with the value of liabilities of £93 million (equivalent to a past service funding level of 66%). As a result of the valuation, contributions from the individual employers will remain at previously agreed levels (increasing each year in line with increases in the Minimum Pensionable Income), and will continue until 31 December 2028. In addition, the Union will make a number of one-off contributions totalling £33.5m by 31 December 2023.

The key financial assumptions underlying the valuation were as follows:

RPI price inflation assumption 3.50% pa

CPI price inflation assumption 2.75% pa

Minimum Pensionable Income increases (CPI plus 0.75% pa) 3.50% pa Assumed investment returns

- Pre-retirement 3.50% pa

- Post retirement 2.25% pa

Deferred pension increases

- Pre April 2009 3.50% pa

- Post April 2009 2.50% pa

Pension increases

- Main Scheme pension Pre April 2006 3.60% pa

- Main Scheme pension Post April 2006 2.40% pa

As there is a large number of contributing employers participating in the Scheme, the Church is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, due to the nature of the Scheme, the profit and loss charge for the period represents the employer contributions payable. The total pension cost for the Church is £20,201 (2017 £20,075).

The next actuarial valuation of the DB Plan within the Scheme is due to take place not later than as at 31 December 2019. The report is not yet available.

11 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

12 Tangible fixed assets

	Freehold land and buildings	Plant and equipment	Computers	Total
	£	£	£	£
Cost				
At 1 January 2022	1,356,866	379,975	2,270	1,739,111
Additions	-	205	-	205
At 31 December 2022	1,356,866	380,180	2,270	1,739,316
Depreciation and impairment				
At 1 January 2022	539,460	378,117	2,270	919,847
Depreciation charged in the year	24,507	1,967	-	26,474
At 31 December 2022	563,967	380,084	2,270	946,321
Carrying amount				
At 31 December 2022	792,899	96	-	792,995
At 31 December 2021	817,406	1,858	-	819,264

The freehold property at Mutrix Road has been valued by the trustees based on an open market value basis by reference to market evidence of transaction prices for similar properties.

The historical cost of the freehold land and buildings is £893,716. The equivalent depreciation charge on historical cost of land and buildings would be £15,244 and the historical cost net book value is £533,557.

13 Debtors

	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	24,991	-
Other debtors	4,633	28,747
Prepayments and accrued income	4,199	1,447
	33,823	30,194

14 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	1,029	1,374
Payments received on account	229	3,529
Trade creditors	7,099	1,530
Other creditors	280	-
Accruals and deferred income	2,975	2,975
	11,612	9,408

ABBAY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

15 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total Unrestricted funds 2022 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 December 2022 are represented by:					
Tangible assets	298,752	494,243	792,995	325,021	819,264
Current assets/(liabilities)	97,172	-	97,172	107,244	107,244
	<u>395,924</u>	<u>494,243</u>	<u>890,167</u>	<u>432,265</u>	<u>926,508</u>

16 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	<u>67,019</u>	<u>69,397</u>

During the year, Rev Iain Batty incurred expenses on behalf of Abbey Road Baptist Church of £16,140 (2021: £23,810).

The total cost to the charity in the year of the maintenance, including utility costs, of the manse, being the accommodation provided to Rev. Batty, was £24,235 (2021: £16,508).

Motor vehicle expenses of £6,517 (2021:£3,548) in relation to the car provided to Rev. Batty are included in Church travel and motor expenses.

ABBEY ROAD BAPTIST CHURCH

England & Wales - Charity number 1132950

Accounts

Charity registration number 1132950

ABBAY ROAD BAPTIST CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

ABBAY ROAD BAPTIST CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Pastor Iain Batty
S Trotter
Amir Arjomand
Tursunbubu Emmott

Charity number

1132950

Independent examiner

SBM Associates Limited
24 Wandsworth Road
London
SW8 2JW
Pauline McAlpine

ABBEY ROAD BAPTIST CHURCH

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ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S 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 financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The aims of the charity are:

To advance the Christian religion in the United Kingdom and overseas by following and proclaiming the principle truths of the Bible (Old and New Testaments). In furtherance of this the Church may arrange public and other meetings of worship, praise, evangelism, teaching, study, encouragement and prayer, it may plant new congregations in any locality and it may support other Christians, churches or organisations sharing these objectives.

To relieve poverty both in this country and overseas by any means (e.g. donations, provision of goods or services, contributions, loans and advances with or without interest).

