

REGISTERED COMPANY NUMBER: 07613549 (England and Wales)  
REGISTERED CHARITY NUMBER: 1142737

**REPORT OF THE TRUSTEES AND**  
**UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2023**  
**FOR**  
**U K MENNONITE MINISTRIES**

D.R.E. & Co. Limited  
Chartered Accountants  
Kingsland House  
39 Abbey Foregate  
Shrewsbury  
Shropshire  
SY2 6BL

**U K MENNONITE MINISTRIES**

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**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

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**U K MENNONITE MINISTRIES**

**REFERENCE AND ADMINISTRATIVE DETAILS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

<b>TRUSTEES</b>	J A Byler D W Eberly J M Fisher J H Kulp P E Martin P W Miller K D Witmer
<b>COMPANY SECRETARY</b>	K D Witmer
<b>REGISTERED OFFICE</b>	44 Shrewsbury Road Craven Arms Shropshire SY7 9PY
<b>REGISTERED COMPANY NUMBER</b>	07613549 (England and Wales)
<b>REGISTERED CHARITY NUMBER</b>	1142737
<b>INDEPENDENT EXAMINER</b>	D.R.E. & Co. Limited Chartered Accountants Kingsland House 39 Abbey Foregate Shrewsbury Shropshire SY2 6BL

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30 September 2023. 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 charity's object is the advancement of the Christian Faith. UKMM began activities in February 2012. From the original three families that moved from America, the church the charity planted continues to grow. The youth sing and pass out tracts on the streets several times a month in Shropshire and several times a year travel further out to other cities. The church communicates with contacts from the U.K. and from the Continent.

The charity has their own meeting house at Gillawarra, Clun Road, Craven Arms, Shropshire, SY7 9AA. Regular meetings for worship, teaching and fellowship are held. Sunday School is also provided for the families who attend. They also made a considerable effort to start a Sunday School for the local community in the summer of 2022 and consider further how to develop it.

Extensive support is provided for those involved in Home Schooling. The charity's subsidiary trading company has seen a steady demand for Rod & Staff school publications and other teaching materials. The 16th annual Bible Conference took place in December 2023, at the Cefn Lea Conference Centre in Wales. The conference was well supported by delegates from the UK, America and other European countries.

The Trustees have considered the Commission's guidance on public benefit, and in particular, the specific guidance on charities for the advancement of religion, and are committed to providing a place of worship, community and pastoral care and support for those who attend the church, as well as for those in the local community who are known to be in need. All of the Church's activities are focused around the worship of God, obedience to the Word of God and the expression of the love of Jesus to those affiliated to the local Mennonite church and to the surrounding communities.

In line with many other charities UK Mennonite Ministries is heavily reliant on the services of volunteers who assist in various ways to achieve the charities objectives and the trustees are grateful to those who give their services voluntarily.

**ACHIEVEMENT AND PERFORMANCE**

The charity operates a church known as the Shropshire Hills Mennonite Church which has welcomed new members and now has a total of thirty one adults. Three ordained ministers share the duties of pastoring and teaching. All the sermons are recorded and made available for local and national distribution. Other publications are also available, such as 'The Christian Contender', 'The Christian Example', 'The Christian School Builder', 'The Christian Pathway' and 'The Wee Lambs'.

The church also engages in activities of outreach through revival meetings, 'Songs of Praise', and singing and passing tracts on the streets.

The charity has a part time school to assist families in the church community to home educate their children and also help other families with education. The trustees have made small gifts to individuals to meet financial needs. The subsidiary company, Shepherd Hills Furniture Limited has continued to grow and its hand crafted, hardwood furniture has retail outlets in Shrewsbury and Craven Arms. The latter is also a Christian bookshop and tea room.

UKMM has a ministry where singles can be mentored by living within the church community. This mentoring includes spiritual teaching and learning the disciplines and practical life skills required to be an asset to the community and to society. More youth are welcomed to this ministry.

