

Charity registration number 1134216

GUNNERSBURY BAPTIST CHURCH
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022

GUNNERSBURY BAPTIST CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Rob Wilkinson (Elder and Chair)
James Davey (Deacon)
Bruce Duguid (Deacon and Secretary)
Barry McGovern (Deacon)
Tim Manson (Elder)
Paul Vogt (Elder)
Michael Williams (Elder)
Philip Bubb (Deacon and Treasurer)

Charity number

1134216

Principal address

34 Burlington Road
Chiswick
London
W4 4BE

Auditor

Warner Wilde Limited
4 Marigold Drive
Bisley
Surrey
United Kingdom
GU24 9SF

Bankers

The Co-operative Bank
P.O. Box 250
Dell House
Southway
Skelmersdale
WN8 6WT

GUNNERSBURY BAPTIST CHURCH

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GUNNERSBURY BAPTIST CHURCH

TRUSTEES' 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 Church'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) (effective 1 January 2019)".

Objectives and activities

The principal purpose of the Church is the advancement of the Christian faith according to the principles of its doctrinal basis. The Church may also advance education and carry out other charitable purposes in the United Kingdom and other parts of the world.

We meet these objectives by:

- Offering public services of worship to the local community
- Enabling an understanding of the Bible through regular teaching, sermons and Bible studies.
- Making Christianity clear for those who are investigating questions of faith.
- Supporting individuals, other Christian groups and Churches with the same aims to our own.

We provide regular opportunities for worship, together with a youth group and Sunday school as well as specific meetings for our older members. We support our mission partners in the UK and overseas and other initiatives in accordance with our aims. We undertake a number of outreach activities including English language conversation classes which provide an opportunity to bring the word of God to the wider community.

The Trustees have paid due regard to the guidance on public benefit issued by the Charity Commission.

Offering public service of worship

Throughout 2022 our buildings were inaccessible due to an extensive building project being undertaken. However, we continued to offer two services on a Sunday, utilising the buildings from neighbouring churches at times that did not clash with their own service schedule; Christchurch Turnham Green in the morning, and Chiswick Baptist Church in the evening, with most of the services also being offered on-line via Facebook and YouTube for those who were too vulnerable to meet in person. During this time, we welcomed several new visitors, many of whom now regularly attend our services. We continued to offer a Sunday school, open to all children in school years 1 to 6. For all levels of school-age children we have regular groups which meet at different times during the week.

Enabling an understanding of the Bible

In addition to the regular Bible teaching during our Sunday services, which we make available on the Church website, six discipleship groups met regularly for Bible study, prayer and fellowship.

Making Christianity clear for those who are investigating questions of faith

We also hold 'Christianity Explored' courses for those wishing to learn about Christianity, and 'Christianity Explained' courses for those who have recently come to faith. We encourage newcomers to talk to the elders and the pastorate.

Supporting individuals, other Christian groups and Churches with the same aims as our own

We continue to support our elderly and vulnerable members, for example: making regular phone calls; organising their shopping; organising a Christmas hamper etc.

We continued our support for each of our mission partners. We also had one Special collection to support FIEC Training Fund and Torch Trust (£2,300 in total including Gift Aid tax). In addition to our mission partners, we made small donations which are detailed in the accounts.

GUNNERSBURY BAPTIST CHURCH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Financial review

Unrestricted income (General Fund) via donations of £148k was £8k higher than 2021. In addition to the regular giving, we saw £125k Restricted donations towards our building project and £2k in Special restricted collections for FIEC Training Fund and Torch Trust; and £2K for our Intern program, and £5k from Joan Rhoads' estate, which will be deployed as agreed by the Trustees.

Investment income of £29k was £2k lower than last year, with reduced income of £6k from our investment property (our Assistant Pastor moved from 275 Chiswick Village to 61 Antrobus Road), but higher interest income of £5k.

Total Charitable activities costs were higher than 2021 due to the recruitment of a Ministry Support staff member (from July 2021), and necessary property repair costs.

Total Raising funds costs of £10k was modestly increased compared to last year.

Overall, the church has a healthy long-term financial position, with total net assets of £5.0m. A significant proportion of these assets is represented by properties. This enables the church to move forward with confidence from a financial perspective and use these resources to support our objectives.

