

**WATNALL ROAD BAPTIST CHURCH ACCOUNTS**

**31ST MARCH 2022**

Charity Number 1144186

A R R Price Limited  
Chartered Accountants  
17 Newstead Grove  
Nottingham  
NG1 4GZ

Watnall Road Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

<b>Contents</b>	<b>Page</b>
Trustees' Annual Report	1 to 6
Independent Examiner's Report to the Trustees	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Accounts	10 to 21

Watnall Road Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Trustees' Annual Report Year Ended 31st March 2022**

The Trustees present their report and the unaudited financial statements of the Charity for the year ended 31st March 2022.

**Reference and Administrative Details**

**Registered Charity Name** Watnall Road Baptist Church

**Charity Registration Number** 1144186

**Principal Office** Watnall Road  
Hucknall  
Nottingham  
NG156SG

**The Trustees** Rev S J Robinson  
Mr L O'Kane  
Mrs D Pindura  
Miss L J Buckley  
Mrs Y Campbell  
Mr T L Clay  
Mr AJ Clay  
Mrs K E Cooper  
Mrs F Daft  
Mrs A Francis  
Dr E H McVicar

**Accountants** A R R Price Limited Chartered  
Accountants  
17 Newstead Grove  
Nottingham  
NG1 4GZ

## Watnall Road Baptist Church

### Annual Report and Financial Statements for the year ended 31 March 2022

#### **Structure, Governance and Management**

Members of the Church are accepted in accordance with the Constitution which requires them to be baptised by immersion upon personal profession of faith or persons seeking membership who have not been baptised in the manner described in the Union's Declaration of Principle, may at the discretion of the Church Members' Meeting be accepted for full membership based on their own public profession of faith.

Church Members shall meet together in a Church Members' Meeting under the guidance of the Holy Spirit and under the Lordship of Christ to discern the mind of God in the affairs of the Church.

The Church Members' Meeting shall have reserved authority in the appointment and removal of a Minister, the appointment and removal of Charity Trustees, decisions related to church property including (without limitation) any purchase, sale, lease, mortgage, or redevelopment of property, the administration of the membership list, and the closure of the Church.

#### **Objectives and Activities**

##### Charitable Objects

The Charity is governed by a constitution that states that the principal purpose of the Church is the advancement of the Christian faith according to the principles of the Baptist denomination. The Church may also advance education and carry out other charitable purposes in the United Kingdom and/or other parts of the World.

In setting our objectives and planning our activities our Trustees have given careful consideration to the Charity Commission's public benefit guidance.

##### Objectives and Activities

In order to achieve the principal objective which is set out above, the Church provides a variety of activities, both to its membership and to the community generally. The aim is to show the love of Jesus Christ in both word and deed and to bring people into a closer relationship with Him and living Lord.

Central to work and witness of the Church is the provision of regular public services of Christian worship. These services take place each Sunday at 10.15. am and on the third Sunday of each month at 4.00 pm.

There is a full children's programme during the morning services. The Church seeks to be a friendly and welcoming community and anybody is free to attend any of these services.

The Church runs a series of house groups for the growth of faith and discipleship in the homes of some Members.

The Church is responsible for a Toddler Group which meets in the Church premises on Wednesday and Thursday afternoons, with the purpose of assisting the community and demonstrating the love of Jesus Christ. From time to time the Church runs courses in parenting, and courses for people interested in discovering more about Christianity, entitled 'Just Looking' and 'Alpha'.

In fulfilling the Purpose, the Church will engage in a range of activities either on its own or with others that will vary from time to time with activities be initiated, expanded, or closed, as appropriate. The activities included "regular public worship, prayer, Bible study, preaching and teaching", baptism, as defined in the Union's Declaration of Principle;

"The Communion of the Lord's Supper which is observed at least once a month"; evangelism and mission, locally, regionally, nationally, and internationally"; the teaching, encouragement, welcome and inclusion of young people;

"Nurture and growth of Christian disciples";

Objectives and Activities (Continued)

"Education and training for Christian and community service"; "giving and encouraging pastoral care";

"Supporting and encouraging charitable social action in the United Kingdom and abroad";

"Encouraging relationships with and supporting Baptists and other Christians"

The Church operates systems to ensure that all people working with children and vulnerable adults are appropriately vetted by the Disclosure and Barring Service.

The Church has read the Charity Commission guidance on public benefit and is satisfied that the activities outlined above clearly demonstrate that the Charity is providing a benefit to the public.