Shepherd Hills Bible Correspondence Courses has also been established and provides free Bible Study courses including exams and grading.

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**FINANCIAL REVIEW**

During the year under review the charity had a deficit of income over expenditure of £77,643 (2022- £191,184 Surplus). The trustees are grateful for the continued financial support of United Kingdom Mennonite Ministries which has made donations to UK Mennonite Ministries and has confirmed that it will continue to support the UK charity financially in order to meet its charitable objectives.

It is the policy of the charity that net current assets held in unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between one and three month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. Unrestricted net current assets at the end of the year were £31,777 which exceed three month's unrestricted fund expenses amounting to £23,739. The charity continues to be reliant on the continued financial support of United Kingdom Mennonite Ministries in the USA and are pleased that the higher reserves bring greater resilience. The board of that organisation has confirmed it will support the UK charity to ensure its continued future operations. The trustees are working towards improving self-reliance.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

**STRUCTURE, GOVERNANCE AND MANAGEMENT**

The charity is a company limited by guarantee.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Paul Martin

Kenneth Witmer

James Kulp

James Byler

Dirk Eberly

John Fisher

Paul Miller

The trustees of the charity are also members of the charity. Trustees must retire by rotation; one third every year. Trustees are appointed by existing trustees and new trustees are familiarised with their duties and responsibilities by existing trustees. During the year under review Paul Martin and James Kulp retired by rotation and all were re-appointed.

None of the trustees has any beneficial interest in the company. All the trustees are members of the company and guarantee to contribute £10 in the event of a winding up.

The charity is associated with the North Central Mennonite Churches in the United States. The trustees of the charity are under the spiritual oversight of the bishop and counselling bishops in the US. The North Central Mennonite Churches have set up an organisation in the US called United Kingdom Mennonite Ministries which has raised money for the activities in the UK. However, the UK charity operates independently from the US charity and is financially and administratively self-governing. The US organisation, United Kingdom Mennonite Ministries, has total control of funds it raises and is at liberty to remit or restrict these funds for use in the UK. Spiritual oversight and direction in the UK is provided by three church leaders, who fill this role on a voluntary basis.

The charity has a wholly owned subsidiary, Shepherd Hills Furniture Limited, which manufactures and sells furniture and also retails books and bakery items. In the current year the charity made the decision to privatize and sell Shepherd Hills Furniture, Ltd. and strengthen their focus on their object—the advancement of the Christian faith.

**REPORT OF THE TRUSTEES**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**EVENTS SINCE THE END OF THE YEAR**

Information relating to events since the end of the year is given in the notes to the financial statements.

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**

The trustees (who are also the directors of U K Mennonite Ministries for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by order of the board of trustees on 12 September 2024 and signed on its behalf by:

K D Witmer - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF  
U K MENNONITE MINISTRIES**

**Independent examiner's report to the trustees of U K Mennonite Ministries ('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 30 September 2023.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

F Nock FCCA

D.R.E. & Co. Limited  
Chartered Accountants  
Kingsland House  
39 Abbey Foregate  
Shrewsbury  
Shropshire  
SY2 6BL

13 September 2024

# U K MENNONITE MINISTRIES

## STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING AN INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 30 SEPTEMBER 2023

