

HAZEL GROVE BAPTIST CHURCH
ANNUAL REPORT AND ACCOUNTS
YEAR ENDED 31st AUGUST 2022

Hazel Grove Baptist Church Year Ended 31st August 2022

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Hazel Grove Baptist Church Year Ended 31st August 2022

Elders and Deacons Report i.e. the Trustees

The Deacons present their report for the year ended 31st August 2022

Elders and Deacons i.e. the Trustees

The table below shows the Elders and Deacons i.e. the Trustees who have served during the year, their responsibilities within the church, the dates of their appointment, re-appointment, or resignation.

ELDERS	RESPONSIBILITY	APPOINTED (re-appointed)	RENEWAL DATE
Rev. Montgomery	Minister	Employee	
Mark Paddon	Assistant Minister	Employee	
John Bulman	Elder/Pastoral	04 January 2022	04 January 2025
Nigel Tedford	Elder/Evangelism	03 May 2022	03 May 2025

DEACONS	RESPONSIBILITY	APPOINTED (re-appointed)	RENEWAL DATE
Maureen S. Babcock	Administration	08 March 2022	08 March 2025
Jean Baker	Community	16 October 2021	16 October 2024
Felicity Chisholm		08 March 2022	08 March 2025
Denise Edge	Finance	04 January 2022	04 January 2025
Amanda Lamb	Youth Family Leader	Employee	
Cathy Mackay		16 October 2021	16 October 2024
Brian Needham	Fabric/Personnel	01 March 2019	TBA
Uchenna Okoye		03 May 2022	03 May 2025

Principal Address

Hazel Grove Baptist Church
Station Street, Hazel Grove, Stockport, Cheshire, SK7 4EX

Principal Bankers

The Royal Bank of Scotland,
Drummond House, 1 Redheughs Avenue, Edinburgh. EH12 9JN

Reporting Accountants

Castletons, Chartered Certified Accountants
The Old Workshop, 12b Kennerleys Lane, Wilmslow, Cheshire, SK9 5EQ

Trustees

North Western Baptist Association
Resource Centre, Fleet Street, Pemberton, Wigan, WN5 0DS

Charity number 1133951

Hazel Grove Baptist Church Year Ended 31st August 2022

Status

HGBC is a Member of the Baptist Union of Great Britain. The Trustees of HGBC are the North Western Baptist Association who were appointed in accordance with the Fairbairn Trusts, agreed at a Church Meeting dated 28th October 1993. The present Constitution of HGBC was adopted at a Special Church Meeting on Tuesday, 20 October 2009 with minor amendments in 2013 and 2021.

Aims and Objectives

The aim of the church shall be to serve as the body of Christ in order to extend the Kingdom of God and glorify His Name in the areas of Hazel Grove, Stockport and beyond.

In pursuing this aim, the main objectives shall be those in the church's vision, and captured in the church's mission of:

'Turning ordinary people into extraordinary disciples of Jesus'.

To enable ordinary people to become extraordinary disciples of Jesus, the church engages in:

1. Worship and Prayer
2. Bible Teaching and Fellowship
3. Missionary Evangelism at home and abroad
4. Nurturing Christian believers
5. Encouraging and equipping the congregation
6. Children and Young People's work
7. Pastoral Care
8. Supporting Social Care
9. Meeting certain needs of the Community.
10. Relating to Baptists and other Christians generally, as beneficially as possible.

The Church's aims and objectives are worked out on a daily basis in accordance with the vision God has given to the Church, and as the Holy Spirit directs through the Church Meeting from time to time.

Hazel Grove Baptist Church Year Ended 31st August 2022

Financial Review

The HGBC Leadership are extremely grateful for the continued, outstanding, financial support of its members and church attendees.

Income

Total income for this year of £253,150 compared to £245,907 in the previous year.

Expenditure

Total expenditure for this year was £271,751 (including depreciation of £27,228) compared to £231,579 (including depreciation of £29,985) in the previous year.

The church has been able to increase its support of many Mission Works as hoped and planned, both in the UK and Abroad, by donating £33,514 (previous year £22,637).

