

**REPORT OF THE TRUSTEES AND**  
**FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020**  
**FOR**  
**WALSALL INDEPENDENT EVANGELICAL CHURCH**

Crombies Accountants Limited  
Chartered Accountants  
34 Waterloo Road  
Wolverhampton  
West Midlands  
WV1 4DG

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

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**FOR THE YEAR ENDED 31 DECEMBER 2020**

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# **WALSALL INDEPENDENT EVANGELICAL CHURCH**

## **REPORT OF THE TRUSTEES** **FOR THE YEAR ENDED 31 DECEMBER 2020**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

### **OBJECTIVES AND ACTIVITIES**

#### **Objectives and aims**

The primary aims of the trust are to fulfil the role of a Christian church in the Walsall area and to provide help to others in promoting the Christian faith in the United Kingdom and overseas.

The church is not a building but a gathering of ordinary people of different ages and backgrounds whose lives have been changed by Jesus Christ, the Son of God. The New Testament reveals the church as a community of people, properly taught and cared for, who by loving and serving Jesus Christ, were also committed to love and care for each other and to bring a blessing to the area in which they lived. The Walsall Independent Evangelical Church, its trustees, elders and members are committed to the restoration of those New Testament principles. It is not alone in this, it is one of many churches in the area, country and all over the world that is re-discovering the excitement of knowing Jesus Christ. The vision is to see the people of Walsall come into this experience of knowing Jesus as their Lord, Saviour and friend.

#### **Grantmaking**

Gifts to external organisations and individuals are considered by the trustees on the basis of need and fulfilment of the charitable objectives. There are no upper or lower limits of support.

### **FINANCIAL REVIEW**

#### **Reserves policy**

The trustees have set a policy of retaining reserves sufficient for the foreseeable needs of the church. Where there is specific capital expenditure foreseen amounts are set aside into designated funds so the free reserves (general reserves excluding amounts invested in assets for the churches use) are available to meet the costs of normal running and expansion of the church and to ensure the church can meet the commitments that have been entered into. The level of free reserves is not set as a specific formula but is anticipated to be between two and twelve months of the level of fixed expenditure over committed income. This policy is reviewed each year to determine if surplus funds have been generated and what action will be undertaken to use these to the greatest effect.

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

#### **Governing document**

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

#### **Recruitment and appointment of new trustees**

Trustees are selected by the members from the Elders of the church.

#### **Wider network**

The church is a member of the Fellowship of Independent Evangelical Churches and has a longstanding relationship with this organisation that pursues similar objectives in the UK and overseas. The church works within the fraternity of West Midlands FIEC churches assisting other churches and receives voluntary help itself where needed. During the year grants have been made to help the objectives which can best be done on a larger scale than the Walsall Independent Evangelical Church could do independently.

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

**Risk management**

The trustees have a duty to identify and review the risks to which the church is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

All major insurable risks are subject to normal churches and employers' insurance. Contractual risks are reviewed before being entered into to assess that they could not significantly impact upon the church's ability to fulfil its objectives. A review of all risk areas will be undertaken by the trustees in conjunction with staff and volunteers responsible for the area of activity. The scope of this assessment covers financial risk, insurance and health and safety. The areas that this will impact on are particularly child protection, fire safety, health and safety and tax and other legislative compliance together with the "knock on" impact on reputational risk.

Risk management is aimed at ensuring the church achieves its objectives in the most effective way and that resources are directed at those objectives.

**REFERENCE AND ADMINISTRATIVE DETAILS**

**Registered Charity number**

1142391

**Principal address**

Bath Street Centre

Bath Street

Walsall

West Midlands

WS1 3DB

**Trustees**

Pastor M Webb

Elder D Prew

Elder J Daniel

Approved by order of the board of trustees on ..... and signed on its behalf by:

.....  
Trustee

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	Notes	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies		71,540	8,589	80,129	82,812
<b>Charitable activities</b>					
Fellowship and catering		60	-	60	-
Children and young people		72	-	72	370
Evangelism		906	-	906	2,728
Contribution to building running costs		2,605	-	2,605	4,760
Leadership training		-	-	-	216
Almshouses		3,897	-	3,897	2,831
Investment income	2	-	16	16	31
Other income		16	-	16	1,278
<b>Total</b>		<b>79,096</b>	<b>8,605</b>	<b>87,701</b>	<b>95,026</b>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>					
Fellowship and catering		323	-	323	414
Children and young people		-	-	-	449
Evangelism		5,921	10,000	15,921	19,562
Administration and resources		2,223	-	2,223	2,379
Property		11,541	-	11,541	15,160
Salaries and national insurance		44,427	-	44,427	42,370
Pastoral care/gifts		741	-	741	1,115
Visiting speakers		280	-	280	250
Almshouses		4,786	-	4,786	4,582
Service Activities		1,263	-	1,263	2,075
Governance costs		4,540	-	4,540	4,587
<b>Total</b>		<b>76,045</b>	<b>10,000</b>	<b>86,045</b>	<b>92,943</b>
<b>NET INCOME/(EXPENDITURE)</b>		<b>3,051</b>	<b>(1,395)</b>	<b>1,656</b>	<b>2,083</b>
<b>RECONCILIATION OF FUNDS</b>					
<b>Total funds brought forward</b>		<b>254,622</b>	<b>45,264</b>	<b>299,886</b>	<b>297,803</b>
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>257,673</b>	<b>43,869</b>	<b>301,542</b>	<b>299,886</b>

The notes form part of these financial statements

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**BALANCE SHEET**  
**31 DECEMBER 2020**

	Notes	Unrestricted funds £	Restricted funds £	2020 Total funds £	2019 Total funds £
<b>FIXED ASSETS</b>					
Tangible assets	5	259,282	-	259,282	259,282
<b>CURRENT ASSETS</b>					
Debtors	6	500	10,000	10,500	10,500
Cash at bank and in hand		(1,083)	38,668	37,585	30,929
		(583)	48,668	48,085	41,429
<b>CREDITORS</b>					
Amounts falling due within one year	7	(1,026)	(4,799)	(5,825)	(825)
<b>NET CURRENT ASSETS</b>		(1,609)	43,869	42,260	40,604
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		257,673	43,869	301,542	299,886
<b>NET ASSETS</b>		257,673	43,869	301,542	299,886
<b>FUNDS</b>	9				
Unrestricted funds				257,673	254,622
Restricted funds				43,869	45,264
<b>TOTAL FUNDS</b>				301,542	299,886

The financial statements were approved by the Board of Trustees and authorised for issue on ..... and were signed on its behalf by:

.....  
Trustee

The notes form part of these financial statements

# WALSALL INDEPENDENT EVANGELICAL CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

### 1. ACCOUNTING POLICIES

#### **Basis of preparing the financial statements**

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

#### **Income**

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

#### **Expenditure**

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

#### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

#### **Taxation**

The charity is exempt from tax on its charitable activities.

#### **Fund accounting**

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

### 2. INVESTMENT INCOME

	2020	2019
	£	£
Deposit account interest	16	31
	<u>          </u>	<u>          </u>

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**3. TRUSTEES' REMUNERATION AND BENEFITS**

There were no trustees' remuneration or other benefits for the year ended 31 December 2020 nor for the year ended 31 December 2019.

**Trustees' expenses**

There were no trustees' expenses paid for the year ended 31 December 2020 nor for the year ended 31 December 2019.

**4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	69,978	12,834	82,812
<b>Charitable activities</b>			
Children and young people	370	-	370
Evangelism	2,728	-	2,728
Contribution to building running costs	4,760	-	4,760
Leadership training	216	-	216
Almshouses	2,831	-	2,831
Investment income	-	31	31
Other income	1,278	-	1,278
<b>Total</b>	<b>82,161</b>	<b>12,865</b>	<b>95,026</b>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Fellowship and catering	414	-	414
Children and young people	449	-	449
Evangelism	9,747	9,815	19,562
Administration and resources	2,379	-	2,379
Property	15,160	-	15,160
Salaries and national insurance	42,370	-	42,370
Pastoral care/gifts	1,115	-	1,115
Visiting speakers	250	-	250
Almshouses	4,582	-	4,582
Service Activities	2,075	-	2,075
Governance costs	4,587	-	4,587
<b>Total</b>	<b>83,128</b>	<b>9,815</b>	<b>92,943</b>
<b>NET INCOME/(EXPENDITURE)</b>	<b>(967)</b>	<b>3,050</b>	<b>2,083</b>

**RECONCILIATION OF FUNDS**

<b>Total funds brought forward</b>	<b>255,589</b>	<b>42,214</b>	<b>297,803</b>
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**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued**

	Unrestricted funds £	Restricted funds £	Total funds £
<b>TOTAL FUNDS CARRIED FORWARD</b>	254,622	45,264	299,886