		Unrestricted fund £	Restricted funds £	30.9.23 Total funds £	30.9.22 Total funds £
	Notes				
<b>INCOME AND ENDOWMENTS FROM</b>					
Donations and legacies	4	81,114	21,899	103,013	146,865
<b>Charitable activities</b>	6				
Other Charitable Income		1,269	-	1,269	895
Rental Income		4,600	-	4,600	4,642
Other Income		159	-	159	143,164
Investment income	5	43	-	43	-
<b>Total</b>		<b>87,185</b>	<b>21,899</b>	<b>109,084</b>	<b>295,566</b>
<b>EXPENDITURE ON</b>					
<b>Charitable activities</b>	7				
Staff Costs		11,025	41,323	52,348	52,606
Depreciation		9,055	-	9,055	9,486
Bible Conference		17,496	-	17,496	10,089
Church Hall Costs		5,977	1,455	7,432	3,319
Schoolroom Running Costs		13,372	-	13,372	10,038
Rent of Ministerial Accommodation		15,335	-	15,335	15,665
Church Supplies		1,104	-	1,104	195
Evangelism and Outreach		-	-	-	1,229
Hospitality		2,781	-	2,781	849
Books and Literature		3,730	-	3,730	1,244
Other Miscellaneous Costs		21	-	21	252
Grants to Institutions		-	-	-	3,111
Grants to Institutions - Mission Fund		-	4,473	4,473	3,325
Grants to Individuals		5,477	-	5,477	4,130
Administrative Costs		2,088	-	2,088	2,082
Accountancy		7,097	-	7,097	4,800
Insurance		400	-	400	420
Legal and Professional		-	420	420	864
<b>Total</b>		<b>94,958</b>	<b>47,671</b>	<b>142,629</b>	<b>123,704</b>
Net gains/(losses) on investments		(44,098)	-	(44,098)	19,322
<b>NET INCOME/(EXPENDITURE)</b>		<b>(51,871)</b>	<b>(25,772)</b>	<b>(77,643)</b>	<b>191,184</b>
<b>Transfers between funds</b>	20	<b>(25,772)</b>	<b>25,772</b>	<b>-</b>	<b>-</b>
<b>Net movement in funds</b>		<b>(77,643)</b>	<b>-</b>	<b>(77,643)</b>	<b>191,184</b>
<b>RECONCILIATION OF FUNDS</b>					
Total funds brought forward		767,981	-	767,981	576,797
<b>TOTAL FUNDS CARRIED FORWARD</b>		<b>690,338</b>	<b>-</b>	<b>690,338</b>	<b>767,981</b>

The notes form part of these financial statements



**U K MENNONITE MINISTRIES (REGISTERED NUMBER: 07613549)**

**BALANCE SHEET**  
**30 SEPTEMBER 2023**

	Notes	30.9.23 £	30.9.22 £
<b>FIXED ASSETS</b>			
Tangible assets	14	539,215	548,269
Investments	15	119,346	163,444
		<b>658,561</b>	711,713
<b>CURRENT ASSETS</b>			
Debtors	16	7,687	10,311
Cash at bank		39,352	56,699
		<b>47,039</b>	67,010
<b>CREDITORS</b>			
Amounts falling due within one year	17	(15,262)	(10,742)
<b>NET CURRENT ASSETS</b>		<b>31,777</b>	56,268
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<b>690,338</b>	767,981
<b>NET ASSETS</b>		<b>690,338</b>	767,981
<b>FUNDS</b>	20		
Unrestricted funds		690,338	767,981
<b>TOTAL FUNDS</b>		<b>690,338</b>	767,981

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 September 2023.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 September 2023 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 12 September 2024 and were signed on its behalf by:

K D Witmer - Trustee

The notes form part of these financial statements

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**1. CHARITY INFORMATION**

UK Mennonite Ministries is a private company limited by guarantee incorporated in England and Wales. The registered office is 44 Shrewsbury Road, Craven Arms, Shropshire, SY7 9PY, UK.

**2. ACCOUNTING POLICIES**

**Basis of preparing the financial statements**

The financial statements have been prepared in accordance with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

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

**Income**

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid is recognised at the time of the donation.

In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised in these accounts. More information about the contribution of volunteers is provided in the trustees' report.

**Expenditure**

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 recognised once there is a legal and constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grants and donations payable are taken into account at the earlier of when they are paid or become legally enforceable.

Other than normal commitments under contracts of employment there are no contractual or constructive obligations to future expenditure at the balance sheet date. Where the trustees have authorised expenditure which is not yet legally enforceable or has become a constructive obligation, amounts are set aside into funds designated for the purpose.