It also helped its own members in financial need with Pastoral donations totalling £11,017 (previous year £6,728), along with food parcels where needed.

Reserves Policy

The Trustees have examined the need for free reserves and they consider, that given the nature of the charity's work and its commitments, the level of the free reserves should be approximately 4 month's salary and building costs as a general rule being £44,600, whilst acknowledging the leading of the Holy Spirit which would allow reserves to fall below this level.

Reporting Accountant

In preparing this report and these accounts we are grateful to our accountant, Castletons Accountants. The accounts have been prepared in accordance with the Charity Commissioners guidelines for an Independent Examination, and are presented for your approval.

The attached accounts and statements of assets and liabilities relating to year ending 31st August 2022, are as approved by the deacons.

Approved by the Diaconate and signed on its behalf by:

Deacon Jeuse Edge Date 8/3/23

Hazel Grove Baptist Church Year Ended 31st August 2022

INDEPENDENT EXAMINERS REPORT TO THE DEACONS AND MEMBERS OF HAZEL GROVE BAPTIST CHURCH

I report on the accounts of the Trust for the year ended 31st August 2021, which are set out on pages 8 – 15.

Respective responsibilities of Deacons and examiner

As the charity's Deacons you are responsible for the presentation of the accounts; you consider that the audit requirement of section 144 (2) of the Charities Act 2011 (the 2011 Act) does not apply and an independent examination is needed.

It is my responsibility to examine the accounts under Section 145 of the 2011 Act, state, on the basis of procedures specified in the General Directions given by the Charity Commissioners under section 145(5) (b) of the 2011 Act, whether particular matters have come to my attention.

Basis of Independent Examiners Report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of the unusual items or disclosures in the accounts, and seeking explanations from you as Deacons concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an opinion on whether the accounts present a true and fair view and the report is limited to those matters set out in the statement below

Independent Examiners Statement

In connection with my examination, no matter has come to my attention:

which gives me reasonable cause to believe that in any material aspect the requirements

- The accounting records were not kept in accordance with section 130 of the 2011 Act; and
- The accounts did not accord with the accounting records or
- The accounts did not comply with the accounting requirements of 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 understanding should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

JACQUELINE FORD
CASTLETONS
CHARTERED CERTIFIED ACCOUNTANTS
THE OLD WORKSHOP
12B KENNERLEYS LANE
WILMSLOW
CHESHIRE SK9 5EQ

Hazel Grove Baptist Church Year Ended 31st August 2022

Statement of Financial Activities For The Year Ended 31st August 2022

Income & Expenditure Account		UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
		2022/22	2020/21	2021/22	2020/21	2021/22	2020/21
No. = Note number to accounts	NO						
Incoming Resources		£	£	£	£	£	£
Covenanted Giving		149,694	152,069	0	0	149,694	152,069
General Offerings		30,112	28,125	0	0	30,112	28,125
Donations.		8,596	11,330	0	0	8,596	11,330
Tax refunds		34,049	33,271	0	0	34,049	33,271
Bank Interest Received		85	13	0	0	85	13
Gifts for Specific Needs		0	0	11,974	7,975	11,974	7,975
Miscellaneous Income	3	18,585	3,124	0	0	18,585	3,124
Deaconfield Limited		55	10,000	0	0	55	10,000
Total Income for Year		241,176	237,932	11,974	7,975	253,150	245,907