Public Benefit

The trustees have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning its future activities. In particular the trustees consider how planned activities will contribute to the aims and objectives of the Charity. The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Significant activities

The significant activities of the charity in meeting its aims and objectives are:

- Congregational worship in the church building
- Bible classes
- Prayer meetings
- Outreach work, both within the local community and further afield
- Assistance through accommodation
- Support for "at-risk" individuals

ABBNEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Achievements and performance

2021 proved to be almost as challenging as the previous year, with lockdowns being in place until July 2021. We continued to provide Bible Discussion groups and Prayer Meeting on Zoom but the restrictions placed on in person gatherings since March 2020 had a significantly adverse effect on our congregation numbers. We are now rebuilding to achieve the trajectory of the increase in our congregation that we enjoyed prior to the pandemic.

Assistance through accommodation

Our two accommodation buildings continued to offer affordable accommodation in areas with easy access to the Centre of London. Affordable accommodation is an increasing issue in London. In addition to our set affordable rents, we also have the ethos of helping residents with lower rents if we are able to.

Accommodation numbers were also adversely affected by the pandemic. We are pleased to see that during 2022, occupancy numbers have increased.

Assistance through other support

We have continued to support members and attendees seeking asylum, especially those fleeing persecution for maintaining or following their Christian faith. This support is given via attending court appearances and helping with paperwork.

We have again given support to Kilburn Salvation Army.

Financial review

While we benefitted from an increase of £5,614 in available Covid-19 support grants, this was more than offset by the decrease of £28,824 in income from the hostels.

The major increase in expenditure was in respect of church buildings maintenance, which increased by £11,160 over the previous year.

As a result, the charity has an increased net deficit for the year of £64,903 compared to a net deficit of £32,567 in 2020.

Going concern

The trustees are confident that the charity will continue as a going concern within the foreseeable future, accommodation occupancy has reached full capacity during 2022 and the trustees are keeping income and expenditure under close review.

Reserves policy

The trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future periods

Our vision for all long term attendees at ARBC is to continue to assist everybody in discovering their particular mission, through their specific gifts. We feel this is an important focus in helping the church itself to be a more effective force for good within the local community, while also assisting our members in spiritual and personal growth.

ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Structure, governance and management

Governing document

The charity is governed by the constitution adopted on 13 September 2009 and constitutes an unincorporated charity.

How decisions are taken

The decisions of the various elements of the running of the charity are made at the relevant quarterly deacons', financial committee, trustees' and members' meetings.

Trustees

The trustees who served during the year and up to the date of signature of the financial statements were:

Pastor Iain Batty
S Trotter
Amir Arjomand
Tursunbubu Emmott

Recruitment and appointment of new trustees

Trustees are identified by the Deacons and elected at the Annual General Meeting as per the charity governing document.

Induction and training of new trustees

The chairman is responsible for the induction and training of trustees.

Partnerships

We continue to support the work of Christ Centred Ministry Church in General Santos City in The Philippines, and First Baptist Church of Farmersville, in Texas. These ministries also continue to support ARBC through prayer and mission.

Pastor Iain has been called as Chaplain of Bournemouth Rugby Club.

ABBNEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Other reference and administrative details

Registered Charity number

1132950

Principal address

Abbey Road Baptist Church
14-16 Abbey Road
St Johns Wood
London
NW8 9BD

Independent examiner

SBM Associates Limited
24 Wandsworth Road
London
SW8 2JW

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4 Q

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

S Trotter

Trustee

18 October 2022

ABBAY ROAD BAPTIST CHURCH

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees are responsible for preparing the Trustee's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity 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 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 charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ABBEY ROAD BAPTIST CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ABBEY ROAD BAPTIST CHURCH

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

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

SBM Associates Limited
Pauline McAlpine
24 Wandsworth Road
London
SW8 2JW

Dated: 18 October 2022

ABBAY ROAD BAPTIST CHURCH

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 £
Income from:							
Donations, legacies & grants	3	23,510	-	23,510	18,044	-	18,044
Income from charitable activities	4	139,204	-	139,204	168,416	-	168,416
Other trading activities	5	7,184	-	7,184	8,764	-	8,764
Income from investments	6	58	-	58	155	-	155
Total income		<u>169,956</u>	<u>-</u>	<u>169,956</u>	<u>195,379</u>	<u>-</u>	<u>195,379</u>
Expenditure on:							
Costs of charitable activities	7	234,859	-	234,859	227,946	-	227,946
Net expenditure for the year/ Net movement in funds		<u>(64,903)</u>	<u>-</u>	<u>(64,903)</u>	<u>(32,567)</u>	<u>-</u>	<u>(32,567)</u>
Fund balances at 1 January 2021		<u>497,168</u>	<u>494,243</u>	<u>991,411</u>	<u>529,735</u>	<u>494,243</u>	<u>1,023,978</u>
Fund balances at 31 December 2021		<u><u>432,265</u></u>	<u><u>494,243</u></u>	<u><u>926,508</u></u>	<u><u>497,168</u></u>	<u><u>494,243</u></u>	<u><u>991,411</u></u>

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

All income and expenditure derive from continuing activities.