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**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses. Assets costing £250 or less are not capitalised but written off as an expense in the year in which the expenditure is incurred.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**2. ACCOUNTING POLICIES - continued**

**Tangible fixed assets**

useful lives on the following bases:

Buildings 50 years - land is not depreciated  
Fixtures, fittings & equipment 25% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

**Taxation**

The charity is exempt from corporation 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.

**Pension costs and other post-retirement benefits**

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

**Amounts owing to or from group companies**

Amounts owing to or from group companies are stated in the balance sheet at the amount of capital outstanding plus interest accrued and unpaid at the balance sheet date.

**Going concern**

The charity is supported by a charitable organisation in the United States of America which has indicated that it will continue to support the UK charity until it has sufficient other sources of income to be self supporting. The directors therefore have a reasonable expectation that the charity will have adequate resources to continue in operational existence for at least a further 12 months. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements.

**Fixed asset investments**

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date unless fair value cannot be measured reliably in which case it is measured at cost less impairment. Changes in fair value are recognised in net income/ (expenditure) for the year. Transaction costs are expensed as incurred.

**Impairment of fixed assets**

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

**Cash and cash equivalents**

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

**Financial instruments**

The charity has only 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 or fair value.

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**2. ACCOUNTING POLICIES - continued**

**Employee benefits**

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

**Foreign exchange**

Transactions denominated in foreign currencies are recorded at the rate ruling at the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated into sterling at the rates of exchange ruling at the balance sheet date. Net exchange differences are included in the statement of financial activities; gains in other incoming resources and losses in support costs.

**3. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

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

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

**4. DONATIONS AND LEGACIES**

	<b>30.9.23</b>	<b>30.9.22</b>
	<b>£</b>	<b>£</b>
Gifts	<b>4,199</b>	6,409
Donations	<b>93,234</b>	136,323
Gift aid	<b>5,580</b>	4,133
	<hr/>	<hr/>
	<b>103,013</b>	146,865
	<hr/>	<hr/>

**5. INVESTMENT INCOME**

	<b>30.9.23</b>	<b>30.9.22</b>
	<b>£</b>	<b>£</b>
Other Interest	<b>43</b>	-
	<hr/>	<hr/>

## U K MENNONITE MINISTRIES

### NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2023

#### 6. INCOME FROM CHARITABLE ACTIVITIES

	Activity	30.9.23 £	30.9.22 £
Charitable income	Other Charitable Income	1,269	895
Charitable rental income	Rental Income	4,600	4,642
Other income	Other Income	159	143,164
		<u>6,028</u>	<u>148,701</u>

#### 7. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Grant funding of activities (see note 8) £	Support costs (see note 9) £	Totals £
Staff Costs	52,348	-	-	52,348
Depreciation	9,055	-	-	9,055
Bible Conference	17,496	-	-	17,496
Church Hall Costs	7,432	-	-	7,432
Schoolroom Running Costs	13,372	-	-	13,372
Rent of Ministerial Accommodation	15,335	-	-	15,335
Church Supplies	1,104	-	-	1,104
Hospitality	2,781	-	-	2,781
Books and Literature	3,730	-	-	3,730
Other Miscellaneous Costs	21	-	-	21
Grants to Institutions - Mission Fund	-	4,473	-	4,473
Grants to Individuals	-	5,477	-	5,477
Administrative Costs	-	-	2,088	2,088
Accountancy	-	-	7,097	7,097
Insurance	-	-	400	400
Legal and Professional	-	-	420	420
	<u>122,674</u>	<u>9,950</u>	<u>10,005</u>	<u>142,629</u>

#### 8. GRANTS PAYABLE

	30.9.23 £	30.9.22 £
Grants to Institutions	-	3,111
Grants to Institutions - Mission Fund	4,473	3,325
Grants to Individuals	5,477	4,130
	<u>9,950</u>	<u>10,566</u>

