

GRACE CHURCH, TRURO

England & Wales · Charity number 1138212

Details

Status Registered

Legal form Charitable company

Company number [07328613](#)

Registered 2010-09-29

Register [View on the Charity Commission register](#)

Contact

Address 5 Grenville Road
Truro
Cornwall
TR1 3TJ

Phone 07803265095

Email info@gracetruro.org

Website www.gracetruro.org

Activities

Objects: 3. THE OBJECTS OF THE CHURCH ARE, FOR THE BENEFIT OF THE PUBLIC:3.1.1 TO ADVANCE THE CHRISTIAN FAITH IN ACCORDANCE WITH THE STATEMENT OF BELIEFS IN SUCH WAYS AND IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES FROM TIME TO TIME MAY THINK FIT;3.1.2 TO RELIEVE SICKNESS AND FINANCIAL HARDSHIP AND TO PROMOTE AND PRESERVE GOOD HEALTH BY THE PROVISION OF FUNDS, GOODS OR SERVICES OF ANY KIND, INCLUDING THROUGH THE PROVISION OF THE WORLD AS THE TRUSTEES FROM TIME TO TIME MAY THINK FIT AND

Activities: Grace Church is a dynamic church serving the Truro & Falmouth areas. We are a community committed to following Jesus and sharing his life-changing message of grace by gathering publicly and in homes, monthly prayer meetings, services to students, the Alpha & Marriage courses, serving local residents and working in partnership with other local agencies for the benefit of the wider community.

Classification

- **How:** Provides Services
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** NOT DEFINED BUT IN PRACTICE CORNWALL
- Cornwall

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£248,090	£247,156	-	-
2024-03-31	£210,918	£195,728	-	-
2023-03-31	£197,350	£202,599	-	-
2022-03-31	£153,360	£152,111	-	-
2021-03-31	£160,040	£136,908	-	-

Trustees

Name	Role	Appointed
ROBERT RAYMOND GILLILAND	Chair	2021-07-20
Helen Sewell		2024-06-18
Judith Pyke		2020-03-03
Kathryn Nichols		2022-09-27
Kerry Doyle		2023-12-05
Paul Stanley Williams		2016-07-06

GRACE CHURCH, TRURO

England & Wales - Charity number 1138212

Accounts

Grace Church

GRACE CHURCH TRURO
Report and Financial Statements
Year ended 31 March 2025

Company Number: 07328613

DIRECTORS' REPORT

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

The directors present their report and the unaudited financial statements for the year ended 31 March 2025.

The financial statements comply 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 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

OBJECTIVES, ACTIVITIES AND PUBLIC BENEFIT

The main areas of charitable activity of Grace Church Truro are to advance the Christian faith and the provision of relief, education and assistance for persons in conditions of need, hardship or distress. In order to achieve this, the objects of the company are as follows:

- to advance the Christian faith by such means as the Company shall determine from time to time.
- to relieve persons who are in conditions of need, hardship or distress as a result of local or international disaster, or by reason of their social, medical or economic circumstances.
- to advance education in family life, in marriage and family relationships, in particular, but not exclusively, by the organisation of courses for the teaching of skills and parenthood.
- to advance Christian religious education and training.

The main activities undertaken in relation to the Charity's purposes are:

- **Pastoral care & gifts to those in need:** By this we simply mean "looking after people". Whether this is through organising our network of community groups (midweek smaller groups), equipping through teaching or direct intervention with individuals through either personal or financial resources our aim is to build up and serve people to live life to the fullest.
- **Sunday meetings & related activity:** Gathering together is an expression of the friendship that we have as part of the Christian faith. It is also a means by which people who have never experienced the Christian life can be introduced to it and be helped to take next steps to follow Jesus should they so wish.
- **Outreach & community projects:** An imperative of the Christian faith is to reach out to those who don't know Jesus. We believe that there is good news to be shared. In this area we are seeking to organise and equip but in addition explore ways in which we can make a material difference to the lives of the wider community around us. We recognise this is a key area for growth.

Objectives and Activities cont

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

When planning our activities for the year, the Directors and Leadership of the charity have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The review of activities in this report reflects how we have implemented this through a range of activities which we consider to be in line with both this guidance and our objectives.

Grace Church Truro is a dynamic, growing church with a vision to bring help not just to its members but also the local area, Cornwall and the UK. The directors recognise, and are sincerely grateful for, the volunteers who contribute so much to all that happens in the life of the church. Every week at least 50 volunteers are active in the Church to build community, help those in need and help organise gatherings to come together and worship Jesus Christ.

REVIEW OF THE YEAR'S ACTIVITIES

Staff

Matt Leach and Andrew Sampson remained on staff for 5 days per week, together with Saskia Archbold 2 days a week. Emma Mills continued to work one day a week leading our Transforming Lives for Good project. Dakarai Kuhlengisa was appointed in July 2024 to work 3 days a week as Operations Manager. Staff costs account for 63% of the charity's total unrestricted expenditure for the year, which demonstrates the relational and pastoral priorities of the Charity.

Church family

Alongside introducing people to the Christian faith, a principle aim of Grace Church is seeing people equipped "for works of service". In other words, to play their part in society as a whole through their paid work, their leisure, their relationships – in fact, their whole life!

All are welcome to attend our regular Sunday services. As well as Sunday meetings, church members meet midweek in community groups where the day-to-day life of the church is worked out. These groups are 'open' communities where anyone can belong and also begin to outwork the vision and values of the church in every aspect of their lives. We place our prime emphasis on discipleship and seek to 'learn from the master', Jesus.

Grace Church continues to enjoy a close relationship with our wider family of churches, Advance Movement.

Living with Vision

- **Lives changed by the gospel**

Each of our Sunday morning preaching series throughout the year aimed to connect the Christian faith to everyday life as well as being an opportunity for enquirers to find out more. Topics covered included: Come, Holy Spirit; Tales of the Kingdom (parables of Jesus); The Spirit is given for Mission; To the ends of the Earth and the depth of our hearts.

Children attending our Sunday gatherings (Grace Kids) are part of either the Key Stage 1 or Key Stage 2 group. The children's work is based on Montessori methods

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

using Godly Play to support children's understanding of the Bible in age-appropriate ways. We have used various materials (fabric, wood, clay, paper craft) to respond and explore the Bible stories on a deeper level. Children have enjoyed a soft play afternoon, Church Fun Day and Christmas Christingle service that reaches out to the community. A creche space for babies and pre-schoolers continues to be provided, allowing for role play opportunities, small world toys and books of simple Bible stories.

As well as our regular time together on Sundays, Grace Church Youth continue to enjoy Friday night socials which have mostly run fortnightly throughout term.

With 12-14 year old and 15-18 year old age groups our Sunday sessions are focused to the needs of each group and continue to provide opportunities for our older youth to be engaged and connected into serving teams and the community of church.

One of our highlights of the year has been taking 20 young people aged 12 - 18 from Grace Church Truro and Blaze Church Newquay to the "Newday" festival in Norfolk. They enjoyed great teaching, large corporate worship and opportunities to build relationships across churches and it has been a joy to watch them grow as a result.

Grace Church Truro has many members working in the NHS and other public services where job demands, and shift patterns may prevent attendance at weekly meetings. We recognise the need to ensure all members feel included, loved and supported and therefore alongside our weekly community groups we have encouraged more informal, sometimes digitally enabled, communities to form. This year we have formalised this into our "Interest Groups" which meet this need. The groups are themed around sports, gender, family circumstances and other things people have in common.

• Transforming Lives for Good

In partnership with the Christian charity Transforming Lives for Good (TLG), we continued to run the Early Intervention project in a local secondary school in Truro. The project seeks to support secondary school age children who need support with areas they are finding challenging, be that emotional, making friends, fitting in at school, or other needs identified by the teaching staff. Volunteers from Grace Church Truro meet for an hour a week, for a year, to form a relationship with a child based on curiosity and empathy and offer additional support to that provided by teaching staff. Alongside this commitment, more volunteers from Grace Church Truro also provide 'listening lunchtimes' for children who simply need someone to talk to and help navigate the unstructured times at break.

• Connecting our friends with the gospel

We are focused on encouraging every member of the church to see themselves on the missionary frontline and share the gospel with others as they have opportunity. We also hosted events throughout the year to create more opportunities, including the Alpha Course and a Christmas carol service.

• Porthtowan Church plant

After a number of years praying for a church planting endeavour in the coastal

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

village of Porthtowan, nine miles outside of Truro, a faithful core team of individuals have begun planning in earnest for the forming of a congregation which launched publicly in January 2025. We are delighted to see the church growing in faith and number with a vision to share the love of Jesus in and around Porthtowan. They have a particular heart to communicate the gospel through serving the community, for example through community-building activities like the Big Lunch, and regular communal meals for lonely older people.

- **Deepening the understanding of our faith**

We continued to run the 'Advance Theology' course with Modules 4, 5 & 6 on Exile and Return, The Gospels and Paul's letters. The Advance Theology Course is a two-year course which covers the entire storyline of the Bible, summarises theological doctrines and highlights several key points in the history of the church. Learners do preparatory reading, watch a teaching video and meet fortnightly as a group to discuss the content.

- **Working with other churches**

We believe in the biblical principle of partnership and are committed to partnering with other like-minded churches where we can.

Grace Church is also a partner church of Advance, an international movement of churches that exists to advance the gospel through planting and strengthening churches. We also supported two church members to visit a partner church in Asia in Autumn 2024.

- **Expressing God's generosity**

Over the year the charity has made several gifts to other charitable causes to directly pursue its objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress. These gifts included: £10,000 to Blaze Church Newquay, £4,875 to Advance Movement; £4,400 to UCCF and student mission work; £1,220 to Christians Against Poverty; £1,300 to Truro Foodbank; £500 to Hidden Help; £2,230 on overseas aid.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Financial Review

Incoming resources

Total incoming resources for the year ending 31 March 2025 were £248,089. This included donations and gift aid totaling £239,199 from church members, the principal source of funds for the charity.

Resourced expended

Total resources expended were £247,156.

Funds and Balance Sheet

Total unrestricted funds are £116,320 (of which £54,683 is undesignated) and restricted funds are £30,573 at the year end.

Reserves policy

The directors review the charity's reserves policy regularly in the light of Charity Commission guidance. There are three categories of reserves held.

General funds are undesignated.

Designated funds arise from the setting aside of some general giving against the identified needs in line with the Charity's objectives:

- To maintain a fund with which to be able to assist members of the church in need
- To maintain a three-month operational costs contingency
- To set aside 10% of unrestricted income each year to distribute as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Restricted funds arise where gifts are received for specific purposes. Expenditure is distributed in line with these requirements.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Investment policy

In keeping with the reserves policy, funds are maintained to meet foreseeable recurring expenditure. The Charity does not hold substantial investments, nor does it judge it appropriate to do so.

In order to achieve slightly higher interest rates than those associated with the charity's current account, as well as distribute the funds across different accounts, standard deposit accounts and fixed-rate deposit (or bonds) of six- or 12-month periods may be used to maximise interest whilst keeping all funds in cash. The choice of such accounts is aimed at maximising interest whilst maintaining the necessary degree of access.

Consideration is also given to ethical and environmental issues in choosing investment institutions.

Internal control and risk management

The directors have overall responsibility for Grace Church Truro's system of internal control. Such a system can provide only reasonable and not absolute assurance against errors or frauds. There is a clear delegation of the directors' authority through the Eldership to the rest of the church.

Grace Church operates a planning and budgeting system with an annual budget approved by the board of directors. Significant changes are subject to specific approval. A financial reporting system compares results with the budget on a quarterly basis.

The directors are satisfied that systems are in place to monitor, manage and mitigate Grace Church Truro's exposure to major risks. A risk register has been created to help track and manage the most significant risks that could impact the charity. The directors have put in place controls to protect against the identified risks and where the risk level is deemed to be unacceptable, additional controls are being implemented. Risk management is a dynamic process and the directors ensure that new risks are addressed as they arise.

The directors recognise that the nature of some of the charity's work requires active acceptance and management of some risks when undertaking activities to achieve the objectives of the charity.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Structure, Governance and Management

Grace Church Truro was incorporated on 28 July 2010 as a company limited by guarantee and registered as a charity on 29 September 2010.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The directors, who meet at least four times a year, are responsible for ultimate strategic decisions, recognising the oversight of the Church rests with the Elders. The directors are regarded as the trustees of the charity for the purpose of the Charities Act 1993.

Directors are appointed at the Annual General Meeting. The directors may also appoint a director to serve until the next Annual General Meeting, at which time he or she would cease to hold office but would be eligible for election.

The directors monitor finance, risk management, human resource management, facilities management, health and safety and safeguarding.

The Eldership of the Church oversees the achievement of the objectives of the charity, day-to-day operational decisions and the co-ordination and direction of Grace Church Truro's work. Progress is monitored regularly by the directors.

The directors are members of the church and bring experience and expertise in business, accounting, and leadership and as trustees in previous churches. Training is provided to board members as required.

Using information from Advice for the Voluntary Sector (AfVS), we have developed an induction checklist that to ensure that new directors are given access to all necessary information to fully understand the role and responsibilities of being a Trustee. The checklist also covers the administrative records that need to be updated when a new person is appointed.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025

Reference and Administrative details

Charity name Grace Church Truro
Registered charity number 1138212
Charity's principal address and Registered Office 5 Grenville Road
Truro
TR1 3TJ

Trustee & Directors

Talan Archbold Resigned 18 June 2024
Kerry Doyle
Ray Gilliland
Matthew Leach Resigned 28 January 2025
Kathryn Nichols
Judy Pyke
Helen Sewell Appointed 18 June 2024
Paul Williams
Alison St John Appointed 20 May 2025

Elders Andrew Sampson
Matthew Leach
Benjamin Sewell
John Peters

Registered Company Number 07328613

Bankers National Westminster Bank
2-4 Nicholas Street
Truro TR1 2RN

Stewardship Services (UKET) Ltd
1 Lamb's Passage
London EC1Y 8AB

CAF (Scottish Widows Bank plc)
67 Morrison Street
Edinburgh EH3 8YJ

Website www.gracetruro.org

**GRACE CHURCH TRURO
REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2025**

The directors declare that they have approved the report above.

Signed on behalf of the charity's directors:

Full names: Helen Sewell

Position: Trustee

Date: 17 December 2025

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2025
INCOME AND EXPENDITURE ACCOUNT

	Note	Unrestricted funds £	Restricted income funds £	2025 Total £	2024 Total £
Income and endowments from:	3				
Donations		208,604	32,896	241,500	208,460
Charitable activities		-	4,747	4,747	-
Investments		1,843	-	1,843	2,458
Total		210,447	37,643	248,090	210,918
Expenditure on:	4				
Charitable activities		205,791	41,365	247,156	195,728
Total		205,791	41,365	247,156	195,728
Net income/(expenditure)		4,656	(3,722)	934	15,190
Transfers between funds		100	(100)	-	-
Net movement in funds		4,756	(3,822)	934	15,190
Reconciliation of funds:					
Total funds brought forward		111,565	34,395	145,960	130,770
Total funds carried forward	14	116,321	30,573	146,894	145,960

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

BALANCE SHEET AS AT 31 MARCH 2025

	Note	Unrestricted funds £	Restricted income funds £	2025 Total £	2024 Total £
Fixed assets					
Tangible assets	9	3,478	-	3,478	9,281
Total Fixed Assets		3,478	-	3,478	9,281
Current assets					
Debtors	10	15,351	1,011	16,362	16,865
Cash at bank and in hand	11	115,018	29,562	144,580	128,177
Total Current Assets		130,369	30,573	160,942	145,042
Creditors: amounts falling due within one year	12	(17,526)	-	(17,526)	(8,363)
Net current assets		112,843	30,573	143,416	136,679
Total net assets		116,321	30,573	146,894	145,960
Funds of the Charity					
Restricted income funds	14	-	30,573	30,573	34,395
Unrestricted funds	14	116,321	-	116,321	111,565
Total charity funds		116,321	30,573	146,894	145,960

For the year ending 31 March 2025 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes at pages 13 to 29 form part of these accounts

Approved by the directors, and signed on their behalf by, and authorised for issue on xxx 2025

Helen Sewell

Trustee

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2025

	Note	2025 Total £	2024 Total £
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	18	<u>14,560</u>	58,751
Cash flows from investing activities:			
Interest received on cash deposits		1,843	2,458
Purchase of equipment		-	(1,994)
Net cash provided by (used in) investing activities		<u>1,843</u>	464
Change in cash and cash equivalents in the reporting period		16,403	59,215
Cash and cash equivalents at the beginning of the reporting period		128,177	68,962
Cash and cash equivalents at the end of the reporting period	11	<u>144,580</u>	128,177

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

Note 1 Basis of preparation

1.1 Basis of accounting

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The accounts 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 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

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

1.2 Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required and have deemed no such restatements necessary.

1.3 Going concern

There are no material uncertainties related to events or conditions that cast significant doubt on the charity's ability to continue as a going concern.

1.4 Change of accounting policy

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 2.

1.5 Changes to accounting estimates

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).

1.6 Material prior year errors

No material prior year error have been identified in the reporting period (3.47 FRS 102 SORP).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2025

Note 2 Accounting policies

2.1 INCOME

Recognition of income These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Offsetting There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Grants and donations Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

Tax reclaims on donations and gifts Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Support costs The charity has incurred expenditure on support costs.

Volunteer help Given the absence of a reliable measurement basis, the value of any voluntary help received is not included in the accounts. The nature and scale of the role played by general volunteers is described in the trustees' annual report.