ABBAY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2021

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	11		819,264		843,954
Current assets					
Debtors	12	30,194		24,683	
Cash at bank and in hand		86,458		132,917	
		<u>116,652</u>		<u>157,600</u>	
Creditors: amounts falling due within one year	13	<u>(9,408)</u>		<u>(10,143)</u>	
Net current assets			<u>107,244</u>		<u>147,457</u>
Total assets less current liabilities			<u><u>926,508</u></u>		<u><u>991,411</u></u>
Income funds					
Restricted funds			494,243		494,243
Unrestricted funds			432,265		497,168
			<u>926,508</u>		<u>991,411</u>

The financial statements were approved by the Trustees on 18 October 2022

Pastor Iain Batty
Trustee

ABBNEY ROAD BAPTIST CHURCH

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

1 Accounting policies

Charity information

Abbey Road Baptist Church is an unincorporated charity, registered number 1132950. The registered address is 14-16 Abbey Road, St Johns Wood, London, NW8 9BD.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Incoming resources

Income is recognised when the charity 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.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. 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 charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

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

1.5 Tangible fixed assets

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

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	2% straight line basis
Plant and equipment	20% straight line basis
Computers	33% straight line basis

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.

1.6 Impairment of fixed assets

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

1.7 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.

1.8 Financial instruments

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

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

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

Basic financial assets

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

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Pension costs and other post-retirement benefits

The church is an employer participating in a pension scheme known as the Baptist Ministers' Pensions Scheme and contributes at rates set by the scheme actuary and advised to the charity by the scheme administrator. The scheme is a multi-employer scheme. Due to the number of contributing employers the church is unable to identify its share of the underlying assets and liabilities of the scheme. The contributions to the scheme are therefore accounted for as they fall due.

2 Critical accounting estimates and judgements

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

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

ABBNEY ROAD BAPTIST CHURCH

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

3 Donations, legacies & grants

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Donations and gifts	4,168	4,316
CJRS grants received	19,342	13,728
	<u>23,510</u>	<u>18,044</u>

4 Income from charitable activities

	Rent from Hostels 2021	Church hire and activities 2021	Total 2021	Total 2020
	£	£	£	£
Sales within charitable activities	<u>79,529</u>	<u>59,675</u>	<u>139,204</u>	<u>168,416</u>

5 Other trading activities

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Ground rent and service charges receivable	<u>7,184</u>	<u>8,764</u>

6 Income from investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Interest receivable	<u>58</u>	<u>155</u>

ABBNEY ROAD BAPTIST CHURCH

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

7 Costs of charitable activities

	Hostels	Church	Total 2021	Total 2020
	2021	2021		
	£	£	£	£
Staff costs	-	71,020	71,020	71,030
Depreciation and impairment	-	27,129	27,129	26,282
Repairs and maintenance	10,678	53,485	64,163	57,846
Insurance	-	11,481	11,481	8,331
Light and heat	-	16,935	16,935	13,942
Telephone	-	5,071	5,071	4,527
Office and administration costs	-	14,222	14,222	24,298
Sundries	-	195	195	-
Church travel and motor expenses	-	8,640	8,640	9,343
Bank charges	-	55	55	60
Hospitality	-	9,580	9,580	6,909
Legal and professional fees	-	4,286	4,286	990
	<u>10,678</u>	<u>222,099</u>	<u>232,777</u>	<u>223,558</u>
Accountancy fees	-	2,082	2,082	4,388
	<u>10,678</u>	<u>224,181</u>	<u>234,859</u>	<u>227,946</u>

8 Net movement in funds

	2021	2020
	£	£
Net movement in funds is stated after charging/(crediting)		
Depreciation of owned tangible fixed assets	<u>27,129</u>	<u>26,282</u>

9 Employees

The average monthly number of employees during the year was:

	2021	2020
	Number	Number
	<u>1</u>	<u>1</u>
Employment costs	2021	2020
	£	£
Wages and salaries	48,250	48,250
Social security costs	1,438	3,267
Other pension costs	21,332	19,513
	<u>71,020</u>	<u>71,030</u>

ABBAY ROAD BAPTIST CHURCH

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

9 Employees

(Continued)

The number of employees whose annual remuneration was more than £60,000 is as follows:

2021 Number	2020 Number
1	1
<u>1</u>	<u>1</u>

ABBNEY ROAD BAPTIST CHURCH

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

10 Pension Commitments

The Church is an employer participating in a pension scheme known as the Baptist Pension Scheme ("the Scheme"). The Scheme is a separate legal entity which is administered by the Pension Trustee (Baptist Pension Trust Limited).