Annual Report

Dear Friends

What a joy it was to be able to gather together and celebrate Easter with songs and a baptism and dedication. We haven't been able to have a full easter service for three years!

A few weeks earlier I was enjoying the 'be' evening and a verse from Joel came to mind: 'I will restore the years the locusts have eaten'. It feels as if the pandemic and multiple lockdowns had been eating away at us but easter Sunday was a confirmation to me that God is restoring us.

As I look back over the last 12 months, as always there are highs and lows. It has been sad to lose members and difficult to address our financial difficulties. However, I have been very encouraged by the way the church family has pulled together and addressed the practical and financial difficulties this has presented.

In recent months, with God's help, we have been steadily getting back on our feet. The coffee shop is now open 4 days a week and continues to have a thriving ministry in the town. The Lego club re-started and has been well attended. It is great to see people from different generations in the church family support this and get to know the families who come. The Children and Youth work has fully restarted. Natter has drawn a lot of older people and it has been great to have 'Natter Plus' once a month. This is a short optional session for any who wish to stay with more of spiritual emphasis. Prayer days have been well supported and remain essential to discerning God's will and going forward together. We have also been running a small Alpha Course. And our Congregation has been building up.

Last week I took a bit of time to head out to the hills and pray. As I sought the Lord, I believe that he was saying that we need to consolidate so that we can continue to move forward. In many ways that is already happening through Shaped to Serve and we need to build on this, knowing the people who are part of our family, the gifts they have been given and how they can be used to enable us to fulfil the vision for us to be hope in the heart of our community.

I would like to thank the Deacons, and the Ministry team who have done an excellent job during these difficult times.

I look forward to seeing God's blessing unfold in the coming weeks and months and pray that the Spirit will move among us and that he will 'add to our number those who are being saved.'

Every blessing

**Rev Simon J. Robinson MA**  
**Lead Minister**

## Annual Report and Financial Statements for the year ended 31 March 2022

**Financial Review**

The financial statements for the year ended 31st March 2022 are presented in the format for submission to the Charities Commission and show:

Incoming resources of	£190,668	(£225,232 in 2020/21)
Resources expended of	£205,797	(£196,181 in 2020/21)
(Net expenditure)/net income	(£ 15,129)	(£ 29,051 in 2020/21)
Actual gains on defined benefit pension scheme	£ 2,082	(£ 9,794 gain in 2020/21)
Net movement in funds	(£ 13,047)	(£ 38,845 in 2020/21)

The statement of financial activities and the balances are accompanied by a series of notes. These notes provide details to help our understanding of the main statements and are contained on pages 10 to 21 of the accounts. Note 1 states the basis of the accounts in accordance with the requirements of the Charities Act 2011.

Total income was £34,564 less than the previous year, which, coupled with an increase in expenditure of £9,616 resulted in net expenditure of £15,129 compared to net income of £29,051 in 2020/21; an adverse variance of £44,180. A large part of this variance is due to the ending of Covid support for Engage Gifts of £22,169. Nevertheless, the underlying financial activities of the Church generated a deficit of expenditure greater than income of £10,613, compared to a surplus of income over expenditure of £10,748 in 2020/21. The impact of families leaving the fellowship during and after the Covid pandemic resulted in a reduced income from the offertory of £5,973 and associated gift aid of £1,493. There was also a reduction in the amount raised for outside causes in the year, although there were increases in income from lettings and the coffee shop.

The following table shows how we performed against the 2020-21 financial year and also the budget we set for 2021-22. It is worth reminding us how the budget was set in February 2021:

*The budget for the new church year assumes that we are fully operational for 12 months with no meaningful restrictions preventing us from functioning as normal. Whilst this may well not be the case, with the lockdown and various restrictions continuing into the new church year, the Leadership Team have considered the potential impact on our finances should these restrictions continue throughout 2021/22. In the event of reduced income e.g., less rental income and no cash offerings or coffee shop, savings on expenditure can be affected to reduce expenditure broadly in line with reductions in income.*

2020-21 actual	income	2021-22 budget	2021-22 actual	2021-22 Variance actual to budget
£		£	£	£
211,908	donations and legacies	155,710	163,774	8,064
5,478	rent received	12,500	7,739	-4,761
7,341	engage gifts	15,000	13,644	-1,356
228	interest	50	35	-15
277	coffee shop	16,000	5,476	-10,524
225,232	total income	199,260	190,668	-8,592

Whilst the total income of £190,668 was £34,564 less than the previous year, it was only £8,592 less than the budget we agreed in February 2021.