Hazel Grove Baptist Church Year Ended 31st August 2022

Statement of Financial Activities For The Year Ended 31st August 2022

Income & Expenditure Account		UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
No. = Note number to accounts	NO						
Total Income for the Year		241,176	237,932	11,974	7,975	253,150	245,907
Resources Expended							
Direct Charitable Expenditure							
Ministerial Salaries & Expenses	4	136,670	126,179	0	0	136,670	126,179
Mission, Donations & Training	5	33,514	22,637	0	0	33,514	22,637
Pastoral Gifts for Specific Needs		0	0	11,017	6,728	11,017	6,728
Miscellaneous Expenses	6	28,006	23,871	0	0	28,006	23,871
Youth, Stationery & Outreach	7	21,794	9,635	0	0	21,794	9,635
Depreciation	8	27,228	29,985	0	0	27,228	29,985
Direct Charitable Expenditure		247,212	212,307	11,017	6,728	258,229	219,035
Other Expenditure							
Building Maintenance Costs	9	11,002	10,996	0	0	11,002	10,996
Accountancy		1,620	1,548	0	0	1,620	1,548
Valuation fee		900	0	0	0	900	0
Non-Charitable Expenditure		13,522	12,544	0	0	13,522	12,544
Total Expenses for the Year		260,734	224,851	11,017	6,728	271,751	231,579
Net Incoming Resources		-19,558	13,081	957	1,247	-18,601	14,328
Fund Balances at 1.9.2021		965,822	951,494	0	0	965,822	951,494
Transfers		957	1,247	-957	-1,247		
Fund Balances at 31.8.2022		947,221	965,822	0	0	947,221	965,822

Hazel Grove Baptist Church Year Ended 31st August 2022

BALANCE SHEET As At 31st August 2022

BALANCE SHEET : ASSETS		UNRESTRICTED		RESTRICTED		TOTAL FUNDS	
NO. = Note to Balance Sheet	NO	2021/22	2020/21	2021/2022	2020/21	2021/22	2020/21
Fixed Assets: Tangible	2	£	£	£	£	£	£
Freehold on Station St.		640,436	660,812	0	0	640,436	660,812
Fixtures & Equipment		3,839	9,951	0	0	3,839	9,951
Motor Vehicle		0	0	0	0	0	0
Share of Manse		20,720	21,460	0	0	20,720	21,460
Total Fixed Assets		664,995	692,223	0	0	664,995	692,223
Intangible Fixed Asset	2a	122,000	122,000	0	0	122,000	122,000
Current Assets							
Stock of Stationery		50	50	0	0	50	50
Bank Balances	10	180,095	164,297	0	0	180,095	164,297
Total Current Assets		180,145	164,347	0	0	180,145	164,347
Creditors: ≤ 1 Year	11	19,919	12,748	0	0	19,919	12,748
Net Current Assets		160,226	151,599	0	0	160,226	151,599
Net Assets Before Creditors ≤ 1 Year		947,221	965,822	0	0	947,221	965,822
REPRESENTED BY							
Accumulated Fund							
Balance b/forward		965,822	951,494	0	0	965,822	951,494
Deficit/Surplus for the year		-19,558	13,081	957	1,247	-18601	14,328
Transfer to/from restricted funds		957	1,247	-957	-1,247		
Balances @ Year End		947,221	965,822	0	0	947,221	965,822

Approved by the Deacons on


DENISE EDGE - Treasurer

Hazel Grove Baptist Church Year Ended 31st August 2022

Notes to the Accounts

1. ACCOUNTING POLICIES

The financial statements, incorporating a Statement of Financial Activities, have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 together with the Charities Act 2011.

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

The particular accounting policies adopted by the Deacons are described below:

i) ACCOUNTING CONVENTION

These financial statements have been prepared under historic cost convention as modified by the revaluation of Fixed Assets.

ii) INCOMING RESOURCES

Gifts received are accounted for as soon as it is prudent and practicable to do so, generally the earlier of the date of notification and receipt.

Covenant giving and general offerings are accounted for on receipt of the funds. Tax rebates are accounted for on receipt.

Gift aid receipt from Deaconfield Limited are accounted for when received.

iii) RESOURCES EXPENDED

Direct Charitable Expenditure. Includes all expenditure directly related to the objects of the church (in accordance with SORP)

iv) PENSION COSTS

The pension costs charged in the financial statements represent the contributions payable by the church during the year. The church makes contributions to the minister's and assistant minister's personal pension plan. The assets of the schemes are held separately from those of the church in independently administered funds.