Income from interest This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

2.2 EXPENDITURE AND LIABILITIES

Liability recognition Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Governance and support costs Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg staff costs by the time spent and other costs by their usage.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 2	Accounting policies
Pension cost	The charity operates a defined contribution pension scheme. Contributions payable to the pension scheme are charged to the Income and Expenditure account in the period to which they relate.
Redundancy cost	The charity made no redundancy payments during the reporting period.
Deferred income	No material item of deferred income has been included in the accounts.
Creditors	The charity has creditors which are measured at settlement amounts less any trade discounts.
Provisions for liabilities	A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.
Basic financial instruments	The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.
2.3 ASSETS	
Tangible fixed assets for use by charity	<p>These are capitalised if they can be used for more than one year, and cost at least £300.</p> <p>They are valued at cost.</p> <p>The depreciation rates and methods used are disclosed in note 9.</p>
Debtors	Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.
Current asset investments	<p>The charity has investments which it holds for resale or pending their sale and cash and cash equivalents with a maturity date less than one year. These include cash on deposit and cash equivalents with a maturity date of less than one year held for investment purposes rather than to meet short term cash commitments as they fall due.</p> <p>They are valued at fair value except where they qualify as basic financial instruments.</p>
Financial instruments	The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 3**Analysis of income**

	Analysis	Unrestricted funds £	Restricted income funds £	2025 Total £	2024 Total £
Donations and legacies:	Donations and gifts	181,074	27,166	208,240	180,762
	Gift Aid	27,230	3,730	30,960	27,697
	General grants provided by government/other charities				
		300	2,000	2,300	-
	Total	208,604	32,896	241,500	208,460
Charitable activities:	Income for events	-	4,747	4,747	-
	Total	-	4,747	4,747	-
Income from investments:	Interest income	1,843	-	1,843	2,458
	Total	1,843	-	1,843	2,458
	TOTAL INCOME	210,447	37,643	248,090	210,918

Other information:

All income in the prior year was unrestricted except for: £26,646 Donations and £544 Gift Aid

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 4 Analysis of expenditure

Activity or programme	Unrestricted funds	Restricted income funds	2025 Total	2024 Total
	£	£	£	£
Expenditure on charitable activities				
Pastoral Care & gifts to those in need	57,964	25,276	83,240	83,670
Sunday Meetings & related activity	61,039	6,431	67,470	66,039
Outreach & community projects	86,788	9,658	96,446	46,019
TOTAL EXPENDITURE	205,791	41,365	247,156	195,728

Analysis of expenditure on charitable activities

Activity or programme	Activities undertaken directly	Support Costs	2025 Total	2024 Total
	£	£	£	£
Pastoral Care & gifts to those in need	32,155	51,085	83,240	83,670
Sunday Meetings & related activity	26,374	41,096	67,470	66,039
Outreach & community projects	42,151	54,295	96,446	46,019
Total	100,680	146,476	247,156	195,728

Prior year expenditure on charitable activities can be analysed as follows:

Activity or programme	Activities undertaken directly	Support Costs	2024 Total
	£	£	£
Pastoral Care & gifts to those in need	24,611	59,059	83,670
Sunday Meetings & related activity	27,857	38,182	66,039
Outreach & community projects	18,276	27,743	46,019
	70,744	124,984	195,728

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 5 Support Costs

Support cost	Pastoral	Sunday	Outreach	2024	Basis of
	£	£	£	Total	allocation
				£	
Governance	595	595	595	1,785	Equally
Staff Costs	46,364	34,920	48,846	130,130	Staff Hours
Office Expenses	4,126	5,582	4,854	14,562	Staff Hours
Total	51,085	41,096	54,295	146,476	

Support costs are allocated primarily on the basis of staff time, as this is the best indication of where resources are expended. Staff costs are apportioned directly: each employee's costs according to the staff hours spent on each activity across an average week. Office Expenses are apportioned generally: according to total number of staff hours spent on each activity. Governance costs are allocated equally across the three activities.

Note 6 Details of certain items of expenditure

Fees for examination of the accounts	2025	2024
	£	£
Independent examiner's fees	309	300
Tax advisory fees	0	0
Other fees paid to the independent examiner	0	0

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 7 **Paid employees**

7.1 Staff Costs

	2025	2024
	£	£
Salaries and wages	119,827	107,523
Social security costs	6,124	1,759
Pension costs (defined contribution scheme)	9,085	6,902
Other employee benefits	473	36
Total staff costs	135,510	116,221

Expenditure on staff working for the charity whose contracts are with and are paid by a related party:

£nil (2024: £nil)

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

Total amount paid to key management personnel (includes trustees and senior management) for their services to the charity:

£100,231 (2024: £94,558)

7.2 Average head count in the year

	2025	2024
	Number	Number
Fundraising	-	-
Charitable Activities	5	5
Governance	-	-
Other	-	-
Total	5	5

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

Note 8 Defined contribution pension scheme

Amount of contributions recognised in the SOFA as an expense: £9,085 (2024: £6,902).

Grace Church Truro contributes 7% of employee's salaries to the scheme.

£8,906 of pension expenses are allocated to unrestricted funds, as the majority of staff resources were expended on unrestricted fund activities during the year. £179 was allocated to the Social Action restricted fund to represent the staff time spent within the year.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 9 **Tangible fixed assets**

9.1 Cost or valuation

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
At 1 April 2024	1,359	15,167	16,526
Additions	-		-
Disposals	(1,359)	(1,605)	(2,964)
At 31 March 2025	-	13,562	13,562

9.2 Depreciation and impairments

	RB	SL	Total
Straight Line ("SL") or Reducing Balance ("RB")			
Rate	25%	3 years	£
At 1 April 2024	697	6,548	7,245
Disposals	(697)	(984)	(1,681)
Depreciation	-	4,521	4,521
At 31 March 2025	-	10,085	10,085

9.3 Net book value

At 31 March 2025	-	3,478	3,478
At 31 March 2024	661	8,619	9,281

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 10 **Debtors and prepayments**

	2025	2024
	£	£
Prepayments and accrued income	16,362	16,865
	16,362	16,865

Note 11 **Cash at bank and in hand**

	2025	2024
	£	£
Short term deposits	107,090	20,646
Cash at bank and on hand	37,490	107,531
	144,580	128,177

Cash at bank and in hand is held to meet short-term cash commitments as they fall due, rather than for investment purposes.

All short term deposits at the year end were held in the form of cash deposits.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 12 **Creditors and accruals**

	Amounts falling due within one year	
	2025	2024
	£	£
Trade creditors	10,000	1,781
Accruals and deferred income	2,306	1,828
Pension	-	32
PAYE	2,563	-
Credit card	2,657	4,722
	<hr/> 17,526	<hr/> 8,363

Note 13 **Fair value of assets and liabilities**

The Directors do not deem the Charity to be exposed to any material credit risk (the risk of incurring a loss due to a debtor not paying what is owed) , liquidity risk (the risk of not being able to meet short term financial demands) or market risk (the risk that the value of an investment will fall due to changes in the market) arising from financial instruments to which the charity is exposed at the end of the reporting period.

There is no change in the fair value of basic financial instruments (debtors, creditors, investments (see section 11, FRS 102 SORP)) measured at fair value through the SoFA that is attributable to changes in credit risk.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 14 **Charity funds**

Details of material funds held and movements during the year ending 31 March 2024

* Key: R - restricted income funds, including special trusts, of the charity; and U - unrestricted funds

Fund names	Type	Purpose and Restrictions	Fund balances	Income	Expenditure	Transfers	Fund balances
			brought forward				carried forward
			1 April 2024				31 March 2025
			£	£	£	£	£
General Fund	UR	General purpose	55,144	209,607	(178,001)	(32,067)	54,683
Designated - In Need	UR	Set aside for Pastoral Needs	-	840	(3,264)	11,200	8,776
Designated - Operation Costs	UR	Three month operational contingency	39,000	-	-	-	39,000
Designated - Giving	UR	Set aside 10% of unrestricted income in year. To be distributed as gifts to other charitable causes in line with Charity's Objectives	17,420	-	(24,526)	20,967	13,861
Restricted - Church Planting	R	Donations made specifically to facilitate future church planting activities	3,750	-	-	-	3,750
Restricted - Falmouth Church Plant	R	Donations made specifically for Church Planting endeavours in Falmouth and related expenditure	19,522	-	(19,522)	-	-
Restricted - Training	R	Donations made for annual Training Schemes (practical & theological training internship programme) and related expenditure	3,149	-	(1,000)	-	2,149
Restricted - In Need	R	Donations to meet specific pastoral needs	100	-	-	(100)	-
Restricted - Building	R	Donations made to fund future buildings	2,350	-	-	-	2,350
Restricted - Social Action	R	Donations made to fund social action work	2,891	894	(3,785)	-	-
Restricted - Porthowan	R	Donations made towards work in Porthowan	2,792	27,978	(5,685)	-	25,085
Restricted - Newday	R	Donations made specifically to help fund youth event "Newday" and related expenditure	(158)	8,771	(11,373)	-	(2,760)
		Total Funds	145,960	248,090	(247,156)	-	146,894

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 15 **Charity funds**

Details of material funds held and movements during the year ending 31 March 2024

* Key: R - restricted income funds, including special trusts, of the charity; and U - unrestricted funds

Fund names	Type * Purpose and Restrictions		Fund balances brought forward	Income	Expenditure	Transfers	Fund balances carried forward
			1 April 2023				31 March 2024
			£	£	£	£	£
General Fund	UR	General purpose	43,929	184,272	(154,005)	(19,052)	55,144
Designated - In Need	UR	Set aside for Pastoral Needs	4,218	-	(5,440)	1,222	-
Designated - Operation Costs	UR	Three month operational contingency	18,000	-	-	21,000	39,000
Designated - Falmouth Church Plant	UR	Set aside proportion of giving for Falmouth Church Plant	15,775	-	-	(15,775)	-
Designated - Giving	UR	Set aside 10% of unrestricted income in year. To be distributed as gifts to other charitable causes in line with Charity's Objectives	12,102	-	(13,163)	18,481	17,420
Restricted - Church Planting	R	Donations made specifically to facilitate future church planting activities	3,750	-	-	-	3,750
Restricted - Falmouth Church Plant	R	Donations made specifically for Church Planting endeavours in Falmouth and related expenditure	18,618	5,410	(4,506)	-	19,522
Restricted - Training	R	Donations made for annual Training Schemes (practical & theological training internship programme) and related expenditure	4,149	-	(1,000)	-	3,149
Restricted - In Need	R	Donations to meet specific pastoral needs	-	7,600	(7,500)	-	100
Restricted - Building	R	Donations made to fund future buildings	100	2,250	-	-	2,350
Restricted - Social Action	R	Donations made to fund social action work	7,102	1,225	(750)	(4,686)	2,891
Restricted - Job Club	R	Funding received to establish Job Club and related expenditure.	1,000	-	-	(1,000)	-
Restricted - Porthowan	R	Donations made towards work in Porthowan	1,788	1,585	(581)	-	2,792
Restricted - Website development	R	Funding received from the Templeton Foundation for the development of Grace Church website	238	-	(48)	(190)	-
Restricted - Newday	R	Donations made specifically to help fund youth event "Newday" and related expenditure	-	8,576	(8,734)	-	(158)
		Total Funds	130,769	210,918	(195,727)		145,960

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 16 **Charity funds (cont)**

16.1 Transfers between funds

	Reason for transfer	Amount
Between unrestricted and restricted funds	To meet any shortfall between donations received for a specific purpose, and resources actually expended on that purpose.	2025: £100 2024: £0

16.2 Designated funds

Planned use	Purpose of the designation	Amount
In Need	Funds set aside each year from General Funds against pastoral needs within the Church to be administered as the leaders' discretion. Any money undistributed at year end held in Designated Fund for future needs.	2025: £8,776 2024: £0
Operational Costs	Three month operational contingent fund in the event of unexpected loss in income	2025: £39,000 2024: £39,000
Giving	This fund sets aside 10% of unrestricted income each year which is distributed as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.	2025: £13,861 2024: £17,420

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 17 Transactions with trustees and related parties

17.1 Trustee remuneration and benefits

In the period the charity has paid trustees remuneration and benefits.

		Amounts paid or benefit value			2024 TOTAL
		2025 Remuneration	Pension contribution	TOTAL	
Name of trustee	Legal authority	£	£	£	£
Matthew Leach	Articles of Association	46,837	3,279	50,116	47,279

Payment was made entirely for services given under the terms of his employment contract as Elder/Leader of the Church, and not for his role as Trustee. All trustees are volunteers who give their time and expertise without charge.

17.2 Trustees' expenses

In the period no trustee expenses have been incurred.

17.3 Transactions with related parties

The total amount of donations received in the period without conditions from all Trustees was £22,490 (2024: £19,780). There were no outstanding balances with related parties as at 31 March 2025 (2024: £nil).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025

Note 18 **Reconciliation of net income/(expenditure) to net cash flow from operating activities**

	2025	2024
	£	£
Net (expenditure) for the reporting period	934	15,190
Adjustments for:		
Depreciation charges	5,803	3,445
Interest received on cash deposits	(1,843)	(2,458)
(Increase) / decrease in debtors	503	44,307
Increase / (decrease) in creditors	9,163	(1,733)
Net cash provided by (used in) operating activities	14,560	58,751

Note 19 **Charitable Company Status**

The charity does not have a share capital as the liabilities of its members are limited to the gurantee up to a maximum of £1 each.

Document Activity Report

Document Sent Wed, 17 Dec 2025 10:07:04 GMT

Document Approval Status Pending

Approval Activity Summary

Judith Pyke Pending

Document Activity History

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Date	Activity
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Section A Independent Examiner's Report

Report to the trustees	GRACE CHURCH TRURO		
On accounts for the year ended	31 ST MARCH 2025	Charity no (if any)	1138212
	Set out on pages		

I report to the trustees on my examination of the accounts of the above charity Grace Church Truro for the year ended 31/03/2025.

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust'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 Act.

Independent examiner's statement

[The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of [insert name of applicable listed body]]. Delete [] if not applicable.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination (other than that disclosed below *) which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 accounts to be reached.

* Please delete the words in the brackets if they do not apply.

Signed:		Date:	17/12/2025
	Name:	REBECCA THOMAS	

Relevant professional qualification(s) or body (if any):

FCCA

Address:

82 TREVERBYN ROAD, FALMOUTH, CORNWALL, TR11 5BS

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

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GRACE CHURCH, TRURO

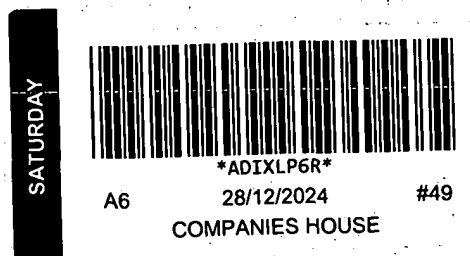
England & Wales - Charity number 1138212

Accounts



GRACE CHURCH TRURO
Report and Financial Statements
Year ended 31 March 2024

Company Number: 07328613



DIRECTORS' REPORT

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

The directors present their report and the unaudited financial statements for the year ended 31 March 2024.

The financial statements comply 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 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

OBJECTIVES, ACTIVITIES AND PUBLIC BENEFIT

The main areas of charitable activity of Grace Church Truro are to advance the Christian faith and the provision of relief, education and assistance for persons in conditions of need, hardship or distress. In order to achieve this, the objects of the company are as follows:

- to advance the Christian faith by such means as the Company shall determine from time to time.
- to relieve persons who are in conditions of need, hardship or distress as a result of local or international disaster, or by reason of their social, medical or economic circumstances.
- to advance education in family life, in marriage and family relationships, in particular, but not exclusively, by the organisation of courses for the teaching of skills and parenthood.
- to advance Christian religious education and training.

The main activities undertaken in relation to the Charity's purposes are:

- **Pastoral care & gifts to those in need:** By this we simply mean "looking after people". Whether this is through organising our network of community groups (midweek smaller groups), equipping through teaching or direct intervention with individuals through either personal or financial resources our aim is to build up and serve people to live life to the fullest.
- **Sunday meetings & related activity:** Gathering together is an expression of the friendship that we have as part of the Christian faith. It is also a means by which people who have never experienced the Christian life can be introduced to it and be helped to take next steps to follow Jesus should they so wish.
- **Outreach & community projects:** An imperative of the Christian faith is to reach out to those who don't know Jesus. We believe that there is good news to be shared. In this area we are seeking to organise and equip but in addition explore ways in which we can make a material difference to the lives of the wider community around us. We recognise this is a key area for growth.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

Objectives and Activities cont

When planning our activities for the year, the Directors and Leadership of the charity have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The review of activities in this report reflects how we have implemented this through a range of activities which we consider to be in line with both this guidance and our objectives.

Grace Church Truro is a dynamic, growing church with a vision to bring help not just to its members but also the local area, Cornwall and the UK. The directors recognise, and are sincerely grateful for, the volunteers who contribute so much to all that happens in the life of the church. Every week at least 50 volunteers are active in the Church to build community, help those in need and help organise gatherings to come together and worship Jesus Christ.

REVIEW OF THE YEAR'S ACTIVITIES

Staff

Matt Leach and Andrew Sampson remained on staff for 5 days per week. Saskia Archbold was recruited as administrator at the start of the year, 2 days a week. Emma Mills was also appointed at the start of the year to work one day a week to establish the Transforming Lives for Good work (see below). Staff costs account for 65% of the charity's total unrestricted expenditure for the year, which demonstrates the relational and pastoral priorities of the Charity.

Church family

Alongside introducing people to the Christian faith, a principle aim of Grace Church is seeing people equipped "for works of service". In other words, to play their part in society as a whole through their paid work, their leisure, their relationships – in fact, their whole life!

All are welcome to attend our regular Sunday services. As well as Sunday meetings, church members meet midweek in community groups where the day-to-day life of the church is worked out. These groups are 'open' communities where anyone can belong and also begin to outwork the vision and values of the church in every aspect of their lives. We place our prime emphasis on discipleship and seek to 'learn from the master', Jesus.

Grace Church continues to enjoy a close relationship with our wider family of churches, Advance.

