

Church
Accruals Accounts
2020-21

THE METHODIST CHURCH

**REPORT AND ACCOUNTS
(ACCRUALS BASIS)**

for the year ended 31 August 2021

Archway Central Hall Methodist Church

Registered Charity - Registration number: 1137164
Circuit No: 35/11

Minister

Revd Timothy J Bradshaw MSc

Church Stewards

Peggy Dofoo	Helena Korankye
Nana Brako	Asmie Vanajara
Flora Todlana	Jeromie Vanajara
Ola Williams	Veronica Meredith

Church Treasurer

Tina Williams

Archway Central Hall Methodist Church

TRUSTEES' ANNUAL REPORT

Structure, Governance and Management

The governing document of Archway Methodist Church is the Deed of Union (1932) and the Methodist Church Act (1976). Previously excepted from charity registration, Archway Methodist Church registered as a charity in July 2010 under the requirements of the Charity Act 2006.

The Managing Trustees of Archway Methodist Church are the members of Church Council 18 years of age and over. The constitution of the Church Council, which is laid down by the Constitutional Practice and Discipline of the Methodist Church, consists of the ministers of the circuit, stewards and representatives elected by the annual General Church Meeting and officers appointed by the Church Council.

Archway Methodist Church is one of four local churches which are grouped together as the Islington and Camden Mission Circuit.

Alms and Organisation

Our Mission Statement

Archway Methodist Church is a Christian church and its members are committed to the service of God, the community and each other, through the relevant application of Biblical beliefs to contemporary life and living.

We seek to: -

- Offer opportunities for worship, prayer and fellowship in the name of the Lord Jesus Christ,
- Share our belief that faith in Jesus creates real opportunities for positive change in people's lives,
- Encourage all people to lead creative and responsible lives through the enabling power of the Holy Spirit,
- Make the presence of God known within the community through love of our neighbours and service to the neighbourhood throughout North London,
- Maintain Archway Methodist Church premises for the use of the Church and community,
- Contribute to sustain of Methodist work throughout London Boroughs of Camden and Islington and the London Methodist District,
- Make welcome all people, irrespective of age, race, faith (or no faith), gender or sexual orientation.

Culture of Welcome:

This year the Church Council adopted the 'Culture of Welcome', which reads:

Archway Methodist Church seeks to create a culture of welcome by:

- Welcoming – people to worship:
A Steward will begin worship by welcoming everyone, including visitors and the preacher.
We will have two people (not necessarily Church Stewards) on duty, every morning, on the outer doors of the church to greet people as they arrive.
- Befriending – those who are new to the church:
On arrival, those who are new to the church will be introduced to a regular attender, who will show them the way to the worship centre and sit with them during the service.
- Inclusive – accepting everyone who comes to the church:
We will welcome all without discrimination or favouritism

Income trends

Church Income is primarily drawn from the Sunday collections and Gift aid tax credit, hall lettings income paid by the congregation and external users of the building, the rental income from the lease of part of the second floor of Central Hall Buildings, the rental income from an investment property (8 Flower Mews), a proportion of the rental income from the shop units at Central Hall Buildings.

The net profit from the Second Chance Charity Shop is distributed to a range of local, national and international charities, including some Methodist charities with a small part being retained as working capital and against future development of the shop.

The hall lettings income relates to the hire of church halls to various groups in the community.

Total giving (including weekly offertory, Anniversary giving, donations, contribution from the Circuit towards administration costs and legacies) showed a significant decrease (15%) over the previous year due as the church was not able to meet during the COVID-19 Lockdown. Gift Aid was collected for the year and is now up to date.

Lettings and Rental Income from all sources has decreased by 18.3% due to COVID-19 Lockdown. Net Income from the leasehold properties decreased by 22% because some tenants were granted a rent holiday, as they were not able to open during Lockdown.

The Charity Shop sales for the year 2020-21 decreased by £42,868 (31%) compared to the previous year as it was closed during Lockdown. This was partly covered by a government grant and business rates relief. The volunteers remain very loyal and extremely hard working. We are grateful to our shop managers and volunteer workforce, who work so hard. We are dependent on donated goods which are the life blood of the shop and are grateful to all who donate. We continue to review our pricing policy in order to stay ahead of the competition.

When it has been open, the Church continues to be well used by outside organisations. Except during Lockdown, the premises are nearly full on weekday evenings and weekends. The building is being used adequately to provide income for its upkeep. We continue to promote our building as a place where the local community can meet; which includes details being placed on the Circuit web site.

The ground floor shops continue to give us much needed income. 50% of the rents are apportioned to the London Mission Committee, the body that provided much of the funding for the construction of the Central Hall in 1937. Rents are reviewed regularly as leases allow.

Expenditure trends

The major cost is in relation to the assessment paid to the Islington and Camden. There was no change from the previous year's assessment.