Watnall Road Baptist Church

Annual Report and Financial Statements for the year ended 31 March 2022

Donations and legacies were £8,064 more than budget and a break-down of this sum is shown in the following table:

2020-21 actual	Donations and Legacies	2021-22 budget	2021-22 actual	2021-22 Variance actual to budget
£		£	£	£
133,312	offerings	125,185	127,339	2,154
5,473	donations	0	1,365	1,365
22,169	covid support Engage Gifts	0	0	0
2,376	jobs retention scheme (furlough)	0	0	0
35,029	gift aid	30,525	30,427	-98
13,149	raised for other causes	0	4,643	4,643
400	legacies	0	0	0
211,908	total donations and legacies	155,710	163,774	8,064

The breakdown shows that the largest variance was in amounts raised for other causes, which we do not budget for, nor do we budget for donations. Offerings were actually £2,154 more than budget.

Expenditure was £5,386 less than we budgeted, of which Engage Gifts spent £2,917 more than forecast.

2020-21 actual	expenditure	2021-22 budget	2021-22 actual	2021-22 difference
£		£	£	£
10,315	engage gifts	15,000	17,917	-2,917
185,866	expenditure on charitable activities:	196,183	187,880	8,303
196,181	total expenditure	211,183	205,797	5,386
	total			
225,232	income	199,260	190,668	-8,592
29,051	surplus or (deficit) for the year	-11,923	-15,129	-3,206

Expenditure on charitable activities was £8,303 less than budget. The table below shows an analysis of this variance, with ministry costs accounting for £8,068 of this favorable variance.

2020-21 actual	expenditure on charitable activities	2021-22 budget	2021-22 actual	2021-22 difference
£		£	£	£
104,747	ministry	116,079	108,011	8,068
46,298	mission	39,703	39,505	198
33,991	upkeep of church premises	39,501	39,482	19
830	governance costs	900	882	18
185,866	total expenditure	196,183	187,880	8,303

Watnall Road Baptist Church

Annual Report and Financial Statements for the year ended 31 March 2022

**The Balance Sheet (Financial Position at 31 March 2022)**

The balance sheet shows total net assets at the year-end of £401,340.

Cash at the year-end was £90,772 compared with £124,502 12 months previously. Net current assets totalled £132,063, a reduction of £22,082 over the previous year-end.

Of these net current assets:

Engage Gifts stock at cost price	£14,872
Engage Gifts cash	£14,895
Restricted funds (amounts given for specific purposes)	£ 1,873
Emergency Fund	£40,000
Building Fund	£14,934
Unallocated	£45,490

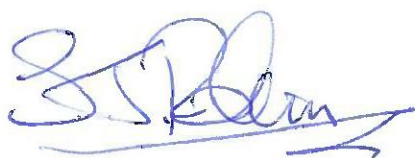
The refurbishment of the rear premises and the foyer kitchen continued in 2021/22 with £7,500 (the side entrance) being capitalised as well as £7,457 spent on the refurbished foyer kitchen. These costs will be charged to expenditure over the expected lifetime of these assets. At the year-end there was a balance of £14,934 on the Building Project Fund previously approved by the Church Members.

Debtors increased compared to the previous year, however, these are mainly gift aid and have now been received.

Encouragingly, the Baptist Union informed employers in July 2022 that the Deferred Benefit Pension scheme was no longer in a shortfall position and as a result employer contributions reduced to £1 per month from 1 August 2022. In 2021-22 the Church paid £3,709 because of the previous deficit.

The trustees annual report was approved on and signed on behalf of the trustees by:

9<sup>th</sup> January 2023



Rev S J Robinson  
Trustee



Mrs F Daft  
Charity secretary



**Independent Examiner's Report to the Trustees of  
Watnall Road Baptist Church**

I report on the financial statements for the year ended 31st March 2022, which comprise the statement of financial activities, statement of financial position and the related notes set out on pages 8-21.

**Responsibilities and Basis of Report**

As the Charity Trustees of the Trust, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

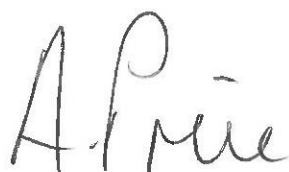
I report in respect of my examination of the Trust's accounts carried out under Section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

**Independent Examiner's Statement**

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

- 1 Accounting records were not kept in respect of the Trust as required by Section 139 of the Act; or
- 2 The accounts do not accord with these records; or
- 3 The accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

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 to enable a proper understanding of the accounts to be reached.