The Minister is, which is not contracted out of the State Second Pension.

From January 2012, pension provision is being made through the Defined Contribution (DC) Plan within the Scheme. In general, members pay 8% of their Pensionable Income and employers pay 6% of members' Pensionable Income into individual pension accounts, which are operated and managed on behalf of the Pension Trustee by Legal and General Life Assurance Society Limited. In addition, the employer pays a further 4% of Pensionable Income to cover Death in Service Benefits, administration costs, and an associated insurance policy which provides income protection for Scheme members in the event that they are unable to work due to long-term incapacity. This income protection policy has been insured by the Baptist Union of Great Britain with Unum Limited. Members of the Basic Section pay reduced contributions of 5% of Pensionable Income, and their employers also pay a total of 5%.

Benefits in respect of service prior to 1 January 2012 are provided through the Defined Benefit (DB) Plan within the Scheme. The main benefits for pre-2012 service were a defined benefit pension of one eightieth of Final Minimum Pensionable Income for each year of Pensionable Service, together with additional pension in respect of premiums paid on Pensionable Income in excess of Minimum Pensionable Income. The Scheme, previously known as the Baptist Ministers' Pension Fund, started in 1925, but was closed to future accrual of defined benefits on 31 December 2011.

A formal valuation of the Defined Benefit (DB) Plan was performed at 31 December 2016 by a professionally qualified Actuary using the Projected Unit Method. The market value of the DB Plan assets at the valuation date was £219 million.

The valuation of the DB Plan revealed a deficit of assets compared with the value of liabilities of £93 million (equivalent to a past service funding level of 66%). As a result of the valuation, contributions from the individual employers will remain at previously agreed levels (increasing each year in line with increases in the Minimum Pensionable Income), and will continue until 31 December 2028. In addition, the Union will make a number of one-off contributions totalling £33.5m by 31 December 2023.

The key financial assumptions underlying the valuation were as follows:

- RPI price inflation assumption 3.50% pa
- CPI price inflation assumption 2.75% pa
- Minimum Pensionable Income increases (CPI plus 0.75% pa) 3.50% pa
- Assumed investment returns
 - Pre-retirement 3.50% pa
 - Post retirement 2.25% pa
- Deferred pension increases
 - Pre April 2009 3.50% pa
 - Post April 2009 2.50% pa
- Pension increases
 - Main Scheme pension Pre April 2006 3.60% pa
 - Main Scheme pension Post April 2006 2.40% pa

As there is a large number of contributing employers participating in the Scheme, the Church is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, due to the nature of the Scheme, the profit and loss charge for the period represents the employer contributions payable. The total pension cost for the Church is £20,201 (2017 £20,075).

The next actuarial valuation of the DB Plan within the Scheme is due to take place not later than as at 31 December 2019. The report is not yet available.

ABBAY ROAD BAPTIST CHURCH

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

11 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Computers £	Total £
Cost				
At 1 January 2021	1,356,866	377,538	2,270	1,736,674
Additions	-	2,437	-	2,437
At 31 December 2021	1,356,866	379,975	2,270	1,739,111
Depreciation and impairment				
At 1 January 2021	514,953	376,252	1,513	892,718
Depreciation charged in the year	24,507	1,865	757	27,129
At 31 December 2021	539,460	378,117	2,270	919,847
Carrying amount				
At 31 December 2021	817,406	1,858	-	819,264
At 31 December 2020	841,913	1,285	756	843,954

The freehold property at Mutrix Road has been valued by the trustees based on an open market value basis by reference to market evidence of transaction prices for similar properties.

The historical cost of the freehold land and buildings is £893,716. The equivalent depreciation charge on historical cost of land and buildings would be £15,244 and the historical cost net book value is £533,557.