A significant amount of the Circuit assessment is used to pay the District assessment, stipends and related costs to Ministers.

Our payroll (relating to lay employees) decreased by 30% over the previous year as we are currently paying two rather than three managers. As approved by the Church Council, all staff are paid 20% or 25% above the London Living Wage (LLW), depending upon role. The LLW is reviewed in November each year and applied from 1 December.

Our donations to Connexional (Methodist Church) funds and other charitable funds come mainly from the Charity Shop, although throughout the year the congregation made personal donations as well.

Professional Fees are charged by our Solicitors and Managing Agents for lease renewals etc. and by our Auditor.

Archway Central Hall Methodist Church

Trustee's Annual Report on Finance and Governance

Basis of preparation and legal framework

The Charity's annual report and accounts for the year ended 31 August 2017 have been prepared in accordance with the Charities Act 2011 and the Charities: Statement of Recommended Practice 2015 as applicable to the Financial Reporting Standard (FRSSE) 2015

Full Name of Church: Archway Central Hall Methodist Church

Registration Charity Number: 1137164

Date of registration: July 2010

Main communication address (Church office)
Archway Close, Archway, London, N19 3TD

The members of the Archway Central Hall Methodist Church Council are the Charity Trustees , membership being made up of church office holders, Minister and representatives appointed by the church at the Annual General Meeting.

Full list of Church Council members and key lay employees are shown as Appendix A to this report.

Treasurer: Mrs Tina Williams

Independent examiner: Mr Christopher Morris ACA of Newman Morris

Investment Bankers: Central Finance Board of the Methodist Church
Trustees for Methodist Church purposes

Archway Central Hall Methodist Church

Risk Management

When the building has been open, the church premises are widely used throughout the week by people of all ages and abilities. The trustees take very seriously all aspects of risk management (including a Risk Assessment for COVID-19) and annually review its risk assessment to ensure systems are in place to mitigate any significant risk that may arise. In particular, special attention is given to the safeguarding of children and vulnerable adults; and an Independent access report has reviewed matters covered by the Disability Discrimination Act 1995.

Safeguarding

Every person has a value and dignity which comes directly from the creation of male and female in God's own image and likeness. Christians see this potential as fulfilled by God's re-creation of us in Christ. Among other things this implies a duty to value all people as bearing the image of God and therefore to protect them from harm.

Methodist Connexional practice outlines commitment to the following principles:

- the care and nurture of, and respectful pastoral ministry with, all children, young people and adults
- the safeguarding and protection of all children, young people and adults when they are vulnerable
- the establishing of safe, caring communities which provide a loving environment where there is informed vigilance as to the dangers of abuse.
- We will carefully select and train all those with any responsibility within the Church, in line with Safer Recruitment principles, including the use of criminal records disclosures and registration with the relevant vetting and barring schemes.
- We will respond without delay to every complaint made which suggests that an adult, child or young person may have been harmed, cooperating with the police and local authority in any investigation.
- We will seek to work with anyone who has suffered abuse, developing with them an appropriate ministry of informed pastoral care.
- We will seek to challenge any abuse of power, especially by anyone in a position of trust.
- We will seek to offer pastoral care and support, including supervision and referral to the proper authorities, to any member of our church community known to have offended against a child, young person or vulnerable adult.
- In all these principles we will follow legislation, guidance and recognised good practice.

The Archway Central Hall Methodist Church commits itself to ensuring the implementation of Connexional Safeguarding Policy; government legislation, guidance and safe practice in the circuit and in the churches.

The Archway Central Hall Methodist Church commits itself to the provision of support, advice and training for lay and ordained people that will ensure people are clear and confident about their roles and responsibilities in safeguarding and promoting the welfare of children and adults who may be vulnerable.

Finance Policy

From its inception, Archway Central Hall Methodist Church has been designed not only to be fully self-supporting from the freewill giving of its members and the rental income derived from shop, flats and offices on the site, but to generate funds from the wider Methodist church purposes and other charitable activities. In addition, a very successful second hand shop has enhanced the church's ability to support a wide range of charity work. Ideally, an annual budget for all items of income and expenditure should be prepared, distinguishing between the church, property and shop activities. Accounting routines show in great detail the origin and purpose of income and expenditure entries. The Church Treasurer is charged with ensuring budgets and policies are adhered to, and reporting to the Church Council any items of note and concern.