**Adrian R R Price FCA**  
For and on behalf of A R R Price Limited  
Institute of Chartered Accountants in England and Wales

17 Newstead Grove  
NOTTINGHAM  
NG1 4GZ

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

		2022			2021
		Unrestricted	Restricted	Total	total
		Funds	Funds	Funds	funds
	notes	£	£	£	£
<b>Income and endowments</b>					
donations and legacies	4	159,131	4,643	163,774	211,908
charitable activities	5	7,739	-	7,739	5,478
other trading activities	6	13,644	-	13,644	7,341
investment income	7	35	-	35	228
coffee shop	8	5,476	-	5,476	277
<b>Total income</b>		<b>186,025</b>	<b>4,643</b>	<b>190,668</b>	<b>225,232</b>
<b>Expenditure</b>					
Expenditure on raising funds:					
Costs of other trading activities	9	17,917	-	17,917	10,315
Expenditure on charitable activities	10	179,212	8,668	187,880	185,866
<b>Total expenditure</b>		<b>197,129</b>	<b>8,668</b>	<b>205,797</b>	<b>196,181</b>
<b>Net (Expenditure)/Income and net movement in funds</b>		<b>(11,104)</b>	<b>(4,025)</b>	<b>(15,129)</b>	<b>29,051</b>
<b>Transfer between funds</b>					
Actuarial Gains/(Losses) on Deferred Benefit Pension Scheme		2,082	-	2,082	9,794
<b>Net Movement in Funds</b>		<b>(9,022)</b>	<b>(4,025)</b>	<b>(13,047)</b>	<b>38,845</b>
<b>Reconciliation of funds</b>					
Total funds brought forward		408,534	5,853	414,387	375,542
<b>Total funds carried forward</b>		<b>399,512</b>	<b>1,828</b>	<b>401,340</b>	<b>414,387</b>

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

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Statement of Financial Position Year**

	notes	2022 £	2021 £
<b>Fixed Assets</b>			
Tangible Fixed Assets	15	284,277	280,864
<b>Current assets</b>			
Stocks	16	14,872	16,773
Debtors	17	34,744	18,926
Cash at Bank and in Hand		90,772	124,502
		<u>140,388</u>	<u>160,201</u>
<b>Creditors: amounts falling due within one year</b>	18	<u>(8,325)</u>	<u>(6,056)</u>
<b>Net Current Assets</b>		<u>132,063</u>	<u>154,145</u>
		<u>416,340</u>	<u>435,009</u>
<b>Provision for Liabilities</b>			
Defined benefit pension liability	19	<u>(15,000)</u>	<u>(20,622)</u>
<b>Net Assets</b>		<u>401,340</u>	<u>414,387</u>
<b>Funds of the Charity</b>			
Unrestricted Funds		399,512	408,534
<b>Restricted Funds</b>		<u>1,828</u>	<u>5,853</u>
<b>Total charity funds</b>	20/21	<u>401,340</u>	<u>414,387</u>

These financial statements were approved by the Board of Trustees and authorised for issue on 9/1/23 and are signed on behalf of the Board by:

x Rev S J Robinson  
Trustee



## Notes to the Financial Statements

### 1 General Information

The Charity is a registered Charity in England and Wales and is unincorporated. The address of the principal office is 33 Watnall Road, Hucknall, Nottingham, NG15 6SG.

### 2 Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

### 3 Accounting Policies

#### Basis of Preparation

The financial statements are prepared in sterling, which is the functional currency of the entity. The financial statements have been prepared under the historical cost convention. The financial statements have been prepared in accordance with the requirements of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities (effective January 2015) (SORP 2015).

#### Going Concern

There are no material uncertainties about the Charity's ability to continue.

#### Disclosure Exemptions

The entity satisfies the criteria of being a qualifying entity as defined in FRS 102. As such, advantage has been taken of the following disclosure exemptions available under paragraph 1.12 of FRS 102: (a) No cash flow statement has been presented for the Charity.

#### Fund Accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of the purposes of the Charity. Designated funds are unrestricted funds earmarked by the Trustees for specific purposes. Restricted funds are subjected to restrictions on their expenditure imposed by the donor or by an appeal.

#### Incoming Resources

##### Income

All income is included in the statement of financial activities when the Charity is entitled to the income, any performance related conditions attached have been met or are fully within the control of the Charity, the income is considered probable and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income.

- \* Donations and legacy income is received by way of donations, legacies, grants, and gifts and is included in full in the statement of financial activities when receivable. Where legacies have been notified to the Charity but the criteria for income recognition have not been met, the legacy is treated as a contingent asset and disclosed if material.
- \* Grants, where entitlement is not conditional on the delivery of a specific performance by the Charity, are recognised when the Charity becomes unconditionally entitled to the grant.
- \* Investment income is included when receivable.
- \* Income from charitable trading activity is accounted for when earned.