From January 2022 and for most of 2022, we proceeded with a significant building redevelopment project, which had required the sale of one property in 2020, financial donations, the use of legacy funds and the utilisation of excess surplus General Funds. This work was almost but not quite completed by the end of the year, and so the accounts do not fully reflect this in the balance sheet.

The Constitution provides that the trustees should hold reserves against future expenditure. The trustees consider the level of unrestricted reserves excluding property and specific designated funds set aside for the short term. The trustees aim to set aside the higher of £85K and one half of one year's church running expenditure. This reserves calculation was revised during 2021. The £9k which was surplus to £85k at the year end was transferred in the first quarter of 2023 into the building fund (£6k) and into a new fund for the development of 20 Hazeldene Road (£2k).

The Trustees have established systems and procedures to mitigate the risks to which the Church is exposed, in particular, but not exclusive to, child protection, holding of appropriate insurance, health and safety and financial risk. From a financial control perspective, a monthly financial report is submitted to the Trustees and a Trustee other than the Treasurer reviews and signs a sheet which reconciles all bank balances with Xero.

The Church plans to continue its present activities.

Structure, governance and management

Gunnersbury Baptist Church is a registered charity, number 1134216 and is constituted under a trust deed dated 17 May 1887 under which the London Baptist Property Board is the Holding Trustee ("trustee in perpetuity") in respect of the GBC Trust. It also holds a number of properties on behalf of the church under two manse trusts.

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

Rob Wilkinson (Elder and Chair)

James Davey (Deacon)

Bruce Duguid (Deacon and Secretary)

Barry McGovern (Deacon)

Tim Manson (Elder)

Paul Vogt (Elder)

Michael Williams (Elder)

Philip Bubb (Deacon and Treasurer)

GUNNERSBURY BAPTIST CHURCH

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

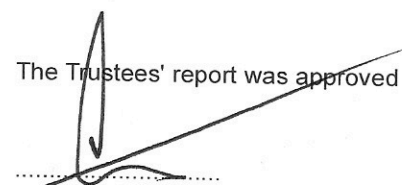
New Trustees are appointed by a vote of the members for a term of three years. The Constitution provides for a minimum of six trustees.

The Trustees meet quarterly to discuss pastoral and administrative issues, such as finance, risk management and property management. There are a number of sub-committees that advise the Trustees but have no executive authority.

Key Personnel

The Trustees consider the Pastor and Assistant Pastor as the key management personnel. These positions are remunerated. All other trustees provide their services free of charge.

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


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Rob Wilkinson (Elder and Chair)

Trustee

Dated: *18th June 2023*

GUNNERSBURY BAPTIST CHURCH

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

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

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 Church and of the incoming resources and application of resources of the Church 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 Church 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 Church and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

GUNNERSBURY BAPTIST CHURCH

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF GUNNERSBURY BAPTIST CHURCH

Opinion

We have audited the financial statements of Gunnersbury Baptist Church (the 'Church') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Church in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Church's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

GUNNERSBURY BAPTIST CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF GUNNERSBURY BAPTIST CHURCH

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, the Trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Church's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

GUNNERSBURY BAPTIST CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF GUNNERSBURY BAPTIST CHURCH

As part of an audit in accordance with ISAs (UK) we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the charity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the trustees.
- Conclude on the appropriateness of the trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <http://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.


This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

GUNNERSBURY BAPTIST CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF GUNNERSBURY BAPTIST CHURCH

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



FJ Wilde
For and on behalf of
Warner Wilde Limited

19 June 2023
.....

Chartered Certified Accountants
Statutory Auditor

4 Marigold Drive
Bisley
Surrey
United Kingdom
GU24 9SF

Warner Wilde Limited is eligible for appointment as auditor of the Church by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

GUNNERSBURY BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

Current financial year

		Unrestricted funds general 2022 £	Unrestricted funds designated 2022 £	Restricted funds 2022 £	Total 2022 £	Total 2021 £
	Notes					
<u>Income from:</u>						
Donations and legacies	3	153,401	5,157	129,332	287,890	287,507
Charitable activities	4	21,574	-	-	21,574	17,840
Investments	5	29,398	-	-	29,398	30,999
Total income		204,373	5,157	129,332	338,862	336,346
<u>Expenditure on:</u>						
Raising funds	6	9,859	-	-	9,859	8,761
Charitable activities	7	178,689	3,436	31,624	213,749	191,604
Total expenditure		188,548	3,436	31,624	223,608	200,365
Net gains/(losses) on investments	12	-	-	-	-	300,000
Net incoming resources before transfers		15,825	1,721	97,708	115,254	435,981
Net incoming resources before transfers		15,825	1,721	97,708	115,254	435,981
Gross transfers between funds		-	618,552	(618,552)	-	-
Net income/(expenditure) for the year/ Net movement in funds		15,825	620,273	(520,844)	115,254	435,981
Fund balances at 1 January 2022		85,000	4,231,913	523,337	4,840,250	4,404,269
Fund balances at 31 December 2022		100,825	4,852,186	2,493	4,955,504	4,840,250