Living with Vision

- **Lives changed by the gospel**

Each of our Sunday morning preaching series throughout the year aimed to connect the Christian faith to everyday life as well as being an opportunity for enquirers to find out more. Topics covered included: An overview of Hebrews - Why Jesus is better (than everything!); Serving the Community; The Lord's Prayer; Abraham – living by faith; Tales of the Kingdom: Jesus' parables.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

Children attending our Sunday gatherings (Grace Kids) are part of either the Key Stage 1 or Key Stage 2 group. The children's work is based on Montessori methods using Godly Play to support children's understanding of the Bible in age-appropriate ways. We have used various materials (fabric, wood, clay, paper craft), to respond and explore the Bible stories on a deeper level. Children have enjoyed a soft play afternoon, Church Fun Day, Christmas party and Christingle service that reaches out to the community. A creche space for babies and pre-schoolers continues to be provided, allowing for role play opportunities, small world toys and books of simple Bible stories.

As well as our regular time together on Sundays, Grace Church Youth have enjoyed an increase in the frequency of our Friday night socials which have mostly run fortnightly, instead of monthly.

As the group has grown to over 20 youth, we have split into two separate age groups of 12-14 and 14-16, adding to our team of adult volunteers and providing a more structured transition from the younger kids work at Grace church into youth. This has allowed our Sunday sessions to be more focused to the needs of each group and continue to provide opportunities for our older youth to be engaged and connected into serving teams and the community of church.

One of our highlights of the year has been taking 18 of our youth along with 6 from blaze church to Newday festival in Norfolk, the success of which has sparked further conversations amongst us leaders on planning more local joint events for young people to continue building relationships and community here in Cornwall. We are looking forward to continuing growth as a group as we seek to provide a nurturing environment for young people.

In January 2024, we re-launched our midweek community groups. These groups are 'open' communities where anyone can belong and also begin to outwork the vision and values of the church in every aspect of their lives. With the re-launch and clearer strategy these groups are thriving as members help one another grow in love, sharing the ups and downs of life, together in prayer.

Grace Church Truro has many members working in the NHS and other public services where job demands, and shift patterns may prevent attendance at weekly meetings. We recognise the need to ensure all members feel included, loved and supported and therefore alongside community groups we have encouraged more informal, sometimes digitally enabled, communities to form.

• Transforming Lives for Good

In partnership with the Christian charity Transforming Lives for Good (TLG), we launched the Early Intervention project in May 2023. Working with a local secondary school in Truro, the project seeks to support secondary school age children who need support with areas they are finding challenging, be that emotional, making friends, fitting in at school, or other needs identified by the teaching staff. Volunteers from Grace Church Truro meet for an hour a week, for a year, to form a relationship based on curiosity and empathy with a child and offer additional support to that provided by teaching staff. At present we have five coaches who have all

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

undergone training and commenced coaching sessions in February 2024. We are looking forward to recruiting and training more volunteers to support more pupils at the school.

- **Connecting our friends with the gospel**

We are focused on encouraging every member of the church to see themselves on the missionary frontline and share the gospel with others as they have opportunity. We also hosted events throughout the year to create more opportunities, including the Alpha Course and a Christmas carol service.

- **Falmouth Church plant**

During the summer of 2023, the leadership team took the difficult but necessary decision to close the Falmouth Church plant work, known locally as Anchor of Hope. The excellent community built since the start in 2017 continues to forge relationships across Falmouth, whilst individuals have found other churches with whom to worship and continue the missions. Since the year end all restricted 'Falmouth Church Plant' funds have been passed on to organisations carrying out a similar work, with the agreement of donors.

- **Porhtowan Church plant**

After a number of years praying for a church planting endeavour in the coastal village of Porhtowan, nine miles outside of Truro, a faithful core team of individuals have begun planning in earnest for the forming of a congregation. Towards the end of the year, a Good Friday reflection together with an Easter Sunday celebrating in the village hall have helped launch the work in a more public manner. Since the year end, plans have accelerated and we are excited to see the forming of this new church plant.

- **Working with other churches**

We believe in the biblical principle of partnership and are committed to partnering with other like-minded churches where we can.

Grace Church is also a partner church of Advance, an international movement of churches that exists to advance the gospel through planting and strengthening churches.

- **Expressing God's generosity**

Over the year the charity has made several gifts to other charitable causes to directly pursue its objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress. These gifts included: £4,125 to Advance Movement; £2,420 to Christians Against Poverty; £3,100 to Truro Foodbank; £500 to Hidden Help; £378 to Heathercombe Brake Trust; £140 to UCCF and £2,500 to various church planting endeavours.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

Financial Review

Incoming resources

Total incoming resources for the year ending 31 March 2024 were £210,918. This included donations and gift aid totaling £208,460 from church members, the principal source of funds for the charity.

Resourced expended

Total resources expended were £195,728.

Funds and Balance Sheet

Total unrestricted funds are £111,565 (of which £55,145 is undesignated) and restricted funds are £34,395 at the year end.

Reserves policy

The directors review the charity's reserves policy regularly in the light of Charity Commission guidance. There are three categories of reserves held.

General funds are undesignated.

Designated funds arise from the setting aside of some general giving against the identified needs in line with the Charity's objectives:

- To maintain a fund with which to be able to assist members of the church in need
- To maintain a three-month operational costs contingency
- To set aside 10% of unrestricted income each year to distribute as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Restricted funds arise where gifts are received for specific purposes. Expenditure is distributed in line with these requirements.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

Investment policy

In keeping with the reserves policy, funds are maintained to meet foreseeable recurring expenditure. The Charity does not hold substantial investments, nor does it judge it appropriate to do so.

In order to achieve slightly higher interest rates than those associated with the charity's current account, as well as distribute the funds across different accounts, standard deposit accounts and fixed-rate deposit (or bonds) of six- or 12-month periods may be used to maximise interest whilst keeping all funds in cash. The choice of such accounts is aimed at maximising interest whilst maintaining the necessary degree of access.

Consideration is also given to ethical and environmental issues in choosing investment institutions.

Internal control and risk management

The directors have overall responsibility for Grace Church Truro's system of internal control. Such a system can provide only reasonable and not absolute assurance against errors or frauds. There is a clear delegation of the directors' authority through the Eldership to the rest of the church.

Grace Church operates a planning and budgeting system with an annual budget approved by the board of directors. Significant changes are subject to specific approval. A financial reporting system compares results with the budget on a quarterly basis.

The directors are satisfied that systems are in place to monitor, manage and mitigate Grace Church Truro's exposure to major risks. A risk register has been created to help track and manage the most significant risks that could impact the charity. The register currently contains 43 potential risks, each of which is reviewed at least once a year by a subcommittee of the directors. The directors have put in place controls to protect against the identified risks and where the risk level is deemed to be unacceptable, additional controls are being implemented. Risk management is a dynamic process and the directors ensure that new risks are addressed as they arise.

The directors recognise that the nature of some of the charity's work requires active acceptance and management of some risks when undertaking activities to achieve the objectives of the charity.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

Structure, Governance and Management

Grace Church Truro was incorporated on 28 July 2010 as a company limited by guarantee and registered as a charity on 29 September 2010.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The directors, who meet at least four times a year, are responsible for ultimate strategic decisions, recognising the oversight of the Church rests with the Elders. The directors are regarded as the trustees of the charity for the purpose of the Charities Act 1993.

Directors are appointed at the Annual General Meeting. The directors may also appoint a director to serve until the next Annual General Meeting, at which time he or she would cease to hold office but would be eligible for election.

The directors monitor finance, risk management, human resource management, facilities management, health and safety and safeguarding.

The Eldership of the Church oversees the achievement of the objectives of the charity, day-to-day operational decisions and the co-ordination and direction of Grace Church Truro's work. Progress is monitored regularly by the directors.

The directors are members of the church and bring experience and expertise in business, accounting, and leadership and as trustees in previous churches. Training is provided to board members as required.

Using information from Advice for the Voluntary Sector (AfVS), we have developed an induction checklist that to ensure that new directors are given access to all necessary information to fully understand the role and responsibilities of being a Trustee. The checklist also covers the administrative records that need to be updated when a new person is appointed.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024

Reference and Administrative details

Charity name Grace Church Truro
Registered charity number 1138212
Charity's principal address and Registered Office 5 Grenville Road
Truro
TR1 3TJ

Trustee & Directors

Talan Archbold Resigned 18 June 2024
Kerry Doyle
Ray Gilliland
Matthew Leach
Kathryn Nichols
Judy Pyke
Helen Sewell Appointed 18 June 2024
Paul Williams

Elders Andrew Sampson
Matthew Leach
Benjamin Sewell

Registered Company Number 07328613

Bankers National Westminster Bank
2-4 Nicholas Street
Truro TR1 2RN

Stewardship Services (UKET) Ltd
1 Lamb's Passage
London EC1Y 8AB


CAF (Scottish Widows Bank plc)
67 Morrison Street
Edinburgh EH3 8YJ

Website www.gracetruro.org

**GRACE CHURCH TRURO
REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2024**

The directors declare that they have approved the report above.

Signed on behalf of the charity's directors:

A handwritten signature in black ink, appearing to read 'Helen Sewell', written over a horizontal line.

Full names: Helen Sewell

Position: Trustee

Date: 18 December 2024



Section A Independent Examiner's Report

Report to the trustees	GRACE CHURCH TRURO		
On accounts for the year ended	31 ST MARCH 2024	Charity no (if any)	1138212
	Set out on pages		
	Attached accounts		

I report to the trustees on my examination of the accounts of the above charity Grace Church Truro for the year ended 31/03/2024.

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust'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 Act.

Independent examiner's statement


~~The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of [insert name of applicable listed body]]. Delete [] if not applicable.~~

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination (other than that disclosed below *) which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 accounts to be reached.

* Please delete the words in the brackets if they do not apply.

Signed:  **Date:** 18.12.24

Name: REBECCA THOMAS

Relevant professional qualification(s) or body (if any): FCCA

Address: 82 TREVERBYN ROAD, FALMOUTH, CORNWALL, TR11 5BS

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

[Empty box for disclosure details]

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2024
INCOME AND EXPENDITURE ACCOUNT

	Note	Unrestricted funds £	Restricted income funds £	2024 Total £	2023 Total £
Income and endowments from:	3				
Donations		181,814	26,646	208,460	197,233
Charitable activities		-	-	-	-
Investments		2,458	-	2,458	117
Total		184,272	26,646	210,918	197,350
Expenditure on:	4				
Charitable activities		172,609	23,119	195,728	202,600
Total		172,609	23,119	195,728	202,600
Net income/(expenditure)		11,663	3,527	15,190	(5,250)
Transfers between funds		5,878	(5,878)	-	-
Net movement in funds		17,541	(2,351)	15,190	(5,250)
Reconciliation of funds:					
Total funds brought forward		94,024	36,746	130,770	136,019
Total funds carried forward	14	111,565	34,395	145,960	130,770

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

BALANCE SHEET AS AT 31 MARCH 2024

	Note	Unrestricted funds £	Restricted income funds £	2024 Total £	2023 Total £
Fixed assets					
Tangible assets	9	9,281	-	9,281	10,733
Total Fixed Assets		9,281	-	9,281	10,733
Current assets					
Debtors	10	16,838	27	16,865	61,172
Cash at bank and in hand	11	93,809	34,368	128,177	68,962
Total Current Assets		110,647	34,395	145,042	130,135
Creditors: amounts falling due within one year	12	(8,363)	-	(8,363)	(10,096)
Net current assets		102,284	34,395	136,679	120,039
Total net assets		111,565	34,395	145,960	130,770
Funds of the Charity					
Restricted income funds	14	-	34,395	34,395	36,746
Unrestricted funds	14	111,565	-	111,565	94,024
Total charity funds		111,565	34,395	145,960	130,770

For the year ending 31 March 2024 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.


The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes at pages 13 to 29 form part of these accounts

Approved by the directors, and signed on their behalf by, and authorised for issue on 18 December 2024


 Helen Sewell Trustee

GRACE CHURCH TRURO - 07328613**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2024**

	Note	2024 Total £	2023 Total £
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	18	<u>58,751</u>	<u>(3,892)</u>
Cash flows from investing activities:			
Interest received on cash deposits		2,458	17
Purchase of equipment		<u>(1,994)</u>	<u>(11,800)</u>
Net cash provided by (used in) investing activities		<u>464</u>	<u>(11,783)</u>
Change in cash and cash equivalents in the reporting period		59,215	(15,675)
Cash and cash equivalents at the beginning of the reporting period		68,962	84,637
Cash and cash equivalents at the end of the reporting period	11	<u>128,177</u>	<u>68,962</u>

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

Note 1 Basis of preparation

1.1 Basis of accounting

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The accounts 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 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

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

1.2 Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required and have deemed no such restatements necessary.

1.3 Going concern

There are no material uncertainties related to events or conditions that cast significant doubt on the charity's ability to continue as a going concern.

1.4 Change of accounting policy

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 2.

1.5 Changes to accounting estimates

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).

1.6 Material prior year errors

No material prior year error have been identified in the reporting period (3.47 FRS 102 SORP).

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

Note 2 Accounting policies

2.1 INCOME

Recognition of income These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources;

and

- the monetary value can be measured with sufficient reliability.

Offsetting There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Grants and donations Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

Tax reclaims on donations and gifts Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Support costs The charity has incurred expenditure on support costs.

Volunteer help Given the absence of a reliable measurement basis, the value of any voluntary help received is not included in the accounts. The nature and scale of the role played by general volunteers is described in the trustees' annual report.

Income from interest This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

2.2 EXPENDITURE AND LIABILITIES

Liability recognition Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Governance and support costs Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg staff costs by the time spent and other costs by their usage.

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

Note 2 Accounting policies

Pension cost	The charity operates a defined contribution pension scheme. Contributions payable to the pension scheme are charged to the Income and Expenditure account in the period to which they relate.
Redundancy cost	The charity made no redundancy payments during the reporting period.
Deferred income	No material item of deferred income has been included in the accounts.
Creditors	The charity has creditors which are measured at settlement amounts less any trade discounts.
Provisions for liabilities	A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.
Basic financial instruments	The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.

2.3 ASSETS

Tangible fixed assets for use by charity	<p>These are capitalised if they can be used for more than one year, and cost at least £300.</p> <p>They are valued at cost.</p> <p>The depreciation rates and methods used are disclosed in note 9.</p>
Debtors	Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.
Current asset investments	<p>The charity has investments which it holds for resale or pending their sale and cash and cash equivalents with a maturity date less than one year. These include cash on deposit and cash equivalents with a maturity date of less than one year held for investment purposes rather than to meet short term cash commitments as they fall due.</p> <p>They are valued at fair value except where they qualify as basic financial instruments.</p>
Financial instruments	The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

GRACE CHURCH TRURO - 07328613

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

Note 3

Analysis of income

	Analysis	Unrestricted funds £	Restricted income funds £	2024 Total £	2023 Total £
Donations and legacies:	Donations and gifts	154,661	26,102	180,762	177,181
	Gift Aid	27,153	544	27,697	20,052
	Total	181,814	26,646	208,460	197,233
Income from investments:	Interest income	2,458	-	2,458	117
	Total	2,458	-	2,458	117
TOTAL INCOME		184,272	26,646	210,918	197,350

Other information:

**All income in the prior year was
unrestricted except for:**

£41,262 Donations and £2,152 Gift Aid

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

Note 4 Analysis of expenditure

Activity or programme	Unrestricted funds	Restricted income funds	2024 Total	2023 Total
	£	£	£	£
Expenditure on charitable activities				
Pastoral Care & gifts to those in need	76,170	7,500	83,670	95,065
Sunday Meetings & related activity	57,305	8,734	66,039	53,731
Outreach & community projects	39,134	6,885	46,019	53,804
TOTAL EXPENDITURE	172,609	23,119	195,728	202,600

Analysis of expenditure on charitable activities

Activity or programme	Activities undertaken directly	Support Costs	2024 Total	2023 Total
	£	£	£	£
Pastoral Care & gifts to those in need	17,111	59,059	76,170	95,065
Sunday Meetings & related activity	19,123	38,182	57,305	53,731
Outreach & community projects	11,391	27,743	39,134	53,804
Total	47,625	124,984	172,609	202,600

Prior year expenditure on charitable activities can be analysed as follows:

Activity or programme	Activities undertaken directly	Support Costs	2023 Total
	£	£	£
Pastoral Care & gifts to those in need	33,011	62,054	95,065
Sunday Meetings & related activity	30,375	23,356	53,731
Outreach & community projects	30,448	23,356	53,804
	93,834	108,766	202,600

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 5 Support Costs

Support cost	Pastoral	Sunday	Outreach	2024 Total	Basis of allocation
	£	£	£	£	
Governance	476	476	476	1,428	Equally
Staff Costs	53,237	33,963	24,327	111,527	Staff Hours
Office Expenses	5,347	3,743	2,941	12,030	Staff Hours
Total	59,059	38,182	27,743	124,984	

Support costs are allocated primarily on the basis of staff time, as this is the best indication of where resources are expended. Staff costs are apportioned directly: each employee's costs according to the staff hours spent on each activity across an average week. Office Expenses are apportioned generally: according to total number of staff hours spent on each activity. Governance costs are allocated equally across the three activities.

Note 6 Details of certain items of expenditure

Fees for examination of the accounts	2024	2023
	£	£
Independent examiner's fees	300	300
Tax advisory fees	0	0
Other fees paid to the independent examiner	0	0

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 7 Paid employees

7.1 Staff Costs

	2024	2023
	£	£
Salaries and wages	107,523	89,709
Social security costs	1,759	7,005
Pension costs (defined contribution scheme)	6,902	6,272
Other employee benefits	36	-
Total staff costs	116,221	102,986

Expenditure on staff working for the charity whose contracts are with and are paid by a related party:

£nil (2022: £nil)

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

Total amount paid to key management personnel (includes trustees and senior management) for their services to the charity:

£62,178 (201: £57,061)

7.2 Average head count in the year	2024	2023
	Number	Number
Fundraising	-	-
Charitable Activities	5	4
Governance	-	-
Other	-	-
Total	5	4

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 8 Defined contribution pension scheme

Amount of contributions recognised in the SOFA as an expense: £6,902 (2023: £6,272).

Grace Church Truro contributes 7% of employee's salaries to the scheme.