12 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	28,747	20,912
Prepayments and accrued income	1,447	3,771
	30,194	24,683

13 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	1,374	1,350
Payments received on account	3,529	5,818
Trade creditors	1,530	-
Accruals and deferred income	2,975	2,975
	9,408	10,143

ABBAY ROAD BAPTIST CHURCH

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

14 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Fund balances at 31 December 2021 are represented by:						
Tangible assets	325,021	494,243	819,264	349,711	494,243	843,954
Current assets/(liabilities)	107,244	-	107,244	147,457	-	147,457
	<u>432,265</u>	<u>494,243</u>	<u>926,508</u>	<u>497,168</u>	<u>494,243</u>	<u>991,411</u>

15 Prior year adjustment

Recharges to the managing agents of the residential premises above the church omitted from the accounts for years ended 31 December 2017 to 2020. The recharges have not yet been settled by the managing agents, and are included in debtors. Had the changes been included, the results and net assets of the charity would have been adjusted as follows:

Year ended	Increase in income for year	Increase in net reserves at balance sheet date
	£	£
31 December 2017	917	917
31 December 2018	3,250	4,167
31 December 2019	3,250	7,417

The 2020 comparatives have been restated, to show an increase in income for the year of £8,764, and an increase in net assets at 31 December 2020 of £16,181.

16 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021	2020
	£	£
Aggregate compensation	<u>69,397</u>	<u>67,763</u>

During the year, Rev Iain Batty incurred expenses on behalf of Abbey Road Baptist Church of £23,810 (2020: £37,676).

The total cost to the charity in the year of the maintenance, including utility costs, of the manse, being the accommodation provided to Rev. Batty, was £7,591 (2020: £8,387).

ABBEY ROAD BAPTIST CHURCH

England & Wales - Charity number 1132950

Accounts

Charity Registration No. 1132950

ABBAY ROAD BAPTIST CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

ABBEY ROAD BAPTIST CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Pastor Iain Batty

S Trotter

Amir Arjomand

(Appointed 1 November
2020)

Tursunbubu Emmott

(Appointed 1 November
2020)

Charity number

1132950

Independent examiner

SBM Associates Limited

24 Wandsworth Road

London

SW8 2JW

ABBEY ROAD BAPTIST CHURCH

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ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report and financial statements for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

To advance the Christian religion in the United Kingdom and overseas by following and proclaiming the principle truths of the Bible (Old and New Testaments). In furtherance of this the Church may arrange public and other meetings of worship, praise, evangelism, teaching, study, encouragement and prayer, it may plant new congregations in any locality and it may support other Christians, churches or organisations sharing these objectives.

To relieve poverty both in this country and overseas by any means (e.g. donations, provision of goods or services, contributions, loans and advances with or without interest).

Volunteers

Many volunteers give up their time to help at the branches, particularly at weekends and in the evenings. We are greatly indebted to these volunteers for their commitment and support.

Public Benefit

The trustees have referred to the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning its future activities. In particular the trustees consider how planned activities will contribute to the aims and objectives of the Charity.

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

Achievements and performance

Covid19

The national lockdown(s) and social restrictions following the pandemic lead to online worship and support. Where possible the church was opened for private prayer for our community.

Bible Discussion

The bible discussion group on Tuesday evenings is consistently attended by at least half a dozen people (via zoom).

Prayer Meeting

The group meets every Friday evening for prayer and fellowship. It is well attended and brings together members from several local churches (via zoom).

DAR Russian School

Our relationship with DAR Russian School continues. They are using the hall and some classrooms downstairs during the week.

ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Assistance through accommodation

Our two accommodation buildings continue to offer affordable accommodation in areas with easy access to the centre of London. Affordable accommodation is an increasing issue in London. In addition to our set affordable rents, we also have the ethos of helping residents with lower rents if we are able to.

This period we have helped the following:

Mr Dragan Mikulic - we reduced his rent as he continues to manage his poor physical health.

Assistance through other support

We have supported members and attendees seeking asylum, especially those fleeing persecution for maintaining or following their Christian faith. We continue to support Nahid Hoggati, Eduardo B and AHA through attending court appearances and helping with paperwork.

We have given support to Kilburn Salvation Army through our harvest time donations provided by the congregation and local community. We also support the Salvation Army through our Christmas present shoe box appeal and quality recycled clothes collections.

Partnerships

Pastor Iain has been called as Chaplain of Bournemouth Rugby Club which may be an opportunity to plant a church in the future.

We continue to support the work of Christ Centred Ministry Church in General Santos City in The Philippines, and First Baptist Church of Farmersville, in Texas. These ministries also continue to support ARBC through prayer and mission.