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

All income and expenditure derive from continuing activities.

GUNNERSBURY BAPTIST CHURCH

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

Prior financial year					
		Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Total 2021 £
	Notes				
<u>Income from:</u>					
Donations and legacies	3	139,772	-	147,735	287,507
Charitable activities	4	17,840	-	-	17,840
Investments	5	30,999	-	-	30,999
Total income		188,611	-	147,735	336,346
<u>Expenditure on:</u>					
Raising funds	6	8,761	-	-	8,761
Charitable activities	7	159,650	3,157	28,797	191,604
Total expenditure		168,411	3,157	28,797	200,365
Net gains/(losses) on investments	12	-	300,000	-	300,000
Net incoming resources before transfers		20,200	296,843	118,938	435,981
Gross transfers between funds		(207,423)	207,423	-	-
Net income/(expenditure) for the year/ Net movement in funds		(187,223)	504,266	118,938	435,981
Fund balances at 1 January 2021		272,223	3,727,647	404,399	4,404,269
Fund balances at 31 December 2021		85,000	4,231,913	523,337	4,840,250

GUNNERSBURY BAPTIST CHURCH

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	13	3,169,236		1,989,859	
Investment properties	14	1,300,000		1,300,000	
		<u>4,469,236</u>		<u>3,289,859</u>	
Current assets					
Debtors	15	15,122		31,007	
Cash at bank and in hand		480,201		1,538,499	
		<u>495,323</u>		<u>1,569,506</u>	
Creditors: amounts falling due within one year	16	(9,055)		(19,115)	
Net current assets			486,268		1,550,391
Total assets less current liabilities			<u>4,955,504</u>		<u>4,840,250</u>
Income funds					
Restricted funds	18		2,493		523,337
<u>Unrestricted funds</u>					
Designated funds	19	4,852,197		4,231,912	
General unrestricted funds		100,824		85,001	
		<u>4,953,011</u>		<u>4,316,913</u>	
		<u>4,955,504</u>		<u>4,840,250</u>	

The financial statements were approved by the Trustees on 6th June 2023

Philip Bubbs (Deacon and Treasurer)
Trustee

GUNNERSBURY BAPTIST CHURCH

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

1 Accounting policies

Charity information

Gunnersbury Baptist Church is a charity governed by a constitution adopted 24 June 2009 as amended from time to time.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Church's governing document, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The Church is a Public Benefit Entity as defined by FRS 102.

The Church has taken advantage of the provisions in the SORP for charities 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 accounts are prepared in sterling, which is the functional currency of the Church. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

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

1.3 Charitable funds

Unrestricted funds represent income received with no specific instructions from the donor for its use. Such income is applied in accordance with the objects of the GBC Trust and constitution.

Designated funds are those which the Trustees have allocated for a specific purpose. This designation can be reversed by the Trustees at any time and some or all of the balances returned to the unrestricted fund.

Restricted funds are those received where the donor makes a direction as to the use of the funds. The wishes of the donor must be observed and the Trustees cannot apply these funds to any other purpose without the permission of the donor. The purposes and uses of the restricted funds are set out in the notes to the accounts.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Church.

1.4 Income

All income, with the exception of tax recoverable on voluntary giving, is accounted for when received unless an obligation has been created. Tax recoverable on voluntary giving is accrued.

GUNNERSBURY BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the Church 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 Church has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Donated services and facilities

Donated goods and services are recognised when receipt of the goods or services is probable and the benefit can be measured reliably. The basis of the value of the gift to the charity is the amount the church would have been willing to pay to obtain those services or facilities on the open market. A corresponding amount is then recognised as expenditure in the period of receipt.

Only time that is not classified as general volunteer time is valued, and included to the extent that the service would otherwise have had to be paid for.