£6,875 of pension expenses are allocated to unrestricted funds, as the majority of staff resources were expended on unrestricted fund activities during the year. £27 was allocated to the Social Action restricted fund to represent the staff time spent on these projects within the year.

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 9 Tangible fixed assets

9.1 Cost or valuation

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
At 1 April 2023	4,434	16,465	20,899
Additions	-	1,994	1,994
Disposals	(3,075)	(3,292)	(6,367)
At 31 March 2024	1,359	15,167	16,526

9.2 Depreciation and impairments

Straight Line ("SL") or Reducing Balance ("RB")	RB	SL	Total
Rate	25%	3 years	£
At 1 April 2023	4,111	6,057	10,167
Disposals	(3,633)	(2,384)	(6,017)
Depreciation	220	2,875	3,095
At 31 March 2024	698	6,548	7,245

9.3 Net book value

At 31 March 2024	661	8,619	9,281
At 31 March 2023	324	10,408	10,733

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 10 Debtors and prepayments

	2024	2023
	£	£
Prepayments and accrued income	16,865	61,172
	<u>16,865</u>	<u>61,172</u>

Note 11 Cash at bank and in hand

	2024	2023
	£	£
Short term deposits	20,646	20,358
Cash at bank and on hand	107,531	48,604
	<u>128,177</u>	<u>68,962</u>

Cash at bank and in hand is held to meet short-term cash commitments as they fall due, rather than for investment purposes.

All short term deposits at the year end were held in the form of cash deposits.

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 12 Creditors and accruals

	Amounts falling due within one year	
	2024	2023
	£	£
Trade creditors	1,781	-
Accruals and deferred income	1,828	600
Pension	32	986
PAYE	-	5,528
Credit card	4,722	2,982
	8,363	10,096

Note 13 Fair value of assets and liabilities

The Directors do not deem the Charity to be exposed to any material credit risk (the risk of incurring a loss due to a debtor not paying what is owed), liquidity risk (the risk of not being able to meet short term financial demands) or market risk (the risk that the value of an investment will fall due to changes in the market) arising from financial instruments to which the charity is exposed at the end of the reporting period.

There is no change in the fair value of basic financial instruments (debtors, creditors, investments (see section 11, FRS 102 SORP)) measured at fair value through the SoFA that is attributable to changes in credit risk.

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

Note 14 Charitable funds

Details of material funds held and movements during the year ending 31 March 2024

* Key: R - restricted income funds, including special trusts, of the charity; and U - unrestricted funds

Fund names	Type *	Purpose and Restrictions	Fund balances	Income	Expenditure	Transfers	Fund balances
			brought forward				carried forward
			1 April 2023				31 March 2024
			£	£	£	£	£
General Fund	UR	General purpose	43,929	184,272	(154,005)	(19,052)	55,145
Designated - In Need	UR	Set aside for Pastoral Needs	4,218	-	(5,440)	1,222	-
Designated - Operation Costs	UR	Three month operational contingency	18,000	-	-	21,000	39,000
Designated - Falmouth Church Plant	UR	Set aside proportion of giving for Falmouth Church Plant	15,775	-	-	(15,775)	-
Designated - Giving	UR	Set aside 10% of unrestricted income in year, to be distributed as gifts to other charitable causes in line with Charity's Objectives	12,102	-	(13,163)	18,481	17,420
Restricted - Church Planting	R	Donations made specifically to facilitate future church planting activities	3,750	-	-	-	3,750
Restricted - Falmouth Church Plant	R	Donations made specifically for Church Planting endeavours in Falmouth and related expenditure	18,618	5,410	(4,506)	-	19,522
Restricted - Training	R	Donations made for annual Training Schemes (practical & theological training internship programme) and related expenditure	4,149	-	(1,000)	-	3,149
Restricted - In Need	R	Donations to meet specific pastoral needs	-	7,600	(7,500)	-	100
Restricted - Building	R	Donations made to fund future buildings	100	2,250	-	-	2,350
Restricted - Ukraine	R	Donations made to assist those in need in Ukraine	-	-	-	-	-
Restricted - Social Action	R	Donations made to fund social action work	7,102	1,225	(750)	(4,686)	2,890
Restricted - Job Club	R	Funding received to establish Job Club and related expenditure.	1,000	-	-	(1,000)	-
Restricted - Parthowan	R	Donations made towards work in Parthowan	1,788	1,585	(581)	-	2,792
Restricted - Website development	R	Funding received from the Templeton Foundation for the development of Grace Church website	238	-	(48)	(190)	-
Restricted - Newday	R	Donations made specifically to help fund youth event 'Newday' and related expenditure	-	8,576	(8,734)	-	(158)
		Total Funds	130,769	210,918	(195,727)		145,960

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024

Note 15 Charitable funds

Details of material funds held and movements during the year ending 31 March 2023
* Key: R - restricted income funds, including special trusts, of the charity; and U - unrestricted funds

Fund names	Type	Purpose and Restrictions	Fund balances	Income	Expenditure	Transfers	Fund balances
			brought forward				carried forward
			1 April 2022				31 March 2023
			£	£	£	£	£
General Fund	UR	General purpose	42,368	153,908	(136,966)	(15,381)	43,929
Designated - In Need	UR	Set aside for Pastoral Needs	11,979	-	(7,761)	-	4,218
Designated - Operation Costs	UR	Three month operational contingency	18,000	-	-	-	18,000
Designated - Falmouth Church Plant	UR	Set aside proportion of giving for Falmouth Church Plant	15,775	-	-	-	15,775
Designated - Giving	UR	Set aside 10% of unrestricted income in year. To be distributed as gifts to other charitable causes in line with Charly's Objectives	5,882	-	(9,161)	15,381	12,102
Restricted - Church Planting	R	Donations made specifically to facilitate future church planting activities	3,750	-	-	-	3,750
Restricted - Falmouth Church Plant	R	Donations made specifically for Church Planting endeavours in Falmouth and related expenditure	19,019	11,552	(11,953)	-	18,618
Restricted - Impact	R	Donations made to annual Impact Training Scheme (practical & theological training internship programme) and related expenditure	4,149	-	-	-	4,149
Restricted - In Need	R	Donations to meet specific pastoral needs	743	25,447	(26,190)	-	-
Restricted - Building	R	Donations made to fund future buildings	50	50	-	-	100
Restricted - Ukraine	R	Donations made to assist those in need in Ukraine	4,500	794	(5,294)	-	-
Restricted - Social Action	R	Donations made to fund social action work	7,028	725	(651)	-	7,102
Restricted - Job Club	R	Funding received to establish Job Club and related expenditure.	1,000	-	-	-	1,000
Restricted - Porthowan	R	Donations made towards work in Porthowan	1,365	450	(27)	-	1,788
Restricted - Website development	R	Funding received from the Templeton Foundation for the development of Grace Church website	238	-	-	-	238
Restricted - Newday	R	Donations made specifically to help fund youth event "Newday" and related expenditure	173	4,424	(4,597)	-	-
Total Funds			136,019	197,350	(202,600)	-	130,769

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 16 Charity funds (cont)

16.1 Transfers between funds

	Reason for transfer	Amount
Between unrestricted and restricted funds	To meet any shortfall between donations received for a specific purpose, and resources actually expended on that purpose.	2024: £0 2023: £0

16.2 Designated funds

Planned use	Purpose of the designation	Amount
Individuals in Need	Funds set aside each year from General Funds against pastoral needs within the Church to be administered as the leaders' discretion. Any money undistributed at year end held in Designated Fund for future needs.	2024: £0 2023: £4,218
Operational Costs	Three month operational contingent fund in the event of unexpected loss in income	2024: £39,000 2023: £18,000
Falmouth Church Plant	This fund set aside a proportion of general donations to help fund the Falmouth Church Plant	2024: £0 2023: £15,775
Giving	This fund sets aside 10% of unrestricted income each year which is distributed as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.	2024: £17,420 2023: £12,102

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2024**

Note 17 Transactions with trustees and related parties

17.1 Trustee remuneration and benefits

In the period the charity has paid trustees remuneration and benefits.

		Amounts paid or benefit value			
		Remuneration	Pension contribution	2024 TOTAL	2023 TOTAL
Name of trustee	Legal authority	£	£	£	£
Matthew Leach	Articles of Association	44,186	3,093	47,279	41,366

Payment was made entirely for services given under the terms of his employment contract as Elder/Leader of the Church, and not for his role as Trustee. All trustees are volunteers who give their time and expertise without charge.

17.2 Trustees' expenses

In the period no trustee expenses have been incurred.

17.3 Transactions with related parties

The total amount of donations received in the period without conditions from all Trustees was £19,780 (2023: £18,060). There were no outstanding balances with related parties as at 31 March 2024 (2023: £nil).

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2024

Note 18 **Reconciliation of net income/(expenditure) to net cash flow from operating activities**

	2024	2023
	£	£
Net (expenditure) for the reporting period	15,190	(5,249)
Adjustments for:		
Depreciation charges	3,445	3,713
Interest received on cash deposits	(2,458)	(17)
(Increase) / decrease in debtors	44,307	(7,258)
Increase / (decrease) in creditors	(1,733)	4,919
	<hr/>	<hr/>
Net cash provided by (used in) operating activities	58,751	(3,892)

Note 19 **Charitable Company Status**

The charity does not have a share capital as the liabilities of its members are limited to the gurantee up to a maximum of £1 each.

GRACE CHURCH, TRURO

England & Wales - Charity number 1138212

Accounts

Grace Church

GRACE CHURCH TRURO
Report and Financial Statements
Year ended 31 March 2023

Company Number: 07328613

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023

DIRECTORS' REPORT

The directors present their report and the unaudited financial statements for the year ended 31 March 2023.

The financial statements comply 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 in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

OBJECTIVES, ACTIVITIES AND PUBLIC BENEFIT

The main areas of charitable activity of Grace Church Truro are to advance the Christian faith and the provision of relief, education and assistance for persons in conditions of need, hardship or distress. In order to achieve this, the objects of the company are as follows:

- to advance the Christian faith by such means as the Company shall determine from time to time.
- to relieve persons who are in conditions of need, hardship or distress as a result of local or international disaster, or by reason of their social, medical or economic circumstances.
- to advance education in family life, in marriage and family relationships, in particular, but not exclusively, by the organisation of courses for the teaching of skills and parenthood.
- to advance Christian religious education and training.

The main activities undertaken in relation to the Charity's purposes are:

- **Pastoral care & gifts to those in need:** By this we simply mean "looking after people". Whether this is through organising our network of community groups (midweek smaller groups), equipping through teaching or direct intervention with individuals through either personal or financial resources our aim is to build up and serve people to live life to the fullest.
- **Sunday meetings & related activity:** Gathering together is an expression of the friendship that we have as part of the Christian faith. It is also a means by which people who have never experienced the Christian life can be introduced to it and be helped to take next steps to follow Jesus should they so wish. Due to the Covid-19 pandemic, physically meeting together was not possible for much of this year, however remote alternatives were put in place.
- **Outreach & community projects:** An imperative of the Christian faith is to reach out to those who don't know Jesus. We believe that there is good news to be shared. In this area we are seeking not only to organise and equip but in addition explore ways in which we can make a material difference to the lives of the wider community around us. We recognise this is a key area for growth.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023

Objectives and Activities cont

When planning our activities for the year, the Directors and Leadership of the charity have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The review of activities in this report reflects how we have implemented this through a range of activities which we consider to be in line with both this guidance and our objectives.

Grace Church Truro is a dynamic, growing church with a vision to bring help not just to its members but also the local area, Cornwall and the UK. The directors recognise, and are sincerely grateful for, the volunteers who contribute so much to all that happens in the life of the church. Every week up to 50 volunteers are active in the Church to build community, help those in need and help organise gatherings to come together and worship Jesus Christ.

REVIEW OF THE YEAR'S ACTIVITIES

Staff

Staffing within the year ending 31st March 2022 remained stable. Matt Leach and Andrew Sampson remained on staff for 5 days per week; with Rachel Bennetts working 1.5 days per week.

Church family

Alongside introducing people to the Christian faith, a principle aim of Grace Church is seeing people equipped "for works of service". In other words, to play their part in society as a whole through their paid work, their leisure, their relationships – in fact, their whole life!

All are welcome to attend our regular Sunday services, with those also being broadcast on Zoom for those unable to attend in person. As well as Sunday meetings, church members meet midweek in community groups where the day-to-day life of the church is worked out. These groups are 'open' communities where anyone can belong and also begin to outwork the vision and values of the church in every aspect of their lives. We place our prime emphasis on discipleship and seek to 'learn from the master', Jesus.

Grace Church continues to enjoy a close relationship with our wider family of churches, Advance. As part of this, Andrew Sampson continues to hold a role on the national leadership team for Advance UK, as well as continuing to focus Advance churches across Devon & Cornwall. We see this as an exciting outworking of our vision to be a church that functions as a sending and resourcing base for other churches in the region.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023

Living with Vision

At various points in the life of the church, the Elders cast a vision to the Church. Describing a vision as 'a compelling picture of what the future might be like', Grace Church has embarked on praying for and seeking God's work in a number of areas.

This continually needs prayer. The Church continued to prioritise gathering together to pray with organised meetings each month in the evening and daytime, and weekly occasions on a Sunday morning. Twice a year, the church gathers for a week of prayer across the city.

Activities throughout the year in line with this vision are set out below:

- **Lives changed by the gospel**

Each of our Sunday morning preaching series throughout the year aimed to connect the Christian faith to everyday life as well as being an opportunity for enquirers to find out more.

The elders continued to gather with our community group leaders remotely on a bi-termly basis, for evenings of training and envisioning.

Our childrens work continues alongside our main meetings, and our childrens workers continue to cater to the needs of the children amongst us, whether in person or online.

- **Connecting our friends with the gospel**

We are focused on encouraging every member of the church to see themselves on the missionary frontline and share the gospel with others as they have opportunity.

Our Christmas carol service was celebrated, with many members of the community not normally associated with the church being able to join with us to celebrate the festive season.

- **Job Club: turning around material prospects**

We continued supporting the Job Club in partnership with Christians Against Poverty (CAP) working primarily (but not exclusively) with those who have been helped through the CAP debt advice service.

- **Working with other churches**

We believe in the biblical principle of partnership and are committed to partnering with other like-minded churches where we can.

We are an active member of Churches Together in Truro, which is the main church ecumenical body in the city and part of Churches Together in Britain and Ireland. Every Churches Together executive meeting had at least one representative from Grace Church and Andrew Sampson attended the monthly Truro ministers' prayer meetings hosted by the Methodist Church.

Grace Church is also a partner church of Advance, an international movement of churches that exists to advance the gospel through planting and strengthening churches.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023

- **Expressing God's generosity**

Over the year the charity has made several gifts to other charitable causes to directly pursue its objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Financial Review

Incoming resources

Total incoming resources for the year ending 31 March 2023 were £197,350. This included donations and gift aid totaling £197,233 from church members, the principal source of funds for the charity.

Resourced expended

Total resources expended were £202,599.

Funds and Balance Sheet

Total unrestricted funds are £94,024 (of which £43,929 is undesignated) and restricted funds are £36,746 at the year end.

Reserves policy

The directors review the charity's reserves policy regularly in the light of Charity Commission guidance. There are three categories of reserves held.

General funds are undesignated.

Designated funds arise from the setting aside of some general giving against the identified needs in line with the Charity's objectives:

- To maintain a fund with which to be able to assist members of the church in need
- To maintain an operational costs contingency
- To set aside 10% of unrestricted income each year to distribute as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Restricted funds arise where gifts are received for specific purposes. Expenditure is distributed in line with these requirements.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023

Investment policy

In keeping with the reserves policy, funds are maintained to meet foreseeable recurring expenditure. The Charity does not hold substantial investments, nor does it judge it appropriate to do so.

In order to achieve slightly higher interest rates than those associated with the charity's current account, as well as distribute the funds across different accounts, standard deposit accounts and fixed-rate deposit (or bonds) of six or 12 month periods may be used to maximise interest whilst keeping all funds in cash. The choice of such accounts is aimed at maximising interest whilst maintaining the necessary degree of access.

Consideration is also given to ethical and environmental issues in choosing investment institutions.

Internal control and risk management

The directors have overall responsibility for Grace Church Truro's system of internal control. Such a system can provide only reasonable and not absolute assurance against errors or frauds. There is a clear delegation of the directors' authority through the Eldership to the rest of the church.

Grace Church operates a planning and budgeting system with an annual budget approved by the board of directors. Significant changes are subject to specific approval. A financial reporting system compares results with the budget on a quarterly basis.

The directors are satisfied that systems are in place to monitor, manage and mitigate Grace Church Truro's exposure to major risks. A risk register has been created to help track and manage the most significant risks that could impact the charity. Each risk is reviewed at least once a year by a subcommittee of the directors. The directors have put in place controls to protect against the identified risks and where the risk level is deemed to be unacceptable, additional controls are being implemented. Risk management is a dynamic process and the directors ensure that new risks are addressed as they arise.

The directors recognise that the nature of some of the charity's work requires active acceptance and management of some risks when undertaking activities to achieve the objectives of the charity.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023

Structure, Governance and Management

Grace Church Truro was incorporated on 28 July 2010 as a company limited by guarantee and registered as a charity on 29 September 2010.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The directors, who meet at least four times a year, are responsible for ultimate strategic decisions, recognising the oversight of the Church rests with the Elders. The directors are regarded as the trustees of the charity for the purpose of the Charities Act 1993.

Directors are appointed at the Annual General Meeting. The directors may also appoint a director to serve until the next Annual General Meeting, at which time he or she would cease to hold office but would be eligible for election.

The directors monitor finance, risk management, human resource management, facilities management, health and safety and safeguarding.

The Eldership of the Church oversees the achievement of the objectives of the charity, day-to-day operational decisions and the co-ordination and direction of Grace Church Truro's work. Progress is monitored regularly by the directors.

The directors are members of the church and bring experience and expertise in business, accounting, and leadership and as trustees in previous churches. Training is provided to board members as required.