Financial review

Reserves policy

The trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily

The trustees has assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Plans for future

Our vision for all long term attendees at ARBC is to continue to assist everybody in discovering their particular mission, through their specific gifts. We feel this is an important focus in helping the church itself to be a more effective force for good within the local community, while also assisting our members in spiritual and personal growth.

Structure, governance and management

Governing document

The charity is governed by the constitution adopted on 13 September 2009 and constitutes an unincorporated charity.

ABBEY ROAD BAPTIST CHURCH

TRUSTEE'S REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees who served during the year and up to the date of signature of the financial statements were:

Pastor Iain Batty

J Nottingham (Resigned 12 October 2020)

J Junio Smyth (Resigned 13 October 2020)

S Trotter

D Minei (Resigned 12 October 2020)

Amir Arjomand (Appointed 1 November 2020)

Tursunbubu Emmott (Appointed 1 November 2020)

Recruitment and appointment of new trustees

Trustees are identified by the Deacons and elected at the Annual General Meeting as per the charity governing document.

Induction and training of new trustees

The chairman is responsible for the induction and training of trustees.

Reference and administrative details

Registered Charity number

1132950

Principal address

Abbey Road Baptist Church

14-16 Abbey Road

St Johns Wood

London

NW8 9BD

Trustees

Rev I Batty

J Nottingham

J Junio Smyth

S Trotter

D Minei

Independent examiner

SBM Associates Limited

24 Wandsworth Road

London

SW8 2JW

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

S Trotter

Trustee

Dated: 19 July 2021

ABBEY ROAD BAPTIST CHURCH

STATEMENT OF TRUSTEE'S RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees are responsible for preparing the Trustee's Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales 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 charity and of the incoming resources and application of resources of the charity 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 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 charity will continue in operation.

The trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

ABBEY ROAD BAPTIST CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF ABBEY ROAD BAPTIST CHURCH

I report to the trustees on my examination of the financial statements of Abbey Road Baptist Church (the charity) for the year ended 31 December 2020.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

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

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

SBM Associates Limited
Pauline McAlpine
24 Wandsworth Road
London
SW8 2JW

Dated: 19 July 2021

ABBEY ROAD BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Income from:							
Donations, legacies & grants	3	18,044	-	18,044	8,366	-	8,366
Charitable activities	4	168,416	-	168,416	193,823	-	193,823
Investments	5	155	-	155	760	-	760
Total income		<u>186,615</u>	<u>-</u>	<u>186,615</u>	<u>202,949</u>	<u>-</u>	<u>202,949</u>
Expenditure on:							
Charitable activities	6	227,946	-	227,946	257,620	-	257,620
Other	11	-	-	-	102	-	102
Total resources expended		<u>227,946</u>	<u>-</u>	<u>227,946</u>	<u>257,722</u>	<u>-</u>	<u>257,722</u>
Net expenditure for the year/ Net movement in funds		(41,331)	-	(41,331)	(54,773)	-	(54,773)
Fund balances at 1 January 2020		<u>522,318</u>	<u>494,243</u>	<u>1,016,561</u>	<u>577,091</u>	<u>494,243</u>	<u>1,071,334</u>
Fund balances at 31 December 2020		<u><u>480,987</u></u>	<u><u>494,243</u></u>	<u><u>975,230</u></u>	<u><u>522,318</u></u>	<u><u>494,243</u></u>	<u><u>1,016,561</u></u>

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

All income and expenditure derive from continuing activities.

ABBEY ROAD BAPTIST CHURCH

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020		2019	
		£	£	£	£
Fixed assets					
Tangible assets	12		843,954		870,238
Current assets					
Debtors	13	6,877		6,353	
Cash at bank and in hand		132,917		149,125	
		<u>139,794</u>		<u>155,478</u>	
Creditors: amounts falling due within one year	14	<u>(8,518)</u>		<u>(9,155)</u>	
Net current assets			131,276		146,323
Total assets less current liabilities			<u>975,230</u>		<u>1,016,561</u>
Income funds					
Restricted funds			494,243		494,243
Unrestricted funds			480,987		522,318
			<u>975,230</u>		<u>1,016,561</u>

The financial statements were approved by the Trustees on 19 July 2021

Pastor Iain Batty
Trustee

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

Abbey Road Baptist Church is an unincorporated charity, registered number 1132950. The registered address is 14-16 Abbey Road, St Johns Wood, London, NW8 9BD.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's governing document, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

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

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

1.4 Incoming resources

Income is recognised when the charity 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.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. 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 charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.5 Tangible fixed assets

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

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	2% straight line basis
Plant and equipment	20% straight line basis
Computers	33% straight line basis

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 net income/(expenditure) for the year.