Investment income

Investment income is recognised when the amount is measurable, it is probable it will be received and the church is entitled to it.

1.5 Expenditure

Liabilities are recognised as soon as there is a legal or constructive obligation committing the Church and it is probable that settlement will be required and the obligation can be reasonably estimated.

Grants payable

From time to time the Church makes grants to other organisations whose charitable objects complement its work. They are accounted for in the year in which they are paid unless an irrevocable obligation to future payment is created.

Irrecoverable VAT is charged against the expense against which it was applied.

1.6 Tangible fixed assets

Fixed assets with an acquisition cost in excess of £1,000 are capitalised at historic cost. Non-investment properties are not depreciated but an impairment evaluation is made each year. Property, plant and equipment are stated at cost less accumulated depreciation and any recognised impairment losses.

The Church premises and 34 Burlington Road are included in the Balance Sheet at a valuation figure taken in 1994. Under the terms of the Charities Act this property is identified as an inalienable asset and as such it is not subject to revaluation. All improvements to these properties are written off as incurred.

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	Impairment review
Fixtures and fittings	10 - 15 years
Computers	5 - 10 years

GUNNERSBURY BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

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.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 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.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs. Debtors are subsequently carried at their recoverable amounts.

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 receipts discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

1.10 Retirement benefits

Pension contributions paid in respect of defined contribution schemes are charges to the Statement of Financial Activities as they fall due. The Church does not operate any defined benefit schemes.

GUNNERSBURY BAPTIST CHURCH

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

2 Critical accounting estimates and judgements

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

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

GUNNERSBURY BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

3 Donations and legacies

	Unrestricted funds general 2022 £	Unrestricted funds designated 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £
Donations and gifts	148,182	5,157	129,332	282,671	139,772	147,735	287,507
Donated goods and services	5,219	-	-	5,219	-	-	-
	<u>148,182</u>	<u>5,157</u>	<u>129,332</u>	<u>282,671</u>	<u>139,772</u>	<u>147,735</u>	<u>287,507</u>
Donations and gifts							
Individual giving	124,535	5,157	112,195	241,887	116,550	133,276	249,826
Tax recovered	23,647	-	17,137	40,784	23,222	14,459	37,681
	<u>148,182</u>	<u>5,157</u>	<u>129,332</u>	<u>282,671</u>	<u>139,772</u>	<u>147,735</u>	<u>287,507</u>

GUNNERSBURY BAPTIST CHURCH

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

4 Charitable activities

	Sundry charitable income 2022 £	Sundry charitable income 2021 £
Sales within charitable activities	21,574	17,840

5 Investments

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Rental income	23,450	30,116
Interest receivable	5,948	883
	<u>29,398</u>	<u>30,999</u>

6 Raising funds

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Other trading activities	14	9
Investment management	9,845	8,752
	<u>9,859</u>	<u>8,761</u>

GUNNERSBURY BAPTIST CHURCH

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

7 Charitable activities

	Charitable activities 2022 £	Building Project 2022 £	Total 2022 £	Charitable activities 2021 £	Building Project 2021 £	Total 2021 £
Staff costs	84,906	-	84,906	78,513	14,820	93,333
Depreciation and impairment	3,436	-	3,436	3,157	-	3,157
Accommodation expenses	14,526	-	14,526	9,663	-	9,663
Book and phone allowances	1,372	-	1,372	1,316	-	1,316
Expenses (travel, sustenance)	825	-	825	-	-	-
Conference expenses and subscriptions	215	-	215	255	-	255
Guest speakers	500	-	500	738	-	738
Other ministry expenses	633	-	633	591	-	591
Other costs associated with church activities	28,418	-	28,418	23,967	-	23,967
Building costs - disruption	-	16,538	16,538	-	1,735	1,735
Other building expenses	-	3,354	3,354	-	-	-
	<u>134,831</u>	<u>19,892</u>	<u>154,723</u>	<u>118,200</u>	<u>16,555</u>	<u>134,755</u>
Grant funding of activities (see note 8)	15,943	-	15,943	18,585	-	18,585
Share of support costs (see note 9)	36,616	-	36,616	33,716	-	33,716
Share of governance costs (see note 9)	6,467	-	6,467	4,548	-	4,548
	<u>193,857</u>	<u>19,892</u>	<u>213,749</u>	<u>175,049</u>	<u>16,555</u>	<u>191,604</u>
Analysis by fund						
Unrestricted funds - general	178,689	-	178,689	159,650	-	159,650
Unrestricted funds - designated	3,436	-	3,436	3,157	-	3,157
Restricted funds	11,732	19,892	31,624	12,242	16,555	28,797
	<u>193,857</u>	<u>19,892</u>	<u>213,749</u>	<u>175,049</u>	<u>16,555</u>	<u>191,604</u>