Archway Central Hall Methodist Church

Statement of Financial Activities (SOFA) for the year ended 31 August 2020

	Notes to the accounts	Unrestricted funds	Restricted Funds	Endowment Funds	Total 2020-21	Total 2019-20
		£	£	£	£	£
Income and Endowments from:						
Donations and legacies	4				16,848	19,335
- Collections and Gift Aid		13,152			13,152	14,353
- Donations					-	42
- Circuit Contribution to Administration		3,696			3,696	3,696
- Grants					-	1,244
- Legacies		-			-	
Charitable activities	5				2,332	-
- Fund raising		-			-	
- Others		2,332			2,332	
Other trading activities	6				196,659	263,225
- Lettings		105,642			105,642	129,341
- Charity Shop Income		91,016			91,016	133,884
Investments & Interest	7	559	2		560	2,768
Other	8	500			500	211
- Internal organisations					-	
- External Organisations					-	100
Total		216,898	2	-	216,899	285,639
Expenditure on:						
Salaries, NIC & Pension costs	11	63,463			63,463	90,699
Circuit Assessment		44,880			44,880	44,880
Maintenance on Church building(s) and property		17,871			17,871	15,134
Maintenance on Leasehold Property		190			190	744
Cleaning Costs		12,743			12,743	13,176
Rates & Council Refuse Services		1,289			1,289	2,269
Telephone, Computer & Internet Costs		5,134			5,134	4,843
Utilities (heat and light, water, etc)		6,882			6,882	9,934
Insurance		12,112			12,112	12,296
Bank & Credit Card Charges		1,907			1,907	2,432
Professional & Legal Fees		1,248			1,248	1,214
Music Expenses (incl Musicians Fees)		3,310			3,310	3,030
Subscriptions & Licences					-	592
Depreciation	12				-	-
Provisions					-	-
Internal organisations					-	-
Grants and Donations			350		350	47,679
Printing, Post & Stationary		4,159			4,159	4,585
Volunteer's Expenses (Charity Shop)		2,673			2,673	4,323
Other expenditure		971			971	1,548
- External Organisations					-	25
Total		178,832	350	-	179,182	259,403
Net Income/(expenditure)		38,066	- 348	-	37,717	26,236

Archway Central Hall Methodist Church

Balance Sheet as at 31 August 2021

Unrestricted	Designated (Unrestricted)	Restricted	Endowment Funds	Totals this year	Totals last year
£		£	£	£	£

Tangible Fixed Assets*

	Notes					
Land & Buildings	12	69,000			69,000	69,000
Equipment	12					
Investment properties	13	400,000			400,000	400,000
Investments	13					
Total fixed assets		469,000			469,000	469,000

Current Assets

Debtors and Prepayments	14	76,979			76,979	90,496
Cash at Bank and In hand	14	155,290	2,660		157,950	61,043
Trustees for Methodist Church Purposes deposits						
Central Finance Board Deposits		364,367			364,367	408,688
Total current assets		596,635	2,660		599,296	560,227
Creditors and Accruals (due in under 1 yr)	15	27,861			27,861	26,509
Net current assets (liabilities)		568,775	2,660		571,435	533,718
Total assets less current liabilities		1,037,775	2,660		1,040,435	1,002,718
Loans and creditors due after 1 year	17					
Provisions for liabilities and charges	17					
Net assets		1,037,775	2,660		1,040,435	1,002,718

Funds of the Church

Carried Forward	18	999,709	3,009		1,002,718	976,482
Net Movement in Funds: -						
Unrestricted funds		38,066			38,066	26,292
Restricted funds			(348)		(348)	(56)
Endowment funds					-	-
Total Funds	18	1,037,775	-	2,661	1,040,435	1,002,718

*Details - see Note 12

	Opening balance	Receipts	Payments	Net Receipts/ Payments	Adjustments	Closing balances
Internal Organisations						
None that are not shown above.						
Total						

Total Receipts	Total Payments
----------------	----------------

Archway Central Hall Methodist Church

4. Donations and legacies	Unrestricted	Restricted	2021 Total £	2020 Total £
Collections	9,359		9,359	11,039
Tax credits	3,793		3,793	3,314
Donations			-	42
Grants			-	1,244
Legacies			-	
Circuit Contribution to Admin	3,696		3,696	3,696
Other Income			-	
Total	16,848	-	16,848	19,335
5. Charitable activities	Unrestricted	Restricted	2021 Total £	2020 Total £
Fund raising				
Other	2,332		2,332	
Total	2,332	-	2,332	-
6. Other trading activities	Unrestricted	Restricted	2021 Total £	2020 Total £
Charlty Shop Income	71,731		71,731	108,884
Lettings & Rental Income	105,642		105,642	129,341
Government Grant re Shop	19,286		19,286	25,000
Total	196,658	-	196,658	263,225
7. Investment Income	Unrestricted	Restricted	2021 Total £	2020 Total £
Central Finance Board	559		559	2,764
TSB Deposit (Benevolent a/c)		1.52	2	4
Total	559	2	561	2,768
Other	500		500	211
External Organisations				100
Grand Total	216,898	2	216,899	286,639