The total grants paid to institutions during the year was as follows:

	30.9.23 £	30.9.22 £
Grace Press	-	1,241
Suceava Church	-	1,770
Lakeside Mennonite Church	-	1,915
Grants <£1,000	1,698	1,510
Lamp and Lake	1,345	-
Georgia Mission	1,430	-
	<u>4,473</u>	<u>6,436</u>

**U K MENNONITE MINISTRIES**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**8. GRANTS PAYABLE - continued**

**9. SUPPORT COSTS**

	Support costs £	Governance costs £	Totals £
Administrative Costs	2,088	-	2,088
Accountancy	-	7,097	7,097
Insurance	400	-	400
Legal and Professional	-	420	420
	<u>2,488</u>	<u>7,517</u>	<u>10,005</u>

Included within governance costs are amounts payable to the independent examiner of £2,256 (2022:£1,650) for the independent examination of the statutory accounts and £4,841 (2022:£3,150) for other accountancy work.

**10. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	30.9.23 £	30.9.22 £
Depreciation - owned assets	<u>9,054</u>	<u>9,486</u>

**11. TRUSTEES' REMUNERATION AND BENEFITS**

Two children of one of the trustees received remuneration during the year totalling £43,776 (2022: £34,846), one is employed as a teaching assistant, the other is employed by Shepherd Hills Furniture Limited. Specific permission to employ them was granted by the Charity Commission.

None of the other trustees (or any persons connected with them) received any remuneration or expenses during the year.

**12. STAFF COSTS**

	30.9.23 £	30.9.22 £
Wages and salaries	50,016	49,358
Social security costs	1,896	2,628
Other pension costs	436	620
	<u>52,348</u>	<u>52,606</u>

The average monthly number of employees during the year was as follows:

	30.9.23	30.9.22
School room	4	2
Community hosts	2	3
	<u>6</u>	<u>5</u>

No employees received emoluments in excess of £60,000.

**U K MENNONITE MINISTRIES****NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023****13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES**

	Unrestricted fund £	Restricted funds £	Total funds £
<b>INCOME AND ENDOWMENTS FROM</b>			
Donations and legacies	125,604	21,261	146,865
<b>Charitable activities</b>			
Other Charitable Income	895	-	895
Rental Income	4,642	-	4,642
Other Income	143,164	-	143,164
<b>Total</b>	<u>274,305</u>	<u>21,261</u>	<u>295,566</u>
<b>EXPENDITURE ON</b>			
<b>Charitable activities</b>			
Staff Costs	46,553	6,053	52,606
Depreciation	9,486	-	9,486
Bible Conference	10,089	-	10,089
Church Hall Costs	3,319	-	3,319
Schoolroom Running Costs	10,038	-	10,038
Rent of Ministerial Accommodation	15,665	-	15,665
Church Supplies	195	-	195
Evangelism and Outreach	1,229	-	1,229
Hospitality	849	-	849
Books and Literature	1,244	-	1,244
Other Miscellaneous Costs	252	-	252
Grants to Institutions	3,111	-	3,111
Grants to Institutions - Mission Fund	-	3,325	3,325
Grants to Individuals	4,130	-	4,130
Administrative Costs	2,082	-	2,082
Accountancy	4,800	-	4,800
Insurance	420	-	420
Legal and Professional	144	720	864
<b>Total</b>	<u>113,606</u>	<u>10,098</u>	<u>123,704</u>
Net gains on investments	<u>19,322</u>	<u>-</u>	<u>19,322</u>
<b>NET INCOME</b>	180,021	11,163	191,184
<b>Transfers between funds</b>	<u>11,163</u>	<u>(11,163)</u>	<u>-</u>
<b>Net movement in funds</b>	191,184	-	191,184
<b>RECONCILIATION OF FUNDS</b>			
Total funds brought forward	576,797	-	576,797
<b>TOTAL FUNDS CARRIED FORWARD</b>	<u><u>767,981</u></u>	<u><u>-</u></u>	<u><u>767,981</u></u>