### Notes to the Financial Statements (Continued)

#### 3 Accounting Policies (Continued)

##### Resources Expended

##### Expenditure

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered and is reported as part of the expenditure to which it relates.

- \* Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- \* Other expenditure includes all expenditure that is neither related to raising funds for the Charity nor part of its expenditure on charitable activities.
- \* All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly, others are apportioned on an appropriate basis, as set out in the notes to the accounts.

##### Tangible Assets

All fixed assets are initially recorded at cost and are subsequently stated at cost less any accumulated depreciation.

All assets where the cost of the item is over £1,000 are capitalised.

##### Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Church premises	2% straight line
Equipment	20% reducing balance

The Manse is not depreciated since the Trustees consider the residual value to be well in excess of the carrying value.

Land is not depreciated.

##### Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date. For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash generating unit to which the asset belongs. The cash generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or group of assets.

##### Stocks

Stocks are measured at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing the stock to its present location and condition.

### Notes to the Financial Statements (Continued)

#### 3 Accounting Policies (Continued)

##### Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument. Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar instrument. Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

##### Pensions

###### Defined Contribution Plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

###### Defined Benefit Plans

The Church is an employer participating in The Baptist Pension Scheme (The BPS) in respect of making deficit payments for past service of Ministers.

Where the plan is in deficit and where the Church has agreed with the plan to participate in a deficit funding arrangement the Church recognises a liability for this obligation. The amount recognised is the net present value of the contributions payable under the agreement that relates to the deficit. The amount is expensed in the Statement of Financial Activities. The unwinding of the discount is recognised as a finance cost.

A liability for the agreed pension deficit is shown on the balance sheet.

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

	unrestricted funds	restricted funds	total funds 2022	total funds 2021
	£	£	£	£
<b>4 donations and legacies</b>				
offerings	127,339	-	<b>127,339</b>	133,312
donations	1,365	-	<b>1,365</b>	5,473
grants - Ashfield District Council covid support	-	-	-	21,669
grants - Nottinghamshire County Council covid support	-	-	-	500
grants - jobs retention scheme	-	-	-	2,376
income tax recovered on gifts	30,427	(1,909)	<b>28,518</b>	35,029
raised for other causes	-	6,552	<b>6,552</b>	13,149
legacies	-	-	-	400
<b>total donations and legacies</b>	<b>159,131</b>	<b>4,643</b>	<b>163,774</b>	<b>211,908</b>
<b>5 charitable activities</b>				
rents and contributions for use of premises	<b>7,739</b>	-	<b>7,739</b>	5,478
<b>6 other trading activities</b>				
shop income - engage gifts	<b>13,644</b>	-	<b>13,644</b>	7,341
<b>7 investment income</b>				
bank interest receivable	<b>35</b>	-	<b>35</b>	228
<b>8 other income</b>				
coffee shop	<b>5,476</b>	-	<b>5,476</b>	277
	<b>5,476</b>	-	<b>5,476</b>	277
<b>9 costs of other trading activities</b>				
purchases	8,461		<b>8,461</b>	4,911
stock movement	1,900		<b>1,900</b>	1,006
rent	4,420		<b>4,420</b>	4,420
rates	368		<b>368</b>	-
utilities	2,255		<b>2,255</b>	1,519
insurance	457		<b>457</b>	455
sundry	56		<b>56</b>	16
	<b>17,917</b>	-	<b>17,917</b>	10,315