Using information from Advice for the Voluntary Sector (AfVS), we have developed an induction checklist that to ensure that new directors are given access to all necessary information to fully understand the role and responsibilities of being a Trustee. The checklist also covers the administrative records that need to be updated when a new person is appointed.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023

Reference and Administrative details

Charity name Grace Church Truro
Registered charity number 1138212
Charity's principal address and Registered Office 5 Grenville Road
Truro
TR1 3TJ

Trustee & Directors

Matthew Leach
Chris Ward (Resigned – 12/09/2023)
Paul Williams
Talan Archbold
Judy Pyke
Robert Gilliland
Benjamin Mumford (Resigned – 16/05/2023)
Kathryn Nichols
Kerry Doyle (Appointed – 05/12/2023)

Elders Andrew Sampson
Matthew Leach
Benjamin Sewell
John Peters

Registered Company Number 07328613

Bankers National Westminster Bank
2-4 Nicholas Street
Truro TR1 2RN

Stewardship Services (UKET) Ltd
1 Lamb's Passage
London EC1Y 8AB

CAF (Scottish Widows Bank plc)
67 Morrison Street
Edinburgh EH3 8YJ

Website www.gracetruro.org

**GRACE CHURCH TRURO
REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2023**

The directors declare that they have approved the report above.

Signed on behalf of the charity's directors:

Full names: Talan Archbold



Position: Treasurer

Full names: Matt Leach



Trustee

Date: 23/3/24

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023
INCOME AND EXPENDITURE ACCOUNT

	Note	Unrestricted funds £	Restricted income funds £	2023 Total £	2022 Total £
Income and endowments from:	3				
Donations		153,819	43,414	197,233	153,292
Charitable activities		-	-	-	-
Investments		17	-	17	68
Government grants		-	-	-	-
Other		100	-	100	-
Total		153,936	43,414	197,350	153,360
Expenditure on:	4				
Charitable activities		153,915	48,684	202,599	152,111
Total		153,915	48,684	202,599	152,111
Net income/(expenditure)		21	(5,270)	(5,249)	1,249
Transfers between funds		-	-	-	-
Net movement in funds		21	(5,270)	(5,249)	1,249
Reconciliation of funds:					
Total funds brought forward		94,003	42,016	136,019	134,770
Total funds carried forward	13	94,024	36,746	130,770	136,019

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

GRACE CHURCH TRURO - 07328613

BALANCE SHEET AS AT 31 MARCH 2023

	Note	Unrestricted funds £	Restricted income funds £	2023 Total £	2022 Total £
Fixed assets					
Tangible assets	8	10,732	-	10,732	2,645
Total Fixed Assets		10,732	-	10,732	2,645
Current assets					
Debtors	9	53,975	7,197	61,172	53,914
Cash at bank and in hand	10	39,414	29,549	68,963	84,637
Total Current Assets		93,389	36,746	130,135	138,551
Creditors: amounts falling due within one year	11	(10,096)	-	(10,096)	(5,177)
Net current assets		83,293	36,746	120,039	133,374
Total net assets		94,024	36,746	130,770	136,019
Funds of the Charity					
Restricted income funds	13	-	36,746	36,746	42,016
Unrestricted funds	13	94,024	-	94,024	94,003
Total charity funds		94,024	36,746	130,770	136,019

For the year ending 31 March 2023 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes at pages 13 to 29 form part of these accounts

Approved by the directors, and signed on their behalf by, and authorised for issue on 23/03/24

Mr T Archbold  Treasurer

Mr M Leach  Trustee

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2023

	Note	2023 Total £	2022 Total £
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	16	<u>(3,892)</u>	<u>(17,836)</u>
Cash flows from investing activities:			
Interest received on cash deposits		17	68
Purchase of equipment		<u>(11,799)</u>	<u>(2,733)</u>
Net cash provided by (used in) investing activities		<u>(11,782)</u>	<u>(2,665)</u>
Change in cash and cash equivalents in the reporting period		(15,674)	(20,501)
Cash and cash equivalents at the beginning of the reporting period		84,637	105,136
Cash and cash equivalents at the end of the reporting period	10	<u>68,963</u>	<u>84,637</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

Note 1 Basis of preparation

1.1 Basis of accounting

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The accounts 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 in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

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

1.2 Going concern

The directors consider that there is no significant doubt on the charity's ability to continue as a going concern.

1.3 Change of accounting policy

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 2.

1.4 Changes to accounting estimates

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).

1.5 Material prior year errors

No material prior year error have been identified in the reporting period (3.47 FRS 102 SORP).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

Note 2 Accounting policies

2.1 INCOME

Recognition of income These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Offsetting There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Grants and donations Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

Tax reclaims on donations and gifts Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Support costs The charity has incurred expenditure on support costs.

Volunteer help Given the absence of a reliable measurement basis, the value of any voluntary help received is not included in the accounts. The nature and scale of the role played by general volunteers is described in the trustees' annual report.

Income from interest This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

2.2 EXPENDITURE AND LIABILITIES

Liability recognition Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Governance and support costs Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg staff costs by the time spent and other costs by their usage.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 2	Accounting policies
Pension cost	The charity operates a defined contribution pension scheme. Contributions payable to the pension scheme are charged to the Income and Expenditure account in the period to which they relate.
Redundancy cost	The charity made no redundancy payments during the reporting period.
Deferred income	No material item of deferred income has been included in the accounts.
Creditors	The charity has creditors which are measured at settlement amounts less any trade discounts.
Provisions for liabilities	A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.
Basic financial instruments	The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.
2.3 ASSETS	
Tangible fixed assets for use by charity	These are capitalised if they can be used for more than one year, and cost at least £100. They are valued at cost. The depreciation rates and methods used are disclosed in note 9.
Debtors	Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.
Current asset investments	The charity has investments which it holds for resale or pending their sale and cash and cash equivalents with a maturity date less than one year. These include cash on deposit and cash equivalents with a maturity date of less than one year held for investment purposes rather than to meet short term cash commitments as they fall due. They are valued at fair value except where they qualify as basic financial instruments.
Financial instruments	The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 3 Analysis of income

	Analysis	Unrestricted funds £	Restricted income funds £	2023 Total £	2022 Total £
Donations and legacies:	Donations and gifts	135,919	41,262	177,181	134,469
	Gift Aid	17,900	2,152	20,052	18,823
	Total	153,819	43,414	197,233	153,292
Income from investments:	Interest income	17	-	17	68
	Total	17	-	17	68
Other:	Gain on disposal of a tangible fixed asset held for charity's own use	100	-	100	-
	Government Grant	-	-	-	-
	Total	100	-	100	-
	TOTAL INCOME	153,936	43,414	197,350	153,360

Other information:

All income in the prior year was unrestricted except for: £23,930 Donations and £2,143 Gift Aid

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 4 Analysis of expenditure

Activity or programme	Unrestricted funds	Restricted income funds	2023 Total	2022 Total
	£	£	£	£
Expenditure on charitable activities				
Pastoral Care & gifts to those in need	63,068	32,015	95,083	66,581
Sunday Meetings & related activity	45,302	8,420	53,722	34,983
Outreach & community projects	45,545	8,249	53,794	50,548
TOTAL EXPENDITURE	153,915	48,684	202,599	152,111

Analysis of expenditure on charitable activities

Activity or programme	Activities undertaken directly	Support Costs	2023 Total	2022 Total
	£	£	£	£
Pastoral Care & gifts to those in need	33,010	62,073	95,083	66,581
Sunday Meetings & related activity	30,376	23,346	53,722	34,983
Outreach & community projects	30,448	23,346	53,794	50,548
Total	93,834	108,765	202,599	152,111

Prior year expenditure on charitable activities can be analysed as follows:

Activity or programme	Activities undertaken directly	Support Costs	2022 Total
	£	£	£
Pastoral Care & gifts to those in need	4,764	61,816	66,580
Sunday Meetings & related activity	13,018	21,965	34,983
Outreach & community projects	24,020	26,528	50,548
	41,802	110,309	152,111

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 5 Support Costs

Support cost	Pastoral	Sunday	Outreach	2023	Basis of
	£	£	£	Total	allocation
				£	
Governance	408	408	408	1,224	Equally
Staff Costs	59,115	21,936	21,936	102,987	Staff Hours
Office Expenses	2,550	1,002	1,002	4,554	Staff Hours
Total	62,073	23,346	23,346	108,765	

Support costs are allocated primarily on the basis of staff time, as this is the best indication of where resources are expended. Staff costs are apportioned directly: each employee's costs according to the staff hours spent on each activity across an average week. Office Expenses are apportioned generally: according to total number of staff hours spent on each activity. Governance costs are allocated equally across the three activities.

Note 6 Details of certain items of expenditure

Fees for examination of the accounts	2023	2022
	£	£
Independent examiner's fees	300	300
Tax advisory fees	-	-
Other fees paid to the independent examiner	-	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 6 **Paid employees**

6.1 Staff Costs

	2023	2022
	£	£
Salaries and wages	89,710	94,874
Social security costs	7,005	4,667
Pension costs (defined contribution scheme)	6,272	6,714
Other employee benefits	-	840
Total staff costs	102,987	107,095

Expenditure on staff working for the charity whose contracts are with and are paid by a related party:

£nil (2022: £nil)

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

Total amount paid to key management personnel (includes trustees and senior management) for their services to the charity:

£87,011 (2022: £87,906)

6.2 Average head count in the year

	2023	2022
	Number	Number
Fundraising	-	-
Charitable Activities	4	4
Governance	-	-
Other	-	-
Total	4	4

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 8 **Tangible fixed assets**

8.1 Cost or valuation

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
At 1 April 2022	4,435	4,666	9,101
Additions	-	11,799	11,799
Disposals	-	-	-
At 31 March 2023	4,435	16,465	20,900

8.2 Depreciation and impairments

	RB	SL	Total
Straight Line ("SL") or Reducing Balance ("RB")			
Rate	25%	3 years	£
At 1 April 2022	3,975	2,480	6,455
Disposals	-	-	-
Depreciation	136	3,577	3,713
At 31 March 2023	4,111	6,057	10,168

8.3 Net book value

At 31 March 2023	324	10,408	10,732
At 31 March 2022	460	2,185	2,645

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 9 **Debtors and prepayments**

	2023	2022
	£	£
Prepayments and accrued income	61,172	53,914
	61,172	53,914

Note 10 **Cash at bank and in hand**

	2023	2022
	£	£
Short term deposits	20,359	20,354
Cash at bank and on hand	48,604	64,283
	68,963	84,637

Cash at bank and in hand is held to meet short-term cash commitments as they fall due, rather than for investment purposes.

All short term deposits at the year end were held in the form of cash deposits.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 11 **Creditors and accruals**

	Amounts falling due within one year	
	2023	2022
	£	£
Trade creditors	-	-
Accruals and deferred income	600	600
Pension	986	637
PAYE	5,528	1,032
Wages	-	-
Credit card	2,982	2,908
	<hr/> 10,096 <hr/>	<hr/> 5,177 <hr/>

Note 12 **Fair value of assets and liabilities**

The Directors do not deem the Charity to be exposed to any material credit risk (the risk of incurring a loss due to a debtor not paying what is owed) , liquidity risk (the risk of not being able to meet short term financial demands) or market risk (the risk that the value of an investment will fall due to changes in the market) arising from financial instruments to which the charity is exposed at the end of the reporting period.

There is no change in the fair value of basic financial instruments (debtors, creditors, investments (see section 11, FRS 102 SORP)) measured at fair value through the SoFA that is attributable to changes in credit risk.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 13 Charity funds

Details of material funds held and movements during the year ending 31 March 2023

* Key: R - restricted income funds, including special trusts, of the charity; and U - unrestricted funds

Fund names	Type * Purpose and Restrictions	Fund balances brought forward		Income	Expenditure		Transfers		Fund balances carried forward	
		1 April 2022	£		£	£	£	£	£	£
General Fund	UR General purpose	42,367		153,936	(136,993)	(15,381)			43,929	
Designated - In Need	UR Set aside for Pastoral Needs	11,979		-	(7,761)	-			4,218	
Designated - Operation Costs	UR Three month operational contingency	18,000		-	-	-			18,000	
Designated - Falmouth Church Plant	UR Set aside proportion of giving for Falmouth Church Plant	15,775		-	-	-			15,775	
Designated - Giving	UR Set aside 10% of unrestricted income in year. To be distributed as gifts to other charitable causes in line with Charity's Objectives	5,882		-	(9,161)	15,381			12,102	
Restricted - Church Planting	R Donations made specifically to facilitate future church planting activities	3,750		-	-	-			3,750	
Restricted - Falmouth Church Plant	R Donations made specifically for Church Planting endeavours in Falmouth and related expenditure	19,019		11,524	(11,925)	-			18,618	
Restricted - Impact	R Donations made to annual Impact Training Scheme (practical & theological training internship programme) and related expenditure	4,149		-	-	-			4,149	
Restricted - In Need	R Donations to meet specific pastoral needs	743		25,447	(26,190)	-			-	
Restricted - Building	R Donations made to fund future buildings	50		50	-	-			100	
Restricted - Social Action	R Donations made to fund social action work	7,028		725	(651)	-			7,102	
Restricted - Job Club	R Funding received to establish Job Club and related expenditure.	1,000		-	-	-			1,000	
Restricted - Ukraine	R Donations made to assist those in need in Ukraine	4,500		794	(5,294)	-			-	
Restricted - Porhallowan	R Donations made towards work in Porhallowan	1,365		450	(27)	-			1,788	
Restricted - Website development	R Funding received from the Templeton Foundation for the development of Grace Church website	239		-	-	-			239	
Restricted - Newday	R Donations made specifically to help fund youth event "Newday" and related expenditure	173		4,424	(4,597)	-			-	
Total Funds		136,019		197,350	(202,599)	-			130,770	

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 14 **Charity funds (cont)**

14.1 Transfers between funds

	Reason for transfer	Amount
Between unrestricted and restricted funds	To meet any shortfall between donations received for a specific purpose, and resources actually expended on that purpose.	2023: £0 2022: £0

14.2 Designated funds

Planned use	Purpose of the designation	Amount
Individuals in Need	Funds set aside each year from General Funds against pastoral needs within the Church to be administered as the leaders' discretion. Any money undistributed at year end held in Designated Fund for future needs.	2023: £4,218 2022: £11,979
Operational Costs	Three month operational contingent fund in the event of unexpected loss in income	2023: £18,000 2022: £18,000
Church Planting	To help future Church Planting endeavours	2023: £0 2022: £0
Falmouth Church Plant	This fund sets aside a proportion of general donations to help fund the Falmouth Church Plant	2023: £15,775 2022: £15,775
Giving	This fund sets aside 10% of unrestricted income each year which is distributed as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.	2023: £12,102 2022: £5,882

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

Note 15 Transactions with trustees and related parties

15.1 Trustee remuneration and benefits

In the period the charity has paid trustees remuneration and benefits.

		Amounts paid or benefit value			
		Remuneration	Pension contribution	2023 TOTAL	2022 TOTAL
Name of trustee	Legal authority	£	£	£	£
Matthew Leach	Articles of Association	38,485	2,881	41,366	42,098

Payment was made entirely for services given under the terms of his employment contract as Elder/Leader of the Church, and not for his role as Trustee. All trustees are volunteers who give their time and expertise without charge.

15.2 Trustees' expenses

In the period no trustee expenses have been incurred.

Type of expenses reimbursed	2023 £	2022 £
Subsistence	-	-
Office Expenditure	-	-
Training	-	-
TOTAL	-	-

Number of trustees reimbursed for expenses or who had expenses paid by the charity: 0
(2022: 0)

15.3 Transactions with related parties

The total amount of donations received in the period without conditions from all Trustees was £18,060 (2022: £18,060). There were no outstanding balances with related parties as at 31 March 2023 (2022: £nil).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2023

Note 16 **Reconciliation of net income/(expenditure) to net cash flow
from operating activities**

	2023	2022
	£	£
Net (expenditure) for the reporting period	(5,249)	1,249
Adjustments for:		
Depreciation charges	3,713	972
Interest received on cash deposits	(17)	(68)
(Increase) / decrease in debtors	(7,258)	(19,072)
Increase / (decrease) in creditors	4,919	(917)
Net cash provided by (used in) operating activities	(3,892)	(17,836)

Note 17 **Charitable Company Status**

The charity does not have a share capital as the liabilities of its members are limited to the guarantee up to a maximum of £1 each.



Section A

Independent Examiner's Report

Report to the trustees

GRACE CHURCH TRURO

On accounts for the year
ended

31st MARCH 2023

Charity no
(if any)

1138212

Set out on pages

2 - 26

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended **31 / 03 / 2023**.

Responsibilities and
basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust'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 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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 accounts to be reached.

Signed:

Date:

23/03/2024

Name:

REBECCA THOMAS

Relevant professional
qualification(s) or body
(if any):

FCCA

Address:

82 TREVERBYN ROAD, FALMOUTH, CORNWALL
TR11 5BS

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Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

Large empty rectangular box for providing details of items to disclose.

GRACE CHURCH, TRURO

England & Wales - Charity number 1138212

Accounts

Grace Church

GRACE CHURCH TRURO
Report and Financial Statements
Year ended 31 March 2022

Company Number: 07328613

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022

DIRECTORS' REPORT

The directors present their report and the unaudited financial statements for the year ended 31 March 2022.

The financial statements comply 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 in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

OBJECTIVES, ACTIVITIES AND PUBLIC BENEFIT

The main areas of charitable activity of Grace Church Truro are to advance the Christian faith and the provision of relief, education and assistance for persons in conditions of need, hardship or distress. In order to achieve this, the objects of the company are as follows:

- to advance the Christian faith by such means as the Company shall determine from time to time.
- to relieve persons who are in conditions of need, hardship or distress as a result of local or international disaster, or by reason of their social, medical or economic circumstances.
- to advance education in family life, in marriage and family relationships, in particular, but not exclusively, by the organisation of courses for the teaching of skills and parenthood.
- to advance Christian religious education and training.