**5. TANGIBLE FIXED ASSETS**

	Freehold property £	Motor vehicles £	Totals £
<b>COST</b>			
At 1 January 2020 and 31 December 2020	259,282	5,250	264,532
<b>DEPRECIATION</b>			
At 1 January 2020 and 31 December 2020	-	5,250	5,250
<b>NET BOOK VALUE</b>			
At 31 December 2020	259,282	-	259,282
At 31 December 2019	259,282	-	259,282

**6. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020 £	2019 £
Other debtors	10,500	10,500

**7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	2020 £	2019 £
Bank loans and overdrafts (see note 8)	7,179	2,179
Trade creditors	1	1
Other creditors	(1,355)	(1,355)
	5,825	825

**8. LOANS**

An analysis of the maturity of loans is given below:

	2020 £	2019 £
Amounts falling due within one year on demand:		
Bank overdrafts	7,179	2,179

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**9. MOVEMENT IN FUNDS**

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	254,622	3,051	257,673
<b>Restricted funds</b>			
Mission Legacy	8,885	-	8,885
Grant fund	36,379	(1,395)	34,984
	<u>45,264</u>	<u>(1,395)</u>	<u>43,869</u>
<b>TOTAL FUNDS</b>	<u>299,886</u>	<u>1,656</u>	<u>301,542</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	79,096	(76,045)	3,051
<b>Restricted funds</b>			
Grant fund	8,605	(10,000)	(1,395)
	<u>87,701</u>	<u>(86,045)</u>	<u>1,656</u>
<b>TOTAL FUNDS</b>	<u>87,701</u>	<u>(86,045)</u>	<u>1,656</u>

**Comparatives for movement in funds**

	At 1.1.19 £	Net movement in funds £	At 31.12.19 £
<b>Unrestricted funds</b>			
General fund	255,589	(967)	254,622
<b>Restricted funds</b>			
Mission Legacy	8,885	-	8,885
Grant fund	33,329	3,050	36,379
	<u>42,214</u>	<u>3,050</u>	<u>45,264</u>
<b>TOTAL FUNDS</b>	<u>297,803</u>	<u>2,083</u>	<u>299,886</u>

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**9. MOVEMENT IN FUNDS - continued**

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	82,161	(83,128)	(967)
<b>Restricted funds</b>			
Grant fund	12,865	(9,815)	3,050
<b>TOTAL FUNDS</b>	<u>95,026</u>	<u>(92,943)</u>	<u>2,083</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.19 £	Net movement in funds £	At 31.12.20 £
<b>Unrestricted funds</b>			
General fund	255,589	2,084	257,673
<b>Restricted funds</b>			
Mission Legacy	8,885	-	8,885
Grant fund	33,329	1,655	34,984
	<u>42,214</u>	<u>1,655</u>	<u>43,869</u>
<b>TOTAL FUNDS</b>	<u>297,803</u>	<u>3,739</u>	<u>301,542</u>

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
<b>Unrestricted funds</b>			
General fund	161,257	(159,173)	2,084
<b>Restricted funds</b>			
Grant fund	21,470	(19,815)	1,655
<b>TOTAL FUNDS</b>	<u>182,727</u>	<u>(178,988)</u>	<u>3,739</u>

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

**10. RELATED PARTY DISCLOSURES**

There were no related party transactions for the year ended 31 December 2020.

**WALSALL INDEPENDENT EVANGELICAL CHURCH**

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

	2020 £	2019 £
<b>INCOME AND ENDOWMENTS</b>		
<b>Donations and legacies</b>		
Gifts	-	(1)
Donations	80,129	82,813
	<hr/>	<hr/>
	80,129	82,812
<b>Investment income</b>		
Deposit account interest	16	31
<b>Charitable activities</b>		
Charitable activities	7,540	10,905
<b>Other income</b>		
Other income	16	1,278
	<hr/>	<hr/>
<b>Total incoming resources</b>	87,701	95,026
 <b>EXPENDITURE</b>		
<b>Charitable activities</b>		
Activities with an outreach aim	2,920	6,032
Teaching and church services	400	250
Fellowship and catering	944	1,529
Property expenses	17,184	20,521
Social concern	3,289	5,675
Grants to institutions	11,116	10,511
	<hr/>	<hr/>
	35,853	44,518
<b>Support costs</b>		
<b>Management</b>		
Wages	47,849	44,971
Admin & office supplies	2,271	3,454
	<hr/>	<hr/>
	50,120	48,425
<b>Finance</b>		
Bank charges	72	-
	<hr/>	<hr/>
<b>Total resources expended</b>	86,045	92,943
	<hr/>	<hr/>
<b>Net income</b>	1,656	2,083
	<hr/>	<hr/>

This page does not form part of the statutory financial statements