1.6 Impairment of fixed assets

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

1.7 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.

1.8 Financial instruments

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

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

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

Basic financial assets

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

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

Basic financial liabilities

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

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

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

Derecognition of financial liabilities

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

1.9 Employee benefits

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 charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

Pension costs and other post-retirement benefits

The church is an employer participating in a pension scheme known as the Baptist Ministers' Pensions Scheme and contributes at rates set by the scheme actuary and advised to the charity by the scheme administrator. The scheme is a multi-employer scheme. Due to the number of contributing employers the church is unable to identify its share of the underlying assets and liabilities of the scheme. The contributions to the scheme are therefore accounted for as they fall due.

2 Critical accounting estimates and judgements

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

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

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

3 Donations, legacies & grants

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Donations and gifts	4,316	8,366
CJRS grants received	13,728	-
	<u>18,044</u>	<u>8,366</u>

4 Charitable activities

	Rent from Hostels 2020	Church hire and activities 2020	Total 2020	Total 2019
	£	£	£	£
Sales within charitable activities	108,535	59,881	168,416	191,784
Other income	-	-	-	2,039
	<u>108,535</u>	<u>59,881</u>	<u>168,416</u>	<u>193,823</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Interest receivable	155	760

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

6 Charitable activities

	Hostels	Church	Total	Total
	2020	2020	2020	2019
	£	£	£	£
Staff costs	-	71,030	71,030	71,790
Depreciation and impairment	-	26,282	26,282	26,994
Repairs and maintenance	15,521	42,325	57,846	37,025
Insurance	-	8,331	8,331	8,090
Light and heat	-	13,942	13,942	22,149
Telephone	-	4,527	4,527	6,358
Office and administration costs	-	24,298	24,298	34,049
Church travel and motor expenses	-	9,343	9,343	20,335
Bank charges	-	60	60	92
Hospitality	-	6,909	6,909	27,843
Legal and professional fees	-	990	990	-
	<u>15,521</u>	<u>208,037</u>	<u>223,558</u>	<u>254,725</u>
Share of governance costs (see note 7)	-	4,388	4,388	2,895
	<u>15,521</u>	<u>212,425</u>	<u>227,946</u>	<u>257,620</u>

7 Support costs

	Support costs	Governance costs	2020	Support costs	Governance costs	2019
	£	£	£	£	£	£
Accountancy	-	4,388	4,388	-	2,895	2,895
	<u>-</u>	<u>4,388</u>	<u>4,388</u>	<u>-</u>	<u>2,895</u>	<u>2,895</u>
Analysed between Charitable activities	-	4,388	4,388	-	2,895	2,895
	<u>-</u>	<u>4,388</u>	<u>4,388</u>	<u>-</u>	<u>2,895</u>	<u>2,895</u>

8 Net movement in funds

	2020	2019
	£	£
Net movement in funds is stated after charging/(crediting)		
Depreciation of owned tangible fixed assets	<u>26,282</u>	<u>26,994</u>

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

9 Employees

The average monthly number of employees during the year was:

	2020	2019
	Number	Number
	1	1
	<u>1</u>	<u>1</u>
Employment costs	2020	2019
	£	£
Wages and salaries	48,250	48,250
Social security costs	3,267	2,475
Other pension costs	19,513	21,065
	<u>71,030</u>	<u>71,790</u>
	<u>71,030</u>	<u>71,790</u>

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

10 Pension Commitments

The Church is an employer participating in a pension scheme known as the Baptist Pension Scheme (“the Scheme”). The Scheme is a separate legal entity which is administered by the Pension Trustee (Baptist Pension Trust Limited).

The Minister is, which is not contracted out of the State Second Pension.

From January 2012, pension provision is being made through the Defined Contribution (DC) Plan within the Scheme. In general, members pay 8% of their Pensionable Income and employers pay 6% of members’ Pensionable Income into individual pension accounts, which are operated and managed on behalf of the Pension Trustee by Legal and General Life Assurance Society Limited. In addition, the employer pays a further 4% of Pensionable Income to cover Death in Service Benefits, administration costs, and an associated insurance policy which provides income protection for Scheme members in the event that they are unable to work due to long-term incapacity. This income protection policy has been insured by the Baptist Union of Great Britain with Unum Limited. Members of the Basic Section pay reduced contributions of 5% of Pensionable Income, and their employers also pay a total of 5%.