Archway Central Hall Methodist Church

12. Tangible Fixed Assets

Cost or valuation

	Church (non investment) land and buildings £	Other non investment land and buildings £	Investment properties (land and buildings) £	Other fixed assets including motor vehicles £	Fixtures, fittings and equipment £	Payments on account and assets under construction £	Total £
Balance brought forward	69,000	400,000					469,000
Additions							
Revaluations (+/-)							
Disposals (-)							
Transfers * (+/-)							
Balance carried forward	69,000	400,000					469,000

Accumulated depreciation

Balance brought forward							
Depreciation charge for year (-)							
Revaluations (+/-)							
Disposals (-)							
Transfers* (+/-)							
Balance carried forward							

Net book value

Brought forward	69,000	400,000	-	-	-		469,000
Carried forward	69,000	400,000	-	-	-		469,000

* The "transfers" row is for movements between fixed asset categories.

** Indicate the method of depreciation by deleting the method not applicable (SL = straight line; RB = reducing balance). Also indicate the rate of depreciation: for straight line, depreciation is based on the anticipated life of the asset (in years); for reducing balance, a percentage annual deduction is made each year.

13. Investments

No investments are held other than the funds held by the Central Finance Board

Archway Central Hall Methodist Church

17. Loans and creditors due after one year

Loans

None

Creditors due after one year

None

18. Detailed analysis of individual fund movements

Unrestricted Funds

Fund Name	Opening Balance	Income	Expenditure	Transfers	Revaluation gains/losses	Closing Balance
Church Fund	892,863	125,377	-133,438			884,802
Shop Fund	106,831	91,017	-56,096			141,752
Totals	999,694	216,394	-189,534			1,026,554

Restricted Funds

Fund Name	Opening Balance	Income	Expenditure	Transfers	Revaluation gains/losses	Closing Balance
Benevolence Fund	3,009	2	-350			2,661
Totals	3,009	2	-350			2,661

Endowment Funds

Restricted Fund Name	Opening Balance	Income	Expenditure	Transfers	Revaluation gains/losses	Closing Balance
Nil						
Totals						

Fund purposes

The purpose of the Church Fund is for the life, worship and mission of the church

The purpose of the shop fund is to run and maintain the shop with profits being donated to local, national and international charities

The purpose of the Benevolence Fund is to provide the elements for the sacrament of Holy Communion and to meet the needs of those in poverty or distress.

Reasons for transfer between funds

No funds were transferred between funds

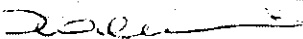
Archway Central Hall Methodist Church

DECLARATIONS

Treasurer

I confirm that these accrual based accounts for the year ended 31 August 2021 have been prepared from the records of the Church and that they include all funds under the control of the Church Council / Members' Meeting / Leadership Group*.

Signature of Treasurer



Date

26/6/22

Name of Treasurer

Mrs T. Williams

Address


FLAT A, 150 JUNCTION ROAD
LONDON N19 5QL

Presentation to the Church Council / Members' Meeting / Leadership Group* for approval.

I confirm that the annual report and accounts for the year ended 31 Aug 2021 were, or will be* presented to the Church Council / Members' Meeting / Leadership Group* at its meeting on and were approved.

7 February 2022

Signature of the Chair of the meeting



Name of the Chair of the meeting

28 June 2022

Date

Independent Examiner's Report to the Trustees of the

Archway Central Hall Methodist

Church

This Report is on the Church Accounts for the year ended 31st August

2021

Respective responsibilities of Trustees and Examiner

The Church's trustees are responsible for ensuring that the annual report and accounts for the year to 31 August 2020 present a true and fair view of the Church's income and expenditure for the year and of its assets and liabilities at the balance sheet date. The trustees consider that an audit is not necessary for this year under Section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to: -

- examine the accounts under section 145 of the Charities Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under Section 145(5)(b) of the Charities act; and
- to state whether particular matters have come to my attention.

* Please delete or circle as appropriate

Archway Central Hall Methodist Church
Independent Examiner's Report
To the Trustees of the Archway Central Hall Methodist

I report to the trustees on my examination of the accounts of the Archway Central Hall Methodist for the year ended 31 August 2021, which are set out on pages 10 to 17.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act'). The Church Trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 (the Act) and that an independent examination is needed.

I report in respect of my examination of the Trustee's accounts carried out under section 145 of the 2011 Act and 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 material 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 Trust as required by section 130 of the Act; or
- (2) the accounts do not accord with those records; or
- (3) the accounts 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.

Signed:

CG Morris

Name:

CHRISTOPHER GLYN MORRIS

Relevant professional qualification or membership of professional body (if any):

CHARTERED ACCOUNTANT.

Address

WELLINGTON HOUSE, 273-275 HIGH STREET
LONDON COLNEY, HERTS, AL2 1HA.

Date

29/06/2022