GUNNERSBURY BAPTIST CHURCH

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

8 Grants payable

	2022 £	2021 £
Grants to institutions:		
UFM Worldwide: Newhams	2,700	2,700
JCL: T & A Williams	1,800	1,800
UFM Worldwide: Mcmasters	1,800	1,800
Special Collections - LCM	-	3,843
Special Collections - OM	-	3,793
Torch Trust	1,150	-
P Thompson	6,300	-
FIEC Training Fund	1,150	-
Other	300	-
	<u>15,200</u>	<u>13,936</u>
Grants to individuals	743	4,649
	<u><u>15,943</u></u>	<u><u>18,585</u></u>

9 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Staff costs	10,863	-	10,863	9,999	-	9,999
Ministry support	4,158	-	4,158	2,794	-	2,794
Equipment	2,272	-	2,272	1,260	-	1,260
Overheads and maintenance	13,462	-	13,462	15,629	-	15,629
Office administration	5,861	-	5,861	4,034	-	4,034
Audit fees	-	6,467	6,467	-	4,548	4,548
	<u>36,616</u>	<u>6,467</u>	<u>43,083</u>	<u>33,716</u>	<u>4,548</u>	<u>38,264</u>
Analysed between						
Charitable activities	<u>36,616</u>	<u>6,467</u>	<u>43,083</u>	<u>33,716</u>	<u>4,548</u>	<u>38,264</u>

Governance costs includes payment to the auditor of £5,105 plus VAT (2021: £4,750 plus VAT) for the audit and accounts preparation, and £207 plus VAT (2021: £243 plus VAT) for payroll services.

GUNNERSBURY BAPTIST CHURCH

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

10 Trustees

The following trustees received remuneration and expenses as detailed below:

		2022	2021
		£	£
T Manson	Salary	36,929	35,500
	Pension	7,386	7,104
	Expenses	390	1,210
M Williams	Salary	33,362	24,015
	Pension	6,672	6,364
	Expenses	360	360
P Bubb	Salary	10,780	5,250

Three trustees receive remuneration as permitted by a provision in the Charity's Constitution.

11 Employees

The average monthly number of employees during the year was:

	2022	2021
	Number	Number
	4	4

Employment costs

	2022	2021
	£	£
Wages and salaries	79,839	87,776
Social security costs	1,923	2,088
Other pension costs	14,007	13,468
	<u>95,769</u>	<u>103,332</u>

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

12 Net gains/(losses) on investments

	Total	Unrestricted funds designated
	2022	2021
	£	£
Revaluation of investment properties	-	300,000

GUNNERSBURY BAPTIST CHURCH

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

13 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Computers £	Total £
Cost				
At 1 January 2022	1,980,990	40,137	31,620	2,052,747
Additions	1,174,296	6,478	2,040	1,182,814
At 31 December 2022	3,155,286	46,615	33,660	3,235,561
Depreciation and impairment				
At 1 January 2022	-	35,884	27,005	62,889
Depreciation charged in the year	-	1,811	1,625	3,436
At 31 December 2022	-	37,695	28,630	66,325
Carrying amount				
At 31 December 2022	3,155,286	8,920	5,030	3,169,236
At 31 December 2021	1,980,990	4,253	4,616	1,989,859

14 Investment property

	2022 £
Fair value	
At 1 January 2022 and 31 December 2022	1,300,000

Investment property comprises one (2021: one) residential property. The fair value of the investment property was been arrived at on the basis of a valuation carried out in February 2021 by Mr R Howard of Fletcher's Estate Agents and Residential Letting Agents, who are not connected with the Church. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties. Subsequent to that, the building was revalued again in April 2022 by Mr B McGovern, the church's property manager, based on detailed local knowledge and comparison with similar properties.