The main activities undertaken in relation to the Charity's purposes are:

- **Pastoral care & gifts to those in need:** By this we simply mean "looking after people". Whether this is through organising our network of community groups (midweek smaller groups), equipping through teaching or direct intervention with individuals through either personal or financial resources our aim is to build up and serve people to live life to the fullest.
- **Sunday meetings & related activity:** Gathering together is an expression of the friendship that we have as part of the Christian faith. It is also a means by which people who have never experienced the Christian life can be introduced to it and be helped to take next steps to follow Jesus should they so wish. Due to the Covid-19 pandemic, physically meeting together was not possible for much of this year, however remote alternatives were put in place.
- **Outreach & community projects:** An imperative of the Christian faith is to reach out to those who don't know Jesus. We believe that there is good news to be shared. In this area we are seeking not only to organise and equip but in addition explore ways in which we can make a material difference to the lives of the wider community around us. We recognise this is a key area for growth.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022

Objectives and Activities *cont*

When planning our activities for the year, the Directors and Leadership of the charity have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The review of activities in this report reflects how we have implemented this through a range of activities which we consider to be in line with both this guidance and our objectives.

Grace Church Truro is a dynamic, growing church with a vision to bring help not just to its members but also the local area, Cornwall and the UK. The directors recognise, and are sincerely grateful for, the volunteers who contribute so much to all that happens in the life of the church. Every week up to 50 volunteers are active in the Church to build community, help those in need and help organise gatherings to come together and worship Jesus Christ.

REVIEW OF THE YEAR'S ACTIVITIES

Staff

Staffing within the year ending 31st March 2022 remained stable. Matt Leach and Andrew Sampson remained on staff for 5 days per week; with Rachel Bennetts working 1.5 days per week.

Church family

Alongside introducing people to the Christian faith, a principle aim of Grace Church is seeing people equipped "for works of service". In other words, to play their part in society as a whole through their paid work, their leisure, their relationships – in fact, their whole life!

All are welcome to attend our regular Sunday services, which returned to being conducted in person, as well as being broadcast on Zoom for those unable to attend. As well as Sunday meetings, church members meet midweek in community groups where the day-to-day life of the church is worked out. These groups are 'open' communities where anyone can belong and also begin to outwork the vision and values of the church in every aspect of their lives. We place our prime emphasis on discipleship and seek to 'learn from the master', Jesus.

Grace Church continues to enjoy a close relationship with our wider family of churches, Advance. As part of this, Andrew Sampson continues to hold a role on the national leadership team for Advance UK, as well as continuing to focus Advance churches across Devon & Cornwall. We see this as an exciting outworking of our vision to be a church that functions as a sending and resourcing base for other churches in the region.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022

Living with Vision

At various points in the life of the church, the Elders cast a vision to the Church. Describing a vision as 'a compelling picture of what the future might be like', Grace Church has embarked on praying for and seeking God's work in a number of areas.

This continually needs prayer. The Church continued to prioritise gathering together to pray with organised meetings each month in the evening and daytime, and weekly occasions on a Sunday morning. Twice a year, the church gathers for a week of prayer across the city.

Activities throughout the year in line with this vision are set out below:

- **Lives changed by the gospel**

Each of our Sunday morning preaching series throughout the year aimed to connect the Christian faith to everyday life as well as being an opportunity for enquirers to find out more.

The elders continued to gather with our community group leaders remotely on a bi-termly basis, for evenings of training and envisioning.

Our childrens work returned alongside our main meetings, and our childrens workers continue to cater to the needs of the children amongst us, whether in person or online.

- **Connecting our friends with the gospel**

We are focused on encouraging every member of the church to see themselves on the missionary frontline and share the gospel with others as they have opportunity.

Our Christmas carol service returned to being celebrated live and in person, with many members of the community not normally associated with the church being able to join with us to celebrate the festive season.

- **Job Club: turning around material prospects**

We continued supporting the Job Club in partnership with Christians Against Poverty (CAP) working primarily (but not exclusively) with those who have been helped through the CAP debt advice service.

- **Falmouth Church plant**

Since launching the Falmouth church plant in 21st May 2017, the Anchor of Hope team has continued to pursue the vision to grow a church that consists of multiplying house congregations which only gather as a whole church on a monthly basis.

- **Working with other churches**

We believe in the biblical principle of partnership and are committed to partnering with other like-minded churches where we can.

We are an active member of Churches Together in Truro, which is the main church ecumenical body in the city and part of Churches Together in Britain and Ireland. Every Churches Together executive meeting had at least one representative from

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022

Grace Church and Andrew Sampson attended the monthly Truro ministers' prayer meetings hosted by the Methodist Church.

Grace Church is also a partner church of Advance, an international movement of churches that exists to advance the gospel through planting and strengthening churches.

- **Expressing God's generosity**

Over the year the charity has made several gifts to other charitable causes to directly pursue its objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Financial Review

Incoming resources

Total incoming resources for the year ending 31 March 2022 were £153,360. This included donations and gift aid totaling £153,292 from church members, the principal source of funds for the charity.

Resourced expended

Total resources expended were £152,111.

Funds and Balance Sheet

Total unrestricted funds are £94,003 (of which £42,329 is undesignated) and restricted funds are £42,016 at the year end.

Reserves policy

The directors review the charity's reserves policy regularly in the light of Charity Commission guidance. There are three categories of reserves held.

General funds are undesignated.

Designated funds arise from the setting aside of some general giving against the identified needs in line with the Charity's objectives:

- To maintain a fund with which to be able to assist members of the church in need
- To maintain an operational costs contingency
- To set aside 10% of unrestricted income each year to distribute as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Restricted funds arise where gifts are received for specific purposes. Expenditure is distributed in line with these requirements.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022

Investment policy

In keeping with the reserves policy, funds are maintained to meet foreseeable recurring expenditure. The Charity does not hold substantial investments, nor does it judge it appropriate to do so.

In order to achieve slightly higher interest rates than those associated with the charity's current account, as well as distribute the funds across different accounts, standard deposit accounts and fixed-rate deposit (or bonds) of six or 12 month periods may be used to maximise interest whilst keeping all funds in cash. The choice of such accounts is aimed at maximising interest whilst maintaining the necessary degree of access.

Consideration is also given to ethical and environmental issues in choosing investment institutions.

Internal control and risk management

The directors have overall responsibility for Grace Church Truro's system of internal control. Such a system can provide only reasonable and not absolute assurance against errors or frauds. There is a clear delegation of the directors' authority through the Eldership to the rest of the church.

Grace Church operates a planning and budgeting system with an annual budget approved by the board of directors. Significant changes are subject to specific approval. A financial reporting system compares results with the budget on a quarterly basis.

The directors are satisfied that systems are in place to monitor, manage and mitigate Grace Church Truro's exposure to major risks. A risk register has been created to help track and manage the most significant risks that could impact the charity. Each risk is reviewed at least once a year by a subcommittee of the directors. The directors have put in place controls to protect against the identified risks and where the risk level is deemed to be unacceptable, additional controls are being implemented. Risk management is a dynamic process and the directors ensure that new risks are addressed as they arise.

The directors recognise that the nature of some of the charity's work requires active acceptance and management of some risks when undertaking activities to achieve the objectives of the charity.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022

Structure, Governance and Management

Grace Church Truro was incorporated on 28 July 2010 as a company limited by guarantee and registered as a charity on 29 September 2010.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The directors, who meet at least four times a year, are responsible for ultimate strategic decisions, recognising the oversight of the Church rests with the Elders. The directors are regarded as the trustees of the charity for the purpose of the Charities Act 1993.

Directors are appointed at the Annual General Meeting. The directors may also appoint a director to serve until the next Annual General Meeting, at which time he or she would cease to hold office but would be eligible for election.

The directors monitor finance, risk management, human resource management, facilities management, health and safety and safeguarding.

The Eldership of the Church oversees the achievement of the objectives of the charity, day-to-day operational decisions and the co-ordination and direction of Grace Church Truro's work. Progress is monitored regularly by the directors.

The directors are members of the church and bring experience and expertise in business, accounting, and leadership and as trustees in previous churches. Training is provided to board members as required.

Using information from Advice for the Voluntary Sector (AfVS), we have developed an induction checklist that to ensure that new directors are given access to all necessary information to fully understand the role and responsibilities of being a Trustee. The checklist also covers the administrative records that need to be updated when a new person is appointed.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022

Reference and Administrative details

Charity name Grace Church Truro
Registered charity number 1138212
Charity's principal address and Registered Office 5 Grenville Road
Truro
TR1 3TJ

Trustee & Directors

Matthew Leach
Chris Ward
Paul Williams
Talan Archbold
Judy Pyke
Robert Gilliland
Benjamin Mumford – Appointed on 27th September 2022
Kathryn Nichols – Appointed on 27th September 2022

Elders Andrew Sampson
Matthew Leach
Benjamin Sewell
John Peters

Registered Company Number 07328613

Bankers National Westminster Bank
2-4 Nicholas Street
Truro TR1 2RN

Stewardship Services (UKET) Ltd
1 Lamb's Passage
London EC1Y 8AB


CAF (Scottish Widows Bank plc)
67 Morrison Street
Edinburgh EH3 8YJ

Website www.gracetruro.org

**GRACE CHURCH TRURO
REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2022**

The directors declare that they have approved the report above.

Signed on behalf of the charity's directors:


Full names: Talan Archbold


Matt Leach

Position: Treasurer

Trustee

Date: 29/3/23

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

	Note	Unrestricted funds £	Restricted income funds £	2022 Total £	2021 Total £
Income and endowments from:	3				
Donations		127,219	26,073	153,292	157,925
Charitable activities		-	-	-	-
Investments		68	-	68	117
Government grants		-	-	-	1,797
Other		-	-	-	200
Total		127,287	26,073	153,360	160,039
Expenditure on:	4				
Charitable activities		126,883	25,228	152,111	136,908
Total		126,883	25,228	152,111	136,908
Net income/(expenditure)		404	845	1,249	23,132
Transfers between funds		-	-	-	-
Net movement in funds		404	845	1,249	23,132
Reconciliation of funds:					
Total funds brought forward		93,599	41,171	134,770	111,638
Total funds carried forward	13	94,003	42,016	136,019	134,770

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

BALANCE SHEET AS AT 31 MARCH 2022

	Note	Unrestricted funds £	Restricted income funds £	2022 Total £	2021 Total £
Fixed assets					
Tangible assets	8	2,645	-	2,645	885
Total Fixed Assets		2,645	-	2,645	817
Current assets					
Debtors	9	46,937	6,978	53,914	34,842
Cash at bank and in hand	10	49,599	35,038	84,637	105,138
Total Current Assets		96,536	42,016	138,551	139,980
Creditors: amounts falling due within one year	11	(5,177)	-	(5,177)	(6,095)
Net current assets		91,358	42,016	133,374	133,885
Total net assets		94,003	42,016	136,019	134,770
Funds of the Charity					
Restricted income funds	13	-	42,016	42,016	41,171
Unrestricted funds	13	94,003	-	94,003	93,599
Total charity funds		94,003	42,016	136,019	134,770

For the year ending 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes at pages 13 to 29 form part of these accounts

Approved by the directors, and signed on their behalf by, and authorised for issue on

29/03/23

Mr T Archbold



Treasurer

Mr M Leach



Trustee

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2022

	Note	2022 Total £	2021 Total £
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	16	<u>(17,836)</u>	<u>2,306</u>
Cash flows from investing activities:			
Interest received on cash deposits		68	117
Purchase of equipment		<u>(2,733)</u>	<u>(408)</u>
Net cash provided by (used in) investing activities		<u>(2,665)</u>	<u>(291)</u>
Change in cash and cash equivalents in the reporting period		(20,501)	2,015
Cash and cash equivalents at the beginning of the reporting period		105,136	103,119
Cash and cash equivalents at the end of the reporting period	10	<u>84,637</u>	<u>105,136</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 1 **Basis of preparation**

1.1 Basis of accounting

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The accounts 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 in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

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

1.2 Going concern

Despite the ongoing uncertainties in relation to the Covid-19 pandemic, the directors consider that there is no significant doubt on the charity's ability to continue as a going concern, whether in relation to the ongoing pandemic, or other potential events or conditions.

1.3 Change of accounting policy

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 2.

1.4 Changes to accounting estimates

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).

1.5 Material prior year errors

No material prior year error have been identified in the reporting period (3.47 FRS 102 SORP).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 2 Accounting policies

2.1 INCOME

Recognition of income These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Offsetting There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Grants and donations Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

Tax reclaims on donations and gifts Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Support costs The charity has incurred expenditure on support costs.

Volunteer help Given the absence of a reliable measurement basis, the value of any voluntary help received is not included in the accounts. The nature and scale of the role played by general volunteers is described in the trustees' annual report.

Income from interest This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

2.2 EXPENDITURE AND LIABILITIES

Liability recognition Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Governance and support costs Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg staff costs by the time spent and other costs by their usage.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 2 Accounting policies

Pension cost	The charity operates a defined contribution pension scheme. Contributions payable to the pension scheme are charged to the Income and Expenditure account in the period to which they relate.
Redundancy cost	The charity made no redundancy payments during the reporting period.
Deferred income	No material item of deferred income has been included in the accounts.
Creditors	The charity has creditors which are measured at settlement amounts less any trade discounts.
Provisions for liabilities	A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.
Basic financial instruments	The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.

2.3 ASSETS

Tangible fixed assets for use by charity	<p>These are capitalised if they can be used for more than one year, and cost at least £100.</p> <p>They are valued at cost.</p> <p>The depreciation rates and methods used are disclosed in note 9.</p>
Debtors	Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.
Current asset investments	<p>The charity has investments which it holds for resale or pending their sale and cash and cash equivalents with a maturity date less than one year. These include cash on deposit and cash equivalents with a maturity date of less than one year held for investment purposes rather than to meet short term cash commitments as they fall due.</p> <p>They are valued at fair value except where they qualify as basic financial instruments.</p>
Financial instruments	The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Note 3 Analysis of income

	Analysis	Unrestricted funds £	Restricted income funds £	2022 Total £	2021 Total £
Donations and legacies:	Donations and gifts	110,539	23,930	134,469	135,882
	Gift Aid	16,680	2,143	18,823	22,043
	Total	127,219	26,073	153,292	157,925
Income from investments:	Interest income	68	-	68	117
	Total	68	-	68	117
Other:	Gain on disposal of a tangible fixed asset held for charity's own use	-	-	-	200
	Government Grant	-	-	-	1,797
	Total	-	-	-	1,997
TOTAL INCOME		127,287	26,073	153,360	160,039

Other information:

All income in the prior year was
unrestricted except for:

£33,190 Donations and £2,903 Gift Aid

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Note 4 Analysis of expenditure

Activity or programme	Unrestricted funds	Restricted income funds	2022 Total	2021 Total
	£	£	£	£
Expenditure on charitable activities				
Pastoral Care & gifts to those in need	57,690	8,890	66,581	60,575
Sunday Meetings & related activity	32,273	2,710	34,983	26,381
Outreach & community projects	36,710	13,838	50,548	49,952
TOTAL EXPENDITURE	126,883	25,228	152,111	136,908

Analysis of expenditure on charitable activities

Activity or programme	Activities undertaken directly	Support Costs	2022 Total	2021 Total
	£	£	£	£
Pastoral Care & gifts to those in need	4,764	61,816	66,581	60,575
Sunday Meetings & related activity	13,018	21,965	34,983	26,381
Outreach & community projects	24,020	26,528	50,548	49,952
Total	41,802	110,310	152,111	136,908

Prior year expenditure on charitable activities can be analysed as follows:

Activity or programme	Activities undertaken directly	Support Costs	2021 Total
	£	£	£
Pastoral Care & gifts to those in need	4,909	55,666	60,575
Sunday Meetings & related activity	2,808	23,573	26,381
Outreach & community projects	17,064	32,888	49,952
	24,780	112,127	136,908

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Note 5

Support Costs

Support cost	Pastoral £	Sunday £	Outreach £	2022 Total £	Basis of allocation
Governance	345	345	345	1,036	Equally
Staff Costs	60,260	21,135	25,699	107,094	Staff Hours
Office Expenses	1,211	484	484	2,180	Staff Hours
Total	61,816	21,965	26,528	110,310	

Support costs are allocated primarily on the basis of staff time, as this is the best indication of where resources are expended. Staff costs are apportioned directly: each employee's costs according to the staff hours spent on each activity across an average week. Office Expenses are apportioned generally: according to total number of staff hours spent on each activity. Governance costs are allocated equally across the three activities.

Note 6

Details of certain items of expenditure

Fees for examination of the accounts	2022	2021
	£	£
Independent examiner's fees	300	300
Tax advisory fees	-	-
Other fees paid to the independent examiner	-	-

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 6 Paid employees

6.1 Staff Costs

	2022	2021
	£	£
Salaries and wages	94,874	93,431
Social security costs	4,667	4,449
Pension costs (defined contribution scheme)	6,714	6,440
Other employee benefits	840	405
Total staff costs	107,095	104,725

Expenditure on staff working for the charity whose contracts are with and are paid by a related party:

£nil (2021: £nil)

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

Total amount paid to key management personnel (includes trustees and senior management) for their services to the charity:

£87,906 (2021: £76,544)

6.2 Average head count in the year

	2022	2021
	Number	Number
Fundraising	-	-
Charitable Activities	4	4
Governance	-	-
Other	-	-
Total	4	4

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 7 **Defined contribution pension scheme**

Amount of contributions recognised in the SOFA as an expense: £6,714 (2021: £6,440).

Grace Church Truro contributes 7% of employee's salaries to the scheme.