The pension costs charge represents contributions payable by the church to the funds and amounted to £9,298(2020: £9,252)

v) DEACONS

Deacons are not reimbursed expenses for the work carried out as Deacons.

vi) DEPRECIATION

Tangible fixed assets are capitalised if they cost £1,000 or more. They are stated at cost less their estimated residual value, and are written off over the assets expected useful life, as follows:

Audio Visual Equipment	Useful Life: 5 years
Computer Hardware & Software	Useful Life: 3 years
Motor Vehicles	Useful Life: 5 years
Land & Buildings & Manse	Useful Life: 50 years

vii) CHANGES TO ACCOUNTING ESTIMATES

No changes to accounting estimates have occurred in the reporting period.

Hazel Grove Baptist Church Year Ended 31st August 2022

Notes to the Accounts

viii) INTANGIBLE ASSETS

Intangible assets are held that do not have a physical substance but are identifiable and are controlled through custody or legal rights.

No amortisation is charged as it is considered the value of the assets are in excess of the cost..

Intangible assets are included at historical cost.

2. FIXED ASSETS	Church Building	Share of 31 Cheviot Road	Fixture & Equipment	Motor Vehicle	Total Fixed Assets
Cost or Valuation	£	£	£	£	£
Balance @ 1 st September 2021	1,018,809	37,000	191,360	12,600	1,259,769
Additions					
Disposals					
Balance @ 31st August 2022	1,018,809	37,000	191,360	12,600	1,259,769
Depreciation					
Balance @ 1 st September 2021	357,997	15,540	181,409	12,600	567,546
Charge for Year	20,376	740	6,112	0	27,228
Eliminated on Disposals					
Balance @ 31st August 2022	378,373	16,280	187,521	12,600	567,546
Net Book Values					
31st August 2022	640,436	20,720	3,839	0	664,995
31st August 2021	660,812	21,460	9,951	0	692,223

The Trust deeds to the church building have been deposited with the Baptist Union for safe keeping. The Church owns 29.4% of the Manse. On current Market Value, their share would be worth approximately £160,000.

A valuation was prepared by Trafford Surveyors Limited on 28 January 2022 on the Church Building, the market value of the property was valued at £610,000.

Hazel Grove Baptist Church Year Ended 31st August 2022

Notes to the Accounts

2.a. INTANGIBLE FIXED ASSET	INVESTMENT	2022	2021
	100 Ordinary £1 Shares in Deaconfield Limited (100% Holding)	122,000	122,000
31 st August 2022	Cost of Investment at year end	122,000	122,000

The shares in Deaconfield Limited are registered in the name of the church's trustees, North Western Baptist Association, Resource Centre, Fleet Street, Pemberton, Wigan, WN5 0DS.
The acquisition of the 80 £1 ordinary shares in Deaconfield Ltd in 2004 gives the church ownership of the company which owns the land directly behind the Station Street property.

Note 3:	No	UNRESTRICTED		RESTRICTED		TOTAL FUNDS	
Miscellaneous Income		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
		£	£	£	£	£	£
Youth Receipts		1,850	0	0	0	1,850	0
Seedlings		642	0	0	0	642	0
Theology training		0	1,000	0	0	0	1,000
Mission		10,244	840	0	0	10,244	840
Sundry Income		870	1,084	0	0	870	1,084
Community		4,474	200	0	0	4,474	200
Worship		300	0	0	0	300	0
Deaconfield re Surveyor fees		205	0	0	0	205	0
	3	18,585	3,124	0	0	18,585	3,124

Hazel Grove Baptist Church Year Ended 31st August 2022

Notes to the Accounts

Note 4:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
Salaries		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
		£	£	£	£	£	£
Salaries		114,545	107,021	0	0	114,545	107,021
Employers National Insurance		6,189	6,347	0	0	6,189	6,347
Pension Costs		9,597	9,298	0	0	9,597	9,298
Expenses		4,705	3,081	0	0	4,705	3,081
Year end report		72	0	0	0	72	0
Payroll costs		432	432	0	0	432	432
Training teamaway		1,130	0	0	0	1,130	0
Total for year	4	136,670	126,179	0	0	136,670	126,179

Total average number of employees during the year was 7 (average 2020- 7).