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

**10 expenditure on charitable activities**

	unrestricted	2022 restricted	total	2021 total
	£	£	£	£
<b>ministry</b>				
wages and salaries	76,513	-	76,513	75,957
employer's NIC	2,324	-	2,324	2,089
pension costs	7,117	-	7,117	5,624
manse upkeep	3,437	-	3,437	2,765
minister's books and materials	627	-	627	232
minister's travel	353	-	353	243
mentoring costs	255	-	255	240
visiting ministers	275	-	275	-
ministry sub total	<u>90,901</u>	<u>-</u>	<u>90,901</u>	<u>87,150</u>
<b>support costs</b>				
wages and salaries	7,318	-	7,318	7,651
pension costs	341	-	341	383
telephones inc mobiles	1,958	-	1,958	1,938
printing and stationery	2,596	-	2,596	2,400
subscriptions	2,328	-	2,328	2,245
courses and conferences	237	-	237	242
finance cost (pension deficit)	153	-	153	616
sundry expenses	2,179	-	2,179	359
support costs sub total	<u>17,110</u>	<u>-</u>	<u>17,110</u>	<u>15,834</u>
<b>total ministry</b>	<u>108,011</u>	<u>-</u>	<u>108,011</u>	<u>102,984</u>
<b>mission</b>				
given to other causes	17,201	4,643	21,844	35,707
feeding families	-	520	520	480
children, families and young people	1,137	-	1,137	734
seniors	275	265	540	262
Active Partners	-	2,789	2,789	-
worship group/AV	643	451	1,094	1,150
coffee shop	4,681	-	4,681	352
catering	246	-	246	5
Renew 34	955	-	955	541
outreach	22	-	22	1,120
equipment	-	-	-	725
depreciation - equipment	5,677	-	5,677	5,232
<b>total mission</b>	<u>30,837</u>	<u>8,668</u>	<u>39,505</u>	<u>46,298</u>



Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

	unrestricted	2022 restricted	total	2021 total
	£	£	£	£
<b>upkeep of church premises</b>				
wages and salaries	9,907	-	9,907	8,438
employer's NIC	61	-	61	32
pension costs	494	-	494	121
light and heat	7,441	-	7,441	5,761
furniture and fittings	-	-	-	632
repairs and maintenance	7,769	-	7,769	8,067
insurance	3,802	-	3,802	3,569
cleaning	2,241	-	2,241	1,654
depreciation - land and buildings	5,867	-	5,867	5,717
	<u>37,582</u>	-	<u>37,582</u>	<u>33,991</u>
<b>support costs</b>				
wages and salaries	813	-	813	850
pension costs	38	-	38	42
telephone	218	-	218	215
printing and stationery	288	-	288	274
subscriptions	259	-	259	248
courses and conferences	26	-	26	27
finance cost (pension deficit)	16	-	16	69
sundry expenses	242	-	242	39
	<u>1,900</u>	-	<u>1,900</u>	<u>1,763</u>
<b>total upkeep of church premises</b>	<u>39,482</u>	-	<u>39,482</u>	<u>35,754</u>
<b>governance costs</b>				
examiner's fee	<u>882</u>	-	<u>882</u>	<u>830</u>
<b>Total Expenditure</b>	<u>179,212</u>	<u>8,668</u>	<u>187,880</u>	<u>185,866</u>

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

	activity £	support costs £	total funds £
<b>11 Analysis of expenditure on charitable activities 2021</b>			
ministry	87,150	15,834	102,984
mission	46,298	-	46,298
upkeep of church premises	33,991	1,763	35,754
governance costs	830	-	830
	<u>168,269</u>	<u>17,597</u>	<u>185,866</u>
<b>Analysis of expenditure on charitable activities 2022</b>			
ministry	90,901	17,110	108,011
mission	39,505	-	39,505
upkeep of church premises	37,582	1,900	39,482
governance costs	882	-	882
	<u>168,870</u>	<u>19,010</u>	<u>187,880</u>
<b>12 independent examination fees</b>	<b>2022 £</b>		<b>2021 £</b>
fees payable for:			
independent examination of financial statements	<u>882</u>		<u>830</u>
	£		£
<b>13 staff costs</b>			
wages and salaries	94,551		93,654
social security costs	2,360		2,092
employer contributions to pensions	7,990		5,441
	<u>104,901</u>		<u>101,187</u>
	<b>No.</b>		<b>No.</b>
number of ministry staff	4		4
number of administrative staff	1		1
number of caretaker staff	1		1
	<u>6</u>		<u>6</u>

**14 Trustee Remuneration and expenses**

Reverend SJ Robinson was a trustee of the Church and was also employed as the lead minister. A salary and pension totalling £34,315 was paid to him in his capacity as Lead Minister.

Miss LJ Buckley was a trustee of the Church and was also employed as Children and Families Worker. A salary and pension totalling £19,663 was paid to her in this capacity.

Mr L O'Kane was a trustee of the Church and was also employed as the Youth Worker. A salary and pension totalling £23,151 was paid to him in this capacity.

Mrs D Pindura was a trustee of the Church and was also employed as Seniors Worker. A salary and pension totalling £7,241 was paid to her in this capacity.

These payments are made under the provisions of the constitution of the Charity.

No expenses have been paid to Trustees in carrying out their Trustee duties.

There are no employees who received total employee benefits of more than £60,000.