£6,320 of pension expenses are allocated to unrestricted funds, as the majority of staff resources were expended on unrestricted fund activities during the year. £394 was allocated to the Falmouth Church Plant restricted fund to represent the staff time spent on this project.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Note 8 Tangible fixed assets

8.1 Cost or valuation

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
At 1 April 2021	4,435	1,933	6,368
Additions	-	2,733	2,733
Disposals	-	-	-
At 31 March 2022	4,435	4,666	9,101

8.2 Depreciation and impairments

Straight Line ("SL") or Reducing Balance ("RB")	RB	SL	Total
Rate	25%	3 years	£
At 1 April 2021	3,822	1,661	5,482
Disposals	-	-	-
Depreciation	153	819	972
At 31 March 2022	3,975	2,480	6,454

8.3 Net book value

At 31 March 2022	459	2,185	2,644
At 31 March 2021	613	272	885

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Note 9 Debtors and prepayments

	2022	2021
	£	£
Prepayments and accrued income	53,914	34,842
	<u>53,914</u>	<u>34,842</u>

Note 10 Cash at bank and in hand

	2022	2021
	£	£
Short term deposits	20,354	20,346
Cash at bank and on hand	64,283	84,790
	<u>84,637</u>	<u>105,136</u>

Cash at bank and in hand is held to meet short-term cash commitments as they fall due, rather than for investment purposes.

All short term deposits at the year end were held in the form of cash deposits.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 11 Creditors and accruals

	Amounts falling due within one year	
	2022	2021
	£	£
Trade creditors	-	405
Accruals and deferred income	600	600
Pension	638	1,719
PAYE	1,032	2,354
Wages	-	-
Credit card	2,908	1,017
	5,178	6,095

Note 12 Fair value of assets and liabilities

The Directors do not deem the Charity to be exposed to any material credit risk (the risk of incurring a loss due to a debtor not paying what is owed) , liquidity risk (the risk of not being able to meet short term financial demands) or market risk (the risk that the value of an investment will fall due to changes in the market) arising from financial instruments to which the charity is exposed at the end of the reporting period.

There is no change in the fair value of basic financial instruments (debtors, creditors, investments (see section 11, FRS 102 SORP)) measured at fair value through the SoFA that is attributable to changes in credit risk.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Note 13 Charity funds

1 Details of material funds held and movements during the year ending 31 March 2021

• Key: R - restricted income funds, including special trusts, of the charity, and U - unrestricted funds

Fund names	Type	Purpose and Restrictions	Fund balances brought forward 1 April 2021		Income	Expenditure		Transfers	Fund balances carried forward 31 March 2022	
			£	£		£	£		£	£
General Fund	UR	General purpose	43,435	127,287	(115,665)	(12,729)	42,329			
Designated - In Need	UR	Set aside for Pastoral Needs	11,979	-	-	-	11,979			
Designated - Operation Costs	UR	Three month operational contingency	18,000	-	-	-	18,000			
Designated - Falmouth Church Plant	UR	Set aside proportion of giving for Falmouth Church Plant	15,775	-	-	-	15,775			
Designated - Giving	UR	Set aside 10% of unrestricted income in year. To be distributed as gifts to other charitable causes in line with Charity's Objectives	4,409	-	(11,219)	12,729	5,920			
Restricted - Church Planting	R	Donations made specifically to facilitate future church planting activities	3,750	-	-	-	3,750			
Restricted - Falmouth Church Plant	R	Donations made specifically for Church Planting endeavours in Falmouth and related expenditure	17,011	18,360	(16,352)	-	19,019			
Restricted - Impact	R	Donations made to annual Impact Training Scheme (practical & theological training internship programme) and related expenditure	4,789	465	(1,105)	-	4,149			
Restricted - In Need	R	Donations to meet specific pastoral needs	4,350	720	(4,327)	-	743			
Restricted - Building	R	Donations made to fund future buildings	-	50	-	-	50			
Restricted - Social Action	R	Donations made to fund social action work	6,543	485	-	-	7,028			
Restricted - Job Club	R	Funding received to establish Job Club and related expenditure.	1,000	-	-	-	1,000			
Restricted - Ukraine	R	Donations made to assist those in need in Ukraine	-	4,500	-	-	4,500			
Restricted - Parthowan	R	Donations made towards work in Parthowan	-	1,493	(128)	-	1,365			
Restricted - Website development	R	Funding received from the Templeton Foundation for the development of Grace Church website	239	-	-	-	239			
Restricted - Newday	R	Donations made specifically to help fund youth event "Newday" and related expenditure	3,489	-	(3,316)	-	173			
Total Funds			134,769	153,360	(152,111)	-	136,019			

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 14 Charity funds (cont)

14.1 Transfers between funds

	Reason for transfer	Amount
Between unrestricted and restricted funds	To meet any shortfall between donations received for a specific purpose, and resources actually expended on that purpose.	2022: £0 2021: £0

14.2 Designated funds

Planned use	Purpose of the designation	Amount
Individuals in Need	Funds set aside each year from General Funds against pastoral needs within the Church to be administered as the leaders' discretion. Any money undistributed at year end held in Designated Fund for future needs.	2022: £11,979 2021: £11,979
Operational Costs	Three month operational contingent fund in the event of unexpected loss in income	2022: £18,000 2021: £18,000
Church Planting	To help future Church Planting endeavours	2022: £0 2021: £0
Falmouth Church Plant	This fund sets aside a proportion of general donations to help fund the Falmouth Church Plant	2022: £15,775 2021: £15,775
Giving	This fund sets aside 10% of unrestricted income each year which is distributed as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.	2022: £5,882 2021: £4,409

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 15 Transactions with trustees and related parties

15.1 Trustee remuneration and benefits

In the period the charity has paid trustees remuneration and benefits.

		Amounts paid or benefit value			2021 TOTAL
		Remuneration	Pension contribution	2022 TOTAL	
Name of trustee	Legal authority	£	£	£	£
Matthew Leach	Articles of Association	40,768	1,329	42,098	39,845

Payment was made entirely for services given under the terms of his employment contract as Elder/Leader of the Church, and not for his role as Trustee. All trustees are volunteers who give their time and expertise without charge.

15.2 Trustees' expenses

In the period no trustee expenses have been incurred.

Type of expenses reimbursed	2022 £	2021 £
Subsistence	-	-
Office Expenditure	-	-
Training	-	-
TOTAL	-	-

Number of trustees reimbursed for expenses or who had expenses paid by the charity: 0 (2021: 0)

15.3 Transactions with related parties

The total amount of donations received in the period without conditions from all Trustees was £18,060 (2021: £13,500). There were no outstanding balances with related parties as at 31 March 2022 (2021: £nil).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

Note 16 Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2022	2021
	£	£
Net (expenditure) for the reporting period	1,249	23,130
Adjustments for:		
Depreciation charges	972	340
Interest received on cash deposits	(68)	(117)
(Increase) / decrease in debtors	(19,072)	(22,043)
Increase / (decrease) in creditors	(917)	998
Net cash provided by (used in) operating activities	<u>(17,836)</u>	<u>2,308</u>

Note 17 Charitable Company Status

The charity does not have a share capital as the liabilities of its members are limited to the guarantee up to a maximum of £1 each.



Section A Independent Examiner's Report

Report to the trustees GRACE CHURCH TRURO

On accounts for the year ended 31/03/2022 Charity no (if any) 1138212

Set out on pages 1 - 26

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended

Responsibilities and basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust'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 Act.

Independent examiner's statement

[The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of [insert name of applicable listed body]]. Delete [] if not applicable.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination (other than that disclosed below *) which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
• the accounts did not accord with the accounting records; or
• the accounts did 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 accounts to be reached.

* Please delete the words in the brackets if they do not apply.

Signed: [Signature]

Date: 30/03/2023

Name: MRS REBECCA CLARE THOMAS

Relevant professional qualification(s) or body FCCA

(if any):

Address:

THE OLD CARRIAGE WORKS
MORESK ROAD, TRURO
TR1 1DG

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

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GRACE CHURCH, TRURO

England & Wales - Charity number 1138212

Accounts

Grace Church

GRACE CHURCH TRURO
Report and Financial Statements
Year ended 31 March 2021

Company Number: 07328613

GRACE CHURCH TRURO
Report and Financial Statements
Year ended 31 March 2021

Company Number: 07328613

THURSDAY



AB0YFZRF

A09 31/03/2022 #138
COMPANIES HOUSE

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021

DIRECTORS' REPORT

The directors present their report and the unaudited financial statements for the year ended 31 March 2021.

The financial statements comply 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 in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

OBJECTIVES, ACTIVITIES AND PUBLIC BENEFIT

The main areas of charitable activity of Grace Church Truro are to advance the Christian faith and the provision of relief, education and assistance for persons in conditions of need, hardship or distress. In order to achieve this, the objects of the company are as follows:

- to advance the Christian faith by such means as the Company shall determine from time to time.
- to relieve persons who are in conditions of need, hardship or distress as a result of local or international disaster, or by reason of their social, medical or economic circumstances.
- to advance education in family life, in marriage and family relationships, in particular, but not exclusively, by the organisation of courses for the teaching of skills and parenthood.
- to advance Christian religious education and training.

The main activities undertaken in relation to the Charity's purposes are:

- **Pastoral care & gifts to those in need:** By this we simply mean "looking after people". Whether this is through organising our network of community groups (midweek smaller groups), equipping through teaching or direct intervention with individuals through either personal or financial resources our aim is to build up and serve people to live life to the fullest.
- **Sunday meetings & related activity:** Gathering together is an expression of the friendship that we have as part of the Christian faith. It is also a means by which people who have never experienced the Christian life can be introduced to it and be helped to take next steps to follow Jesus should they so wish. Due to the Covid-19 pandemic, physically meeting together was not possible for much of this year, however remote alternatives were put in place.
- **Outreach & community projects:** An imperative of the Christian faith is to reach out to those who don't know Jesus. We believe that there is good news to be shared. In this area we are seeking not only to organise and equip but in addition explore ways in which we can make a material difference to the lives of the wider community around us. We recognise this is a key area for growth.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021

Objectives and Activities cont

When planning our activities for the year, the Directors and Leadership of the charity have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. The review of activities in this report reflects how we have implemented this through a range of activities which we consider to be in line with both this guidance and our objectives.

Grace Church Truro is a dynamic, growing church with a vision to bring help not just to its members but also the local area, Cornwall and the UK. The directors recognise, and are sincerely grateful for, the volunteers who contribute so much to all that happens in the life of the church. Every week up to 50 volunteers are active in the Church to build community, help those in need and help organise gatherings to come together and worship Jesus Christ.

REVIEW OF THE YEAR'S ACTIVITIES

Staff

Staffing within the year ending 31st March 2021 remained relatively stable, compared with previous years. Matt Leach and Andrew Sampson remained on staff for 5 days per week; with Rachel Bennetts working 1 day per week. During the year, Rachel Bennetts went on maternity for 3 months, with Rebecca Thorns coming onto staff to cover for that period.

Church family

Alongside introducing people to the Christian faith, a principle aim of Grace Church is seeing people equipped "for works of service". In other words, to play their part in society as a whole through their paid work, their leisure, their relationships – in fact, their whole life!

All are welcome to attend our regular Sunday services, which were broadcast on Zoom & Facebook live for much of the year, as restrictions on meeting in person were in place. As well as Sunday meetings, when possible, church members meet midweek in community groups where the day-to-day life of the church is worked out. These groups are 'open' communities where anyone can belong and also begin to outwork the vision and values of the church in every aspect of their lives. We place our prime emphasis on discipleship and seek to 'learn from the master', Jesus. Of course, as with much else in daily life, these meetings were made more difficult to arrange with the restrictions on social gatherings in place.

Following on from last year, Grace Church continues to enjoy a close relationship with our wider family of churches, Advance. As part of this, Andrew Sampson continues to hold a role on the national leadership team for Advance UK, as well as continuing to focus Advance churches across Devon & Cornwall. We see this as an exciting outworking of our vision to be a church that functions as a sending and resourcing base for other churches in the region.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021

Living with Vision

At various points in the life of the church, the Elders cast a vision to the Church. Describing a vision as 'a compelling picture of what the future might be like', Grace Church has embarked on praying for and seeking God's work in a number of areas.

This continually needs prayer. The Church continued to prioritise gathering together to pray with organised meetings each month in the evening and daytime, and weekly occasions on a Sunday morning. Twice a year, the church gathers for a week of prayer across the city. Prayer meetings were arranged remotely when meeting in person was not possible.

Activities throughout the year in line with this vision are set out below:

- **Lives changed by the gospel**

Each of our Sunday morning preaching series throughout the year aimed to connect the Christian faith to everyday life as well as being an opportunity for enquirers to find out more.

In September 2020 we took on two interns – Euan Chan & Freya Umataliev – for a year focused on investing in her spiritual growth.

The elders continued to gather with our community group leaders remotely on a bi-termly basis, for evenings of training and envisioning.

For much of the year, our normal childrens work was not possible, as restriction did not allow for the gathering of people. However, our childrens workers proved flexible, and to the fullest extent possible, created online opportunities for gatherings.

- **Connecting our friends with the gospel**

We are focused on encouraging every member of the church to see themselves on the missionary frontline and share the gospel with others as they have opportunity.

Our Christmas carol service took place again this year, albeit pre-recorded and broadcast on Facebook Live.

- **Job Club: turning around material prospects**

We continued supporting the Job Club in partnership with Christians Against Poverty (CAP) working primarily (but not exclusively) with those who have been helped through the CAP debt advice service.

- **Falmouth Church plant**

Since launching the Falmouth church plant in 21st May 2017, the Anchor of Hope team has continued to pursue the vision to grow a church that consists of multiplying house congregations which only gather as a whole church on a monthly basis.

- **Working with other churches**

We believe in the biblical principle of partnership and are committed to partnering with other like-minded churches where we can.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021

We are an active member of Churches Together in Truro, which is the main church ecumenical body in the city and part of Churches Together in Britain and Ireland. Every Churches Together executive meeting had at least one representative from Grace Church and Andrew Sampson attended the monthly Truro ministers' prayer meetings hosted by the Methodist Church.

Grace Church is also a partner church of Advance, an international movement of churches that exists to advance the gospel through planting and strengthening churches.

- **Expressing God's generosity**

Over the year the charity has made several gifts to other charitable causes to directly pursue its objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Financial Review

Incoming resources

Total incoming resources for the year ending 31 March 2021 were £160,039. This included donations and gift aid totaling £157,925 from church members, the principal source of funds for the charity.

Resourced expended

Total resources expended were £136,908.

Funds and Balance Sheet

Total unrestricted funds are £93,597 (of which £43,435 is undesignated) and restricted funds are £41,171 at the year end.

Reserves policy

The directors review the charity's reserves policy regularly in the light of Charity Commission guidance. There are three categories of reserves held.

General funds are undesignated.

Designated funds arise from the setting aside of some general giving against the identified needs in line with the Charity's objectives:

- To maintain a fund with which to be able to assist members of the church in need
- To maintain an operational costs contingency
- To set aside 10% of unrestricted income each year to distribute as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.

Restricted funds arise where gifts are received for specific purposes. Expenditure is distributed in line with these requirements.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021

Investment policy

In keeping with the reserves policy, funds are maintained to meet foreseeable recurring expenditure. The Charity does not hold substantial investments, nor does it judge it appropriate to do so.

In order to achieve slightly higher interest rates than those associated with the charity's current account, as well as distribute the funds across different accounts, standard deposit accounts and fixed-rate deposit (or bonds) of six or 12 month periods may be used to maximise interest whilst keeping all funds in cash. The choice of such accounts is aimed at maximising interest whilst maintaining the necessary degree of access.

Consideration is also given to ethical and environmental issues in choosing investment institutions.

Internal control and risk management

The directors have overall responsibility for Grace Church Truro's system of internal control. Such a system can provide only reasonable and not absolute assurance against errors or frauds. There is a clear delegation of the directors' authority through the Eldership to the rest of the church.

Grace Church operates a planning and budgeting system with an annual budget approved by the board of directors. Significant changes are subject to specific approval. A financial reporting system compares results with the budget on a quarterly basis.

The directors are satisfied that systems are in place to monitor, manage and mitigate Grace Church Truro's exposure to major risks. A risk register has been created to help track and manage the most significant risks that could impact the charity. Each risk is reviewed at least once a year by a subcommittee of the directors. The directors have put in place controls to protect against the identified risks and where the risk level is deemed to be unacceptable, additional controls are being implemented. Risk management is a dynamic process and the directors ensure that new risks are addressed as they arise.

The directors recognise that the nature of some of the charity's work requires active acceptance and management of some risks when undertaking activities to achieve the objectives of the charity.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021

Structure, Governance and Management

Grace Church Truro was incorporated on 28 July 2010 as a company limited by guarantee and registered as a charity on 29 September 2010.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

The directors, who meet at least four times a year, are responsible for ultimate strategic decisions, recognising the oversight of the Church rests with the Elders. The directors are regarded as the trustees of the charity for the purpose of the Charities Act 1993.

Directors are appointed at the Annual General Meeting. The directors may also appoint a director to serve until the next Annual General Meeting, at which time he or she would cease to hold office but would be eligible for election.

The directors monitor finance, risk management, human resource management, facilities management, health and safety and safeguarding.

The Eldership of the Church oversees the achievement of the objectives of the charity, day-to-day operational decisions and the co-ordination and direction of Grace Church Truro's work. Progress is monitored regularly by the directors.

The directors are members of the church and bring experience and expertise in business, accounting, and leadership and as trustees in previous churches. Training is provided to board members as required.

Using information from Advice for the Voluntary Sector (AfVS), we have developed an induction checklist that to ensure that new directors are given access to all necessary information to fully understand the role and responsibilities of being a Trustee. The checklist also covers the administrative records that need to be updated when a new person is appointed.

GRACE CHURCH TRURO

REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021

Reference and Administrative details

Charity name Grace Church Truro
Registered charity number 1138212
Charity's principal address and Registered Office 5 Grenville Road
Truro
TR1 3TJ

Trustee & Directors

Matthew Leach
Chris Ward
Paul Williams
Talan Archbold
Judy Pyke
Robert Gilliland – Appointed 20 July 2021

Elders Andrew Sampson
Matthew Leach
Benjamin Sewell

Registered Company Number 07328613

Bankers National Westminster Bank
2-4 Nicholas Street
Truro TR1 2RN

Stewardship Services (UKET) Ltd
1 Lamb's Passage
London EC1Y 8AB

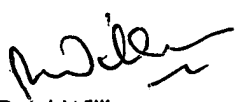
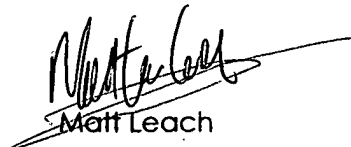
CAF (Scottish Widows Bank plc)
67 Morrison Street
Edinburgh EH3 8YJ

Website www.gracetruro.org

**GRACE CHURCH TRURO
REPORT OF THE DIRECTORS FOR THE YEAR ENDED 31 MARCH 2021**

The directors declare that they have approved the report above.