Note 5:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
Mission, Donations and Training		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
		£	£	£	£	£	£
Home Missions		11,704	11,930	0	0	11,704	11,930
Overseas Missions		21,810	10,707	0	0	21,810	10,707
Total	5	33,514	22,637	0	0	33,514	22,637

Note 6:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
Miscellaneous Expenses		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
		£	£	£	£	£	£
Rent, Licences & Insurance's		6,595	6,140	0	0	6,595	6,140
Gas, Electric and Water		15,390	12,890	0	0	15,390	12,890
Telephone		5,539	4,841	0	0	5,539	4,841
Bank charges		482	0	0	0	482	0
Total	6	28,006	23,871	0	0	28,006	23,871

Hazel Grove Baptist Church Year Ended 31st August 2022

Notes to the Accounts

Note 7:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
Youth, Stationery And Outreach		£	£	£	£	£	£
Signing		250	0	0	0	250	0
Evangelism		2,789	975	0	0	2,789	975
Catering and cleaning		4,104	2,894	0	0	4,104	2,894
Outreach		2,001	732	0	0	2,001	732
Training		0	0	0	0	0	0
Stationery & Comp. Consumables		3,041	2,228	0	0	3,041	2,228
Pulpit Supply		150	0	0	0	150	0
Youth		4,033	141	0	0	4,033	141
Community		3,579	1,320	0	0	3,579	1,320
Church Weekend		0	0	0	0	0	0
Resources		1,723	1,105	0	0	1,723	1,105
Misc		124	240	0	0	124	240
Total	7	21,794	9,635	0	0	21,794	9,635

Note 8:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
Depreciation to Fixed Assets (Period to write off)		£	£	£	£	£	£
Ministers Car: (5 years)	2	0	2,520	0	0	0	2,520
Valuation of Manse: (50 years)	2	740	740	0	0	740	740
Church Freehold: (50 years)	2	20,376	20,376	0	0	20,376	20,376
Computers & Equipment: (3/5 years)	2	6,112	6,349	0	0	6,112	6,349
Total Depreciation for Year	8	27,228	29,985	0	0	27,228	29,985

Note 9:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
Repairs to Premises and Building Improvements		£	£	£	£	£	£
General Repairs & Maintenance		8,995	10,285	0	0	8,995	10,285
Equipment repairs		489	395	0	0	489	395
Assets under £1,000 w/off		1,518	316	0	0	1,518	316
Total Improvements for Year	9	11,002	10,996	0	0	11,002	10,996

Hazel Grove Baptist Church Year Ended 31st August 2022

Notes to the Accounts

Note 10:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
Bank Balances		£	£	£	£	£	£
Current Account		1,060	1,140	0	0	1,060	1,140
Deposit Account		137,141	138,814	0	0	137,141	138,814
Car Replacement Reserve		41,894	24,343	0	0	41,894	24,343
Total Bank and Cash Balances	10	180,095	164,297	0	0	180,095	164,297

Note 11:	No	UNRESTRICTED FUNDS		RESTRICTED FUNDS		TOTAL FUNDS	
		2021/22	2020/21	2021/22	2020/21	2021/22	2020/21
Creditors:			£	£	£	£	£
Due in less than one year							
Expense Creditors		0	0	0	0	0	0
Accrual		19,919	12,748	0	0	19,919	12,748
Total Creditors ≤ 1 Year	11	19,919	12,748	0	0	19,919	12,748

Note 12:

Independent Examination

The amount payable to the independent examiner was as follows

	2022	2021
	£	£
Independent examination	1,620	1,548
Other assurance services	Nil	Nil
Tax advisory services	Nil	Nil
Other financial services	Nil	Nil
	<u>1,620</u>	<u>1,548</u>

Note 13:

Related Party Disclosure

The trustees who were remunerated during the year were Rev Montgomery and Mark Paddon and Amanda Lamb as below. In addition Rev Montgomery's home is part owned by the church as a manse.

	Salaries	Employers NIC	Pensions	Total 2022	Total 2021
	£	£	£	£	£
Minister	40,406	2,507	5,331	48,244	47,449
Assistant Minister	37,143	2,245	3,457	42,845	41,131
Youth/family Worker	26,969	1,437	809	29,215	28,464
Total for year	104,518	6,189	9,597	120,304	117,044