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

**15 Tangible Fixed Assets**

	Land and buildings	Equipment	Total
cost	£	£	£
at 1 April 2021	547,089	43,054	590,143
additions	7,500	7,457	14,957
<b>at 31 March 2022</b>	<b><u>554,589</u></b>	<b><u>50,511</u></b>	<b><u>605,100</u></b>
depreciation			
at 1 April 2021	287,153	22,126	309,279
charge for the year	5,867	5,677	11,544
<b>at 31 March 2022</b>	<b><u>293,020</u></b>	<b><u>27,803</u></b>	<b><u>320,823</u></b>
carrying amount			
<b>at 31 March 2022</b>	<b><u>261,569</u></b>	<b><u>22,708</u></b>	<b><u>284,277</u></b>
at 31 March 2021	<u>259,936</u>	<u>20,928</u>	<u>280,864</u>

**16 Stocks**

	2022	2021
	£	£
stocks for resale	<u>14,872</u>	<u>16,773</u>

**17 Debtors**

	2022	2021
	£	£
income tax recoverable	30,706	15,498
other debtors and prepayments	4,038	3,428
<b>total debtors</b>	<b><u>34,744</u></b>	<b><u>18,926</u></b>

**18 Creditors: amounts falling due within one year**

	2022	2021
	£	£
tax and social security	1,461	1,366
other creditors	6,864	4,690
<b>total creditors</b>	<b><u>8,325</u></b>	<b><u>6,056</u></b>

## 19 Pensions and Other Post Retirement Benefits

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £7,990 (2021: £5,441). In respect of the multi employee defined benefit scheme, deficiency payments made totalled £3,709 (2021: £2,740) as adjusted for the change in assumptions of £2,082 credit (2021: £9,794 credit).

The Church is an employer participating in The Baptist Pension Scheme (The BPS). The BPS is a separate legal entity which is administered by the Pension Trustee (Baptist Pension Trust Limited).

Since January 2012, pension provision for the Ministers and some members of staff is being made through the Defined Contribution (DC) Plan with the BPS. In general, members pay 8% of their pensionable income and employers pay 6% of members' pensionable income into individual pension accounts, which are operated and managed on behalf of the Pension Trustee by Legal and General Life Assurance Society Limited. In addition, the employer pays a further 4% of pensionable income to cover Death in Service Benefits, administration costs, and an associated insurance policy which provides income protection for BPS members in the event that they are unable to work due to long term incapacity. This income protection policy has been insured by the Baptist Union of Great Britain with Unum Limited. Members of the Basic Section of BPS pay reduced contributions of 5% of pensionable income, and their employers also pay a total of 5%.

Benefits in respect of service prior to 1 January 2012 are provided through the Defined Benefit (DB) Plan with the BPS. The main benefits were:

A defined benefit pension of one eightieth of final minimum pensionable income for each year of pensionable service, together with additional pension in respect of premiums paid on pensionable income in excess of minimum pensionable income.

The BPS previously known as the Baptist Ministers' Pension Fund, started in 1925. The scheme was closed to future accrual of defined benefits on 31 December 2011.

The valuation of the defined benefit (DB) scheme was performed on 31 December 2019 by a professionally qualified Actuary using the Projected Unit Method. The market value of the DB scheme assets at the valuation date was £298 million. The valuation of the DB scheme revealed a deficit of assets compared with the value of liabilities of £18 million equivalent to a past service funding level of 94%. As a result of the valuation, in addition to the contributions to the DC Plan set out above, it was agreed that the standard rate of deficiency contributions from churches and other employers involved in the DB Plan will remain at previously agreed levels, increasing each year in line with other increases in the Minimum Pensionable Income. The deficiency contributions are broadly based on 12% of Pensionable Income/ Minimum Pensionable Income, reflecting each employers' contributions in March 2015. Some employers that were involved in the DB Plan for a short period pay lower contributions. The trustees and the Council agreed a 50% reduction for all deficiency contributions payable between 1<sup>st</sup> July 2020 and 31<sup>st</sup> December 2020. In addition, the Baptist Union of Great Britain agreed to contribute a lump sum of £0.5m by 31 December 2020. The current Recovery Plan dated 30 September 2020 envisages deficiency contributions until 30 June 2026. The key financial assumptions underlying the valuations were as follows:

Type of assumption	% pa
RPI price inflation assumption	3.20
CPI price inflation assumption	2.70
Minimum pensionable income increases	3.20
Assumed investment returns	Pre-retirement 2.95
	Post retirement 1.70
Deferred pension increases	Pre-April 2009 3.20
	Post April 2009 2.50
Pension increases	Pre-April 2006 2.70
	Post April 2006 2.70

