

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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ABBAY 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

ABBAY 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.

ABBAY 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.

ABBAY 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

ABBHEY 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		169,956	-	169,956	195,379	-	195,379
Expenditure on:							
Costs of charitable activities	7	234,859	-	234,859	227,946	-	227,946
Net expenditure for the year/ Net movement in funds		(64,903)	-	(64,903)	(32,567)	-	(32,567)
Fund balances at 1 January 2021		497,168	494,243	991,411	529,735	494,243	1,023,978
Fund balances at 31 December 2021		432,265	494,243	926,508	497,168	494,243	991,411

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			107,244		147,457
Total assets less current liabilities			<u>926,508</u>		<u>991,411</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

ABBEY 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.

ABBAY 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.

ABBAY 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.

ABBAY 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	Church hire and activities	Total	Total
	2021	2021	2021	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>

ABBAY 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
	10,678	222,099	232,777	223,558
Accountancy fees	-	2,082	2,082	4,388
	10,678	224,181	234,859	227,946

8 Net movement in funds

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

9 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
	1	1
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
	71,020	71,030

ABBEY 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>

ABBAY 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 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 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).