The carrying value of land included in investment properties comprises:

	2022 £	2021 £
Freehold	650,000	650,000
Long leasehold	-	-
Short leasehold	-	-

GUNNERSBURY BAPTIST CHURCH

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

15 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Other debtors	2,597	31,007
Prepayments and accrued income	12,525	-
	<u>15,122</u>	<u>31,007</u>

16 Creditors: amounts falling due within one year

	Notes	2022 £	2021 £
Deferred income	17	900	2,042
Accruals		8,155	17,073
		<u>9,055</u>	<u>19,115</u>

17 Deferred income

	2022 £	2021 £
Other deferred income	900	2,042
	<u>900</u>	<u>2,042</u>

Deferred income is included in the financial statements as follows:

	2022 £	2021 £
Deferred income is included within:		
Current liabilities	900	2,042
	<u>900</u>	<u>2,042</u>
Movements in the year:		
Deferred income at 1 January 2022	2,042	1,242
Released from previous periods	(2,042)	-
Resources deferred in the year	900	800
	<u>900</u>	<u>2,042</u>
Deferred income at 31 December 2022	900	2,042

GUNNERSBURY BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds			
	Balance at 1 January 2021	Incoming resources	Resources expended	Balance at 1 January 2022	Incoming resources	Resources expended	Transfers
	£	£	£	£	£	£	£
Special Collections	-	7,635	(7,635)	-	2,300	(2,300)	-
Building Project	400,324	129,600	(16,555)	513,369	125,075	(19,892)	(618,552)
Good Samaritan	4,075	-	(231)	3,844	150	(1,501)	-
Intern fund	-	10,500	(4,376)	6,124	1,807	(7,931)	-
	<u>404,399</u>	<u>147,735</u>	<u>(28,797)</u>	<u>523,337</u>	<u>129,332</u>	<u>(31,624)</u>	<u>(618,552)</u>
							<u>2,493</u>

GUNNERSBURY BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds								
	Balance at 1 January 2021	Resources expended	Transfers	Revaluations, gains and losses	Balance at 1 January 2022	Incoming resources	Resources expended	Transfers	Balance at 31 December 2022
	£	£	£	£	£	£	£	£	£
Property	2,927,593	-	207,423	300,000	3,435,016	-	-	1,024,931	4,459,947
Fixed assets	10,324	(2,871)	-	-	7,453	5,157	(3,151)	-	9,459
Legacies	788,650	-	-	-	788,650	-	-	(406,379)	382,271
Defibrillator	1,080	(287)	-	-	793	-	(285)	-	508
	<u>3,727,647</u>	<u>(3,158)</u>	<u>207,423</u>	<u>300,000</u>	<u>4,231,913</u>	<u>5,157</u>	<u>(3,436)</u>	<u>618,552</u>	<u>4,852,186</u>

Property fund

To hold assets and reserves against future property expenditure outside general funds

Fixed assets

To hold fixed assets and reserves against replacement costs of these assets outside general funds

Legacies

To hold legacy funds earmarked by the Trustees to be used for specific purposes at present these are largely held to finance the building project.

GUNNERSBURY BAPTIST CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

20 Analysis of net assets between funds

	Unrestricted 2022 £	Designated 2022 £	Restricted 2022 £	Total 2022 £	Unrestricted 2021 £	Designated 2021 £	Restricted 2021 £	Total 2021 £
Fund balances at 31 December 2022 are represented by:								
Tangible assets	(679)	3,169,915	-	3,169,236	-	1,989,859	-	1,989,859
Investment properties	-	1,300,000	-	1,300,000	-	1,300,000	-	1,300,000
Current assets/(liabilities)	101,504	382,271	2,493	486,268	85,000	942,054	523,337	1,550,391
	<u>100,825</u>	<u>4,852,186</u>	<u>2,493</u>	<u>4,955,504</u>	<u>85,000</u>	<u>4,231,913</u>	<u>523,337</u>	<u>4,840,250</u>

GUNNERSBURY BAPTIST CHURCH

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

21 Related party transactions

Transactions with related parties

During the year the Church entered into the following transactions with related parties: None other than those disclosed in note 10.

22 Contingent Asset

On 20th January 2022, a will was varied to leave the church a 50% share of a property in Hazeldene Road. The property is occupied by the other 50% owner, who has a legal right to remain in situ. The church cannot currently enjoy beneficial ownership of the property until the resident vacates. Because the value of the legacy cannot be determined with any certainty at the present time, it does not meet the tests for when to recognise income and therefore the share in the property has not been included in these financial statements.