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

**19 Pensions and Other Post retirement Benefits continued**

	2022	2021
	£	£
<b>Defined benefit pension liability</b>		
Comprises		
Liability as at 1 April 2021	20,622	32,472
Deficiency contributions paid	(3,709)	(2,740)
Interest cost	169	684
Changes in deficit recovery plan and in assumptions	(2,082)	(9,794)
Liability as at 31 March 2021	<u>15,000</u>	<u>20,622</u>

The above liability represents the present value of the deficit contributions and has been valued using the following assumptions: -

	31.03.22	31.03.21	31.03.20
<b>Accounting Date</b>			
Discount Rate	0.90%	0.90%	2.00%
Future Increases in Minimum Pension Income	2.80%	3.50%	2.80%

The next actuarial valuation is due at 31st December 2022.

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

**20 Analysis of Charitable Funds**

	At 01/04/2021	income	expenditure	gains/(losses)	transfers	At 31/03/2022
	£	£	£	£	£	£
unrestricted funds	38,498	172,381	(167,121)	2,082	7,457	53,297
Engage Gifts	33,985	13,644	(17,917)	-	-	29,712
Church Premises inc manse	259,936	-	(5,867)	-	7,500	261,569
Building Project Fund	36,115	-	(6,224)	-	(14,957)	14,934
Emergency Fund	40,000	-	-	-	-	40,000
	<b>408,534</b>	<b>186,025</b>	<b>(197,129)</b>	<b>2,082</b>	<b>-</b>	<b>399,512</b>
<b>Restricted funds</b>						
Raised for other causes	-	4,643	(4,643)	-	-	-
Feeding Families	520	-	(520)	-	-	-
Active Partners	2,840	-	(2,789)	-	-	51
AV Equipment	1,427	-	(451)	-	-	976
Momentum	801	-	-	-	-	801
Natter	265	-	(265)	-	-	-
	<b>5,853</b>	<b>4,643</b>	<b>(8,668)</b>	<b>-</b>	<b>-</b>	<b>1,828</b>
<b>Totals</b>	<b>414,387</b>	<b>190,668</b>	<b>(205,797)</b>	<b>2,082</b>	<b>-</b>	<b>401,340</b>

Designated funds are unrestricted funds which have been designated by the Trustees for a particular purpose and does not legally restrict the Trustees in how to apply these unrestricted funds that have been earmarked.

Engage Gifts Shop fund – for the operation of the Engage Gifts Shop.

Church Premises and Manse Fund – Represents the net book value of the church and manse premises.

Building Project Fund - is for the ongoing repairs, renovations and improvements to the Church premises. The transfer of £14,957 represents expenditure that has been capitalised on the balance sheet for the purchase of a porch and kitchen.

Emergency Fund – This fund is maintained to ensure adequate funding is available to support the ongoing operation of the Church.

**Restricted Funds**

Raised for other causes – Specific appeals made by the Church for various charities.

Feeding Families – an initiative by Ashfield District Council to feed school children during school holidays.

Active Partners Trust - to deal with issues caused by Covid 19 through exercise and support on "well-being" to include BAME and lower Socio-Economic groups.

AV Equipment – Funds towards audio/visual equipment for the Church.

Momentum – To help men minister, to men.

Natter – a group specifically for older people.

Watnall Baptist Church  
Annual Report and Financial Statements for the year ended 31 March 2022

**Notes to the Financial Statements (Continued)**

**21 Analysis of net assets between funds**

	Unrestricted funds £	Restricted funds £	Total funds 2022 £
Tangible fixed assets	284,277	-	284,277
Current assets	138,560	1,828	140,388
Creditors less than one year	(8,325)	-	(8,325)
Provision for liabilities	(15,000)	-	(15,000)
<b>Net assets</b>	<b>399,512</b>	<b>1,828</b>	<b>401,340</b>

**21 Analysis of net assets between funds (continued)**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Tangible Fixed Assets	280,864	-	280,864
Current Assets	153,738	6,463	160,201
Creditors Less Than One Year	(5,446)	(610)	(6,056)
Provisions for Liabilities	(20,622)	-	(20,622)
<b>Net Assets</b>	<b>408,534</b>	<b>5,853</b>	<b>414,387</b>

**22 Related Parties**

The total amount of donations received from trustees and related parties without conditions amounted to £21,415 (2021: £43,475).

The trustees of the church property including the manse are the East Midlands Baptist Trust Company Limited (company number 00178555).