Benefits in respect of service prior to 1 January 2012 are provided through the Defined Benefit (DB) Plan within the Scheme. The main benefits for pre-2012 service were a defined benefit pension of one eightieth of Final Minimum Pensionable Income for each year of Pensionable Service, together with additional pension in respect of premiums paid on Pensionable Income in excess of Minimum Pensionable Income. The Scheme, previously known as the Baptist Ministers’ Pension Fund, started in 1925, but was closed to future accrual of defined benefits on 31 December 2011.

A formal valuation of the Defined Benefit (DB) Plan was performed at 31 December 2016 by a professionally qualified Actuary using the Projected Unit Method. The market value of the DB Plan assets at the valuation date was £219 million.

The valuation of the DB Plan revealed a deficit of assets compared with the value of liabilities of £93 million (equivalent to a past service funding level of 66%). As a result of the valuation, contributions from the individual employers will remain at previously agreed levels (increasing each year in line with increases in the Minimum Pensionable Income), and will continue until 31 December 2028. In addition, the Union will make a number of one-off contributions totalling £33.5m by 31 December 2023.

The key financial assumptions underlying the valuation were as follows:

- RPI price inflation assumption 3.50% pa
- CPI price inflation assumption 2.75% pa
- Minimum Pensionable Income increases (CPI plus 0.75% pa) 3.50% pa
- Assumed investment returns
 - Pre-retirement 3.50% pa
 - Post retirement 2.25% pa
- Deferred pension increases
 - Pre April 2009 3.50% pa
 - Post April 2009 2.50% pa
- Pension increases
 - Main Scheme pension Pre April 2006 3.60% pa
 - Main Scheme pension Post April 2006 2.40% pa

As there is a large number of contributing employers participating in the Scheme, the Church is unable to identify its share of the underlying assets and liabilities of the scheme. Accordingly, due to the nature of the Scheme, the profit and loss charge for the period represents the employer contributions payable. The total pension cost for the Church is £20,201 (2017 £20,075).

The next actuarial valuation of the DB Plan within the Scheme is due to take place not later than as at 31 December 2019. The report is not yet available.

ABBEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

11 Other

	Unrestricted funds	Total
	2020	2019 £
Charitable donations	-	102
	<u> </u>	<u> </u>

12 Tangible fixed assets

	Freehold land and buildings £	Plant and equipment £	Computers £	Total £
Cost				
At 1 January 2020	1,356,866	377,538	2,270	1,736,674
At 31 December 2020	<u>1,356,866</u>	<u>377,538</u>	<u>2,270</u>	<u>1,736,674</u>
Depreciation and impairment				
At 1 January 2020	490,446	375,235	757	866,438
Depreciation charged in the year	24,507	1,018	757	26,282
At 31 December 2020	<u>514,953</u>	<u>376,253</u>	<u>1,514</u>	<u>892,720</u>
Carrying amount				
At 31 December 2020	<u>841,913</u>	<u>1,285</u>	<u>756</u>	<u>843,954</u>
At 31 December 2019	<u>866,421</u>	<u>2,304</u>	<u>1,513</u>	<u>870,238</u>

The freehold property at Mutrix Road has been valued by the trustees based on an open market value basis by reference to market evidence of transaction prices for similar properties.

The historical cost of the freehold land and buildings is £893,716. The equivalent depreciation charge on historical cost of land and buildings would be £15,244 and the historical cost net book value is £548,802.

13 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Other debtors	3,106	3,081
Prepayments and accrued income	3,771	3,272
	<u>6,877</u>	<u>6,353</u>
	<u> </u>	<u> </u>

ABBNEY ROAD BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

14 Creditors: amounts falling due within one year

	2020	2019
	£	£
Other taxation and social security	1,350	-
Payments received on account	5,818	7,273
Trade creditors	-	532
Accruals and deferred income	1,350	1,350
	<u>8,518</u>	<u>9,155</u>

15 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Fund balances at 31 December 2020 are represented by:						
Tangible assets	349,711	494,243	843,954	375,995	494,243	870,238
Current assets/ (liabilities)	131,276	-	131,276	146,323	-	146,323
	<u>480,987</u>	<u>494,243</u>	<u>975,230</u>	<u>522,318</u>	<u>494,243</u>	<u>1,016,561</u>

16 Related party transactions

During the year, Rev Iain Batty incurred expenses on behalf of Abbey Road Baptist Church of £37,676 (2019: £68,138).

The total cost to the charity in the year of the maintenance of the manse, being the accommodation provided to Rev. Batty, was £5,811 (2019: £48).