Signed on behalf of the charity's directors:

Full names:	 Paul Williams	 Matt Leach
Position:	Chair	Trustee
Date:	29/3/22	29/3/22

GRACE CHURCH TRURO - 07328613

**STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2021
INCOME AND EXPENDITURE ACCOUNT**

	Note	Unrestricted funds £	Restricted income funds £	2021 Total £	2020 Total £
Income and endowments from:	3				
Donations		121,833	36,093	157,926	173,874
Charitable activities		-	-	-	-
Investments		117	-	117	247
Government grants		1,797	-	1,797	-
Other		200	-	200	-
Total		123,947	36,093	160,040	174,121
Expenditure on:	4				
Charitable activities		113,593	23,315	136,908	144,973
Total		113,593	23,315	136,908	144,973
Net income/(expenditure)		10,354	12,778	23,132	29,148
Transfers between funds		-	-	-	-
Net movement in funds		10,354	12,778	23,132	29,148
Reconciliation of funds:					
Total funds brought forward		83,245	28,393	111,638	82,489
Total funds carried forward	13	93,599	41,171	134,770	111,638

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

BALANCE SHEET AS AT 31 MARCH 2021

	Note	Unrestricted funds £	Restricted income funds £	2021 Total £	2020 Total £
Fixed assets					
Tangible assets	8	885	-	885	817
Total Fixed Assets		885	-	885	817
Current assets					
Debtors	9	30,007	4,835	34,842	12,799
Cash at bank and in hand	10	68,800	36,336	105,136	103,119
Total Current Assets		98,807	41,171	139,978	115,918
Creditors: amounts falling due within one year	11	(6,095)	-	(6,095)	(5,096)
Net current assets		92,712	41,171	133,883	110,821
Total net assets		93,597	41,171	134,768	111,638
Funds of the Charity					
Restricted income funds	13	-	41,171	41,171	28,393
Unrestricted funds	13	93,597	-	93,597	83,245
Total charity funds		93,597	41,171	134,768	111,638

For the year ending 31 March 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476.

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

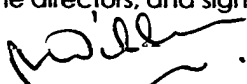
These accounts are prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to members of the company.

The notes at pages 13 to 29 form part of these accounts

Approved by the directors, and signed on their behalf by, and authorised for issue on

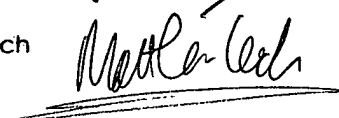
29/03/2022

Mr P Williams



Chair

Mr M Leach



Trustee

GRACE CHURCH TRURO - 07328613

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2021

	Note	2021 Total £	2020 Total £
Cash flows from operating activities:			
Net cash provided by (used in) operating activities	16	<u>2,310</u>	<u>34,560</u>
Cash flows from investing activities:			
Interest received on cash deposits		117	247
Purchase of equipment		(409)	-
Net cash provided by (used in) investing activities		<u>(292)</u>	<u>247</u>
Change in cash and cash equivalents in the reporting period		2,019	24,808
Cash and cash equivalents at the beginning of the reporting period		103,119	78,311
Cash and cash equivalents at the end of the reporting period	10	<u>105,138</u>	<u>103,119</u>

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 1 Basis of preparation

1.1 Basis of accounting

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The accounts 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 in October 2019 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and with the Charities Act 2011.

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

1.2 Going concern

Despite the ongoing uncertainties in relation to the Covid-19 pandemic, the directors consider that there is no significant doubt on the charity's ability to continue as a going concern, whether in relation to the ongoing pandemic, or other potential events or conditions.

1.3 Change of accounting policy

The accounts present a true and fair view and the accounting policies adopted are those outlined in note 2.

1.4 Changes to accounting estimates

No changes to accounting estimates have occurred in the reporting period (3.46 FRS 102 SORP).

1.5 Material prior year errors

No material prior year error have been identified in the reporting period (3.47 FRS 102 SORP).

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Note 2 Accounting policies

2.1 INCOME

Recognition of income	These are included in the Statement of Financial Activities (SoFA) when: <ul style="list-style-type: none">· the charity becomes entitled to the resources;· it is more likely than not that the trustees will receive the resources; and· the monetary value can be measured with sufficient reliability.
Offsetting	There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.
Grants and donations	Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).
Tax reclaims on donations and gifts	Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.
Support costs	The charity has incurred expenditure on support costs.
Volunteer help	Given the absence of a reliable measurement basis, the value of any voluntary help received is not included in the accounts. The nature and scale of the role played by general volunteers is described in the trustees' annual report.
Income from interest	This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

2.2 EXPENDITURE AND LIABILITIES

Liability recognition	Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.
Governance and support costs	Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg staff costs by the time spent and other costs by their usage.

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Note 2	Accounting policies
Pension cost	The charity operates a defined contribution pension scheme. Contributions payable to the pension scheme are charged to the Income and Expenditure account in the period to which they relate.
Redundancy cost	The charity made no redundancy payments during the reporting period.
Deferred income	No material item of deferred income has been included in the accounts.
Creditors	The charity has creditors which are measured at settlement amounts less any trade discounts.
Provisions for liabilities	A liability is measured on recognition at its historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.
Basic financial instruments	The charity accounts for basic financial instruments on initial recognition as per paragraph 10.7 FRS 102 SORP. Subsequent measurement is as per paragraphs 11.17 to 11.19, FRS 102 SORP.
2.3 ASSETS	
Tangible fixed assets for use by charity	<p>These are capitalised if they can be used for more than one year, and cost at least £300.</p> <p>They are valued at cost.</p> <p>The depreciation rates and methods used are disclosed in note 9.</p>
Debtors	Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.
Current asset investments	<p>The charity has investments which it holds for resale or pending their sale and cash and cash equivalents with a maturity date less than one year. These include cash on deposit and cash equivalents with a maturity date of less than one year held for investment purposes rather than to meet short term cash commitments as they fall due.</p> <p>They are valued at fair value except where they qualify as basic financial instruments.</p>
Financial instruments	The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 3		Analysis of income				
	Analysis	Unrestricted funds £	Restricted income funds £	2021 Total £	2020 Total £	
Donations and legacies:	Donations and gifts	102,691	33,190	135,881	145,669	
	Gift Aid	19,142	2,903	22,045	28,205	
	Total	121,833	36,093	157,926	173,874	
Income from investments:	Interest income	117	-	117	247	
	Total	117	-	117	247	
Other:	Gain on disposal of a tangible fixed asset held for charity's own use	200	-	200	-	
	Government Grant	1,797	-	1,797	-	
	Total	1,997	-	1,997	-	
TOTAL INCOME		123,947	36,093	160,040	174,121	

Other information:

All income in the prior year was unrestricted except for: £39,403 Donations and £5,308 Gift Aid

GRACE CHURCH TRURO - 07328613

**NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

Note 4 Analysis of expenditure

Activity or programme	Unrestricted funds	Restricted income funds	2021 Total	2020 Total
	£	£	£	£
Expenditure on charitable activities				
Pastoral Care & gifts to those in need	51,815	8,760	60,575	54,475
Sunday Meetings & related activity	23,095	3,286	26,381	34,141
Outreach & community projects	38,683	11,269	49,952	56,357
TOTAL EXPENDITURE	113,593	23,315	136,908	144,973

Analysis of expenditure on charitable activities

Activity or programme	Activities undertaken directly	Support Costs	2021 Total	2020 Total
	£	£	£	£
Pastoral Care & gifts to those in need	4,909	55,666	60,575	54,475
Sunday Meetings & related activity	2,808	23,573	26,381	34,141
Outreach & community projects	17,064	32,888	49,952	56,357
Total	24,780	112,127	136,908	144,973

Prior year expenditure on charitable activities can be analysed as follows:

Activity or programme	Activities undertaken directly	Support Costs	2020 Total
	£	£	£
Pastoral Care & gifts to those in need	5,331	49,144	54,475
Sunday Meetings & related activity	13,643	20,498	34,141
Outreach & community projects	27,809	28,548	56,357
	46,783	98,190	144,973

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 5 Support Costs

Support cost	Pastoral £	Sunday £	Outreach £	2021 Total £	Basis of allocation
Governance	326	326	326	979	Equally
Staff Costs	51,920	21,650	30,738	104,307	Staff Hours
Office Expenses	3,420	1,596	1,824	6,841	Staff Hours
Total	55,666	23,573	32,888	112,127	

Support costs are allocated primarily on the basis of staff time, as this is the best indication of where resources are expended. Staff costs are apportioned directly: each employee's costs according to the staff hours spent on each activity across an average week. Office Expenses are apportioned generally: according to total number of staff hours spent on each activity. Governance costs are allocated equally across the three activities.

Note 6 Details of certain items of expenditure

Fees for examination of the accounts	2021	2020
	£	£
Independent examiner's fees	300	600
Tax advisory fees	-	-
Other fees paid to the independent examiner	-	-

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 6 Paid employees

6.1 Staff Costs

	2021	2020
	£	£
Salaries and wages	93,431	80,093
Social security costs	4,449	3,919
Pension costs (defined contribution scheme)	6,440	5,586
Other employee benefits	405	1,324
Total staff costs	104,726	90,922

Expenditure on staff working for the charity whose contracts are with and are paid by a related party:

£nil (2020: £nil)

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

Total amount paid to key management personnel (includes trustees and senior management) for their services to the charity:

£76,544 (2020: £65,276)

6.2 Average head count in the year	2021	2020
	Number	Number
Fundraising	-	-
Charitable Activities	4	4
Governance	-	-
Other	-	-
Total	4	4

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 7 Defined contribution pension scheme

Amount of contributions recognised in the SOFA as an expense: £6,440 (2020: £5,586).

Grace Church Truro contributes 7% of employee's salaries to the scheme.

£5,667 of pension expenses are allocated to unrestricted funds, as the majority of staff resources were expended on unrestricted fund activities during the year. £773 was allocated to the Falmouth Church Plant restricted fund to represent the staff time spent on this project.

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 8 Tangible fixed assets

8.1 Cost or valuation

	Fixtures & Fittings	Computer Equipment	Total
	£	£	£
At 1 April 2020	4,435	1,925	6,360
Additions	-	408	408
Disposals	-	(400)	(400)
At 31 March 2021	4,435	1,933	6,368

8.2 Depreciation and impairments

Straight Line ("SL") or Reducing Balance ("RB")	RB	SL	Total
Rate	25%	3 years	£
At 1 April 2020	3,618	1,925	5,542
Disposals	-	(400)	(400)
Depreciation	204	136	340
At 31 March 2021	3,822	1,661	5,482

8.3 Net book value

At 31 March 2021	613	272	885
At 31 March 2020	817	-	817

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 9 Debtors and prepayments

	2021	2020
	£	£
Prepayments and accrued income	34,842	12,799
	<u>34,842</u>	<u>12,799</u>

Note 10 Cash at bank and in hand

	2021	2020
	£	£
Short term deposits	20,348	20,311
Cash at bank and on hand	84,790	82,808
	<u>105,138</u>	<u>103,119</u>

Cash at bank and in hand is held to meet short-term cash commitments as they fall due, rather than for investment purposes.

All short term deposits at the year end were held in the form of cash deposits.

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 11 Creditors and accruals

	Amounts falling due within one year	
	2021	2020
	£	£
Trade creditors	405	-
Accruals and deferred income	600	1,200
Pension	1,719	551
PAYE	2,354	2,245
Wages	-	7
Credit card	1,017	1,093
	6,095	5,096

Note 12 Fair value of assets and liabilities

The Directors do not deem the Charity to be exposed to any material credit risk (the risk of incurring a loss due to a debtor not paying what is owed), liquidity risk (the risk of not being able to meet short term financial demands) or market risk (the risk that the value of an investment will fall due to changes in the market) arising from financial instruments to which the charity is exposed at the end of the reporting period.

There is no change in the fair value of basic financial instruments (debtors, creditors, investments (see section 11, FRS 102 §ORP)) measured at fair value through the SoFA that is attributable to changes in credit risk.

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

Note 13 Charity funds

Details of material funds held and movements during the year ending 31 March 2021

* Key: R - restricted income funds, including special trusts, of the charity; and U - unrestricted funds

Fund names	Type * Purpose and Restrictions	Fund balances brought forward	Income	Expenditure	Transfers	Fund balances carried forward
		1 April 2020				31 March 2021
		£	£	£	£	£
General Fund	UR General purpose	31,511	123,946	(99,824)	(12,199)	43,434
Designated - In Need	UR Set aside for Pastoral Needs	11,979	-	-	-	11,979
Designated - Operation Costs	UR Three month operational contingency	18,000	-	-	-	18,000
Designated - Falmouth Church Plant	UR Set aside proportion of giving for Falmouth Church Plant	15,775	-	-	-	15,775
Designated - Giving	UR Set aside 10% of unrestricted income in year. To be distributed as gifts to other charitable causes in line with Charity's Objectives	5,980	-	(13,770)	12,199	4,409
Restricted - Church Planting	R Donations made specifically to facilitate future church planting activities	3,750	-	-	-	3,750
Restricted - Falmouth Church Plant	R Donations made specifically for Church Planting endeavours in Falmouth and related expenditure	7,998	24,325	(15,312)	-	17,011
Restricted - Impact	R Donations made to annual Impact Training Scheme (practical & theological training internship programme) and related expenditure	3,473	2,794	(1,478)	-	4,789
Restricted - In Need	R Donations to meet specific pastoral needs	3,901	4,165	(3,716)	-	4,350
Restricted - Social Action	R Donations made to fund social action work	6,074	469	-	-	6,543
Restricted - Job Club	R Funding received to establish Job Club and related expenditure.	-	1,000	-	-	1,000
Restricted - Website development	R Funding received from the Templeton Foundation for the development of Grace Church website	2,798	-	(2,559)	-	239
Restricted - Newday	R Donations made specifically to help fund youth event "Newday" and related expenditure	399	3,340	(250)	-	3,489
	Total Funds	111,638	160,040	(136,908)	-	134,770

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 14 Charity funds (cont)

14.1 Transfers between funds

	Reason for transfer	Amount
Between unrestricted and restricted funds	To meet any shortfall between donations received for a specific purpose, and resources actually expended on that purpose.	2021: £0 2020: £0

14.2 Designated funds

Planned use	Purpose of the designation	Amount
Individuals in Need	Funds set aside each year from General Funds against pastoral needs within the Church to be administered as the leaders' discretion. Any money undistributed at year end held in Designated Fund for future needs.	2021: £11,979 2020: £11,979
Operational Costs	Three month operational contingent fund in the event of unexpected loss in income	2021: £18,000 2020: £18,000
Church Planting	To help future Church Planting endeavours	2021: £0 2020: £0
Falmouth Church Plant	This fund sets aside a proportion of general donations to help fund the Falmouth Church Plant	2021: £15,775 2020: £15,775
Giving	This fund sets aside 10% of unrestricted income each year which is distributed as gifts to other charitable causes to directly pursue the charity's objectives to pursue the Christian faith and of the provision of relief, education and assistance for persons in conditions of need, hardship or distress.	2021: £4,409 2020: £5,980

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 15 Transactions with trustees and related parties

15.1 Trustee remuneration and benefits

In the period the charity has paid trustees remuneration and benefits.

		Amounts paid or benefit value			
		Remuneration	Pension contribution	2021 TOTAL	2020 TOTAL
Name of trustee	Legal authority	£	£	£	£
Matthew Leach	Articles of Association	37,238	2,607	39,845	29,013

Payment was made entirely for services given under the terms of his employment contract as Elder/Leader of the Church, and not for his role as Trustee. All trustees are volunteers who give their time and expertise without charge.

15.2 Trustees' expenses

In the period no trustee expenses have been incurred.

Type of expenses reimbursed	2021	2020
	£	£
Subsistence	-	332
Office Expenditure	-	276
Training	-	-
TOTAL	-	608

Number of trustees reimbursed for expenses or who had expenses paid by the charity: 0
(2020: 4)

15.3 Transactions with related parties

The total amount of donations received in the period without conditions from all Trustees was £13,500 (2020: £15,510). There were no outstanding balances with related parties as at 31 March 2021 (2020: £nil).

GRACE CHURCH TRURO - 07328613

NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

Note 16 Reconciliation of net income/(expenditure) to net cash flow from operating activities

	2021	2020
	£	£
Net (expenditure) for the reporting period	23,132	29,149
Adjustments for:		
Depreciation charges	340	431
Interest received on cash deposits	(117)	(247)
(Increase) / decrease in debtors	(22,043)	(8,340)
Increase / (decrease) in creditors	998	3,567
Net cash provided by (used in) operating activities	<u>2,310</u>	<u>24,560</u>

Note 17 Charitable Company Status

The charity does not have a share capital as the liabilities of its members are limited to the gurantee up to a maximum of £1 each.



Section A

Independent Examiner's Report

Report to the trustees/
members of

GRACE CHURCH TRURO

On accounts for the year
ended

31 MARCH 2021

Charity no
(if any)

07328613

Set out on pages

1 - 26

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended

Responsibilities and
basis of report

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust'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 Act.

Independent
examiner's statement

~~[The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of [insert name of applicable listed body]]. Delete [] if not applicable.~~

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination (other than that disclosed below *) which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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 accounts to be reached.

* Please delete the words in the brackets if they do not apply.

Signed:

RCM

Date:

30.3.2022

Name:

MRS REBECCA CLARE THOMAS

Relevant professional
qualification(s) or body

FCCA

(if any):

--

Address:

82 TREVERBYN ROAD

FALMOUTH

TR11 5BS

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

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