**U K MENNONITE MINISTRIES****NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023****14. TANGIBLE FIXED ASSETS**

	Freehold property £	Fixtures and fittings £	Totals £
<b>COST</b>			
At 1 October 2022	559,432	15,311	574,743
Disposals	-	(2,771)	(2,771)
At 30 September 2023	559,432	12,540	571,972
<b>DEPRECIATION</b>			
At 1 October 2022	17,461	9,013	26,474
Charge for year	6,188	2,866	9,054
Eliminated on disposal	-	(2,771)	(2,771)
At 30 September 2023	23,649	9,108	32,757
<b>NET BOOK VALUE</b>			
At 30 September 2023	535,783	3,432	539,215
At 30 September 2022	541,971	6,298	548,269

**15. FIXED ASSET INVESTMENTS**

	Shares in group undertakings £
<b>MARKET VALUE</b>	
At 1 October 2022	163,444
Revaluations	(44,098)
At 30 September 2023	119,346
<b>NET BOOK VALUE</b>	
At 30 September 2023	119,346
At 30 September 2022	163,444

There were no investment assets outside the UK.

Cost or valuation at 30 September 2023 is represented by:

	Shares in group undertaking £
Valuation in 2021	133,429
Valuation in 2022	30,013
Valuation in 2023	(44,098)
Cost	2
	119,346

The subsidiary company was sold in May 2024 for its fair value at the time of £81,112.



**U K MENNONITE MINISTRIES****NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023****16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<b>30.9.23</b>	30.9.22
	<b>£</b>	£
Other debtors	<b>7,687</b>	10,311
	<u><u>7,687</u></u>	<u><u>10,311</u></u>

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

	<b>30.9.23</b>	30.9.22
	<b>£</b>	£
Social security and other taxes	<b>275</b>	833
Other creditors	<b>72</b>	3,663
Amounts owed to subsidiary undertakings	<b>4,257</b>	2,815
Accrued expenses	<b>10,658</b>	3,431
	<u><u>15,262</u></u>	<u><u>10,742</u></u>

**18. LEASING AGREEMENTS**

Minimum lease payments under non-cancellable operating leases fall due as follows:

	<b>30.9.23</b>	30.9.22
	<b>£</b>	£
Within one year	<b>2,045</b>	8,525
	<u><u>2,045</u></u>	<u><u>8,525</u></u>

The charity rents a number of properties. One property is leased for 3 years from 1 October 2020. The other properties are generally held on short term tenancies with 1 or 2 month notice periods.

**19. ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	<b>Unrestricted</b>	<b>Restricted</b>	<b>30.9.23</b>	30.9.22
	<b>fund</b>	<b>funds</b>	<b>Total</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>funds</b>	<b>funds</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Fixed assets	<b>539,215</b>	-	<b>539,215</b>	548,269
Investments	<b>119,346</b>	-	<b>119,346</b>	163,444
Current assets	<b>47,039</b>	-	<b>47,039</b>	67,010
Current liabilities	<b>(15,262)</b>	-	<b>(15,262)</b>	(10,742)
	<u><u>690,338</u></u>	<u><u>-</u></u>	<u><u>690,338</u></u>	<u><u>767,981</u></u>

**U K MENNONITE MINISTRIES**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**20. MOVEMENT IN FUNDS**

	At 1.10.22 £	Net movement in funds £	Transfers between funds £	At 30.9.23 £
<b>Unrestricted funds</b>				
General fund	767,981	(51,871)	(25,772)	690,338
<b>Restricted funds</b>				
Building Fund	-	6,754	(6,754)	-
School Fund	-	(32,466)	32,466	-
Mission Fund	-	(60)	60	-
	-	(25,772)	25,772	-
<b>TOTAL FUNDS</b>	<b>767,981</b>	<b>(77,643)</b>	<b>-</b>	<b>690,338</b>

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	87,185	(94,958)	(44,098)	(51,871)
<b>Restricted funds</b>				
Building Fund	8,629	(1,875)	-	6,754
School Fund	8,857	(41,323)	-	(32,466)
Mission Fund	4,413	(4,473)	-	(60)
	21,899	(47,671)	-	(25,772)
<b>TOTAL FUNDS</b>	<b>109,084</b>	<b>(142,629)</b>	<b>(44,098)</b>	<b>(77,643)</b>

**Comparatives for movement in funds**

	At 1.10.21 £	Net movement in funds £	Transfers between funds £	At 30.9.22 £
<b>Unrestricted funds</b>				
General fund	576,797	180,021	11,163	767,981
<b>Restricted funds</b>				
Building Fund	-	11,177	(11,177)	-
Mission Fund	-	(14)	14	-
	-	11,163	(11,163)	-
<b>TOTAL FUNDS</b>	<b>576,797</b>	<b>191,184</b>	<b>-</b>	<b>767,981</b>

## **U K MENNONITE MINISTRIES**

### **NOTES TO THE FINANCIAL STATEMENTS - continued** **FOR THE YEAR ENDED 30 SEPTEMBER 2023**

#### **20. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
<b>Unrestricted funds</b>				
General fund	274,305	(113,606)	19,322	180,021
<b>Restricted funds</b>				
Building Fund	11,897	(720)	-	11,177
School Fund	6,053	(6,053)	-	-
Mission Fund	3,311	(3,325)	-	(14)
	<u>21,261</u>	<u>(10,098)</u>	<u>-</u>	<u>11,163</u>
<b>TOTAL FUNDS</b>	<u>295,566</u>	<u>(123,704)</u>	<u>19,322</u>	<u>191,184</u>

The Building fund holds monies given for the purpose of acquiring a property for use by the church. The transfer to unrestricted funds arose as the funds were expended for the purpose given and to repay loans.

The School fund receives gifts towards the cost of running the school.

The Mission fund receives monies to support the work of other Christian workers and organisations.

#### **21. RELATED PARTY DISCLOSURES**

##### **Remuneration of key management personnel**

The key management are the trustees and none of them received any remuneration in the year.

##### **Transactions with other related parties**

The charity has a wholly owned subsidiary, Shepherd Hills Furniture Limited. The subsidiary's results are not consolidated in these accounts which are for the holding company as a separate entity. The charity has invested £2 by way of share capital in the subsidiary company.

The subsidiary company's principal activity is the construction and sale of handmade furniture, although it also sells Christian literature and homemade bakery products. The accounts of the subsidiary for the year to 30 September 2023 show net assets of £118,904 (2022- net assets of £163,444). For the year to 30 September 2023 the subsidiary's accounts show a loss of £44,540 (2022- profit £28,177).

The registered office of Shepherd Hills Furniture Limited is 44 Shrewsbury Road, Craven Arms, Shropshire SY7 9PY.

United Kingdom Mennonite Ministries in the US and UK Mennonite Ministries were controlled by a majority of common trustees during the year under review. United Kingdom Mennonite Ministries in the US made grants of £45,000 (2022- £158,720) to UK Mennonite Ministries during the year under review.

Many donations, other than from United Kingdom Mennonite Ministries USA, are received anonymously and it is not possible to identify donations from trustees. However, during the year identifiable donations of £18,035 (2022- £12,615) were received from trustees and related parties.

**U K MENNONITE MINISTRIES**

**NOTES TO THE FINANCIAL STATEMENTS - continued**  
**FOR THE YEAR ENDED 30 SEPTEMBER 2023**

**22. POST BALANCE SHEET EVENTS**

The subsidiary company was sold in May 2024 on an arms length basis for its fair value at the time of £81,112.