

Twynholm Baptist Church

324-326 Lillie Road

Fulham

London SW6 7PP

Reports and Accounts

year ended 5 April 2022

Registered charity number: 1146843

Stuart Moffatt
Chartered Accountant
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Legal and administrative details

Address for correspondence

324-326 Lillie Road
Fulham
London SW6 7PP

Governing document

Constitution dated 28 March 2012
as amended September 2013 and February 2016

Charity registration number

1146843

Trustees

M Gilbert-Smith
S Newman
P Mills
J Shepherd
A Mpasi

Custodian trustees

London Baptist Property Board

Bankers

National Westminster Bank plc
CAF Bank Ltd

Independent examiner

Stuart Moffatt
53 Crestway
London SW15 5DB

Report of the Trustees

The Trustees have pleasure in submitting the Report and Accounts for the year ended 5th April 2022.

Objects of the charity

The Trust seeks to demonstrate the Christian faith in action by preaching the gospel and teaching the Bible in the area surrounding Twynholm Baptist Church.

Government

The policy and operating decisions of the charity rest with the Trustees who meet regularly to monitor the activities of the Trust.

New trustees are appointed by the existing Trustees, having been appointed by the members of Twynholm as elders or additional Trustees.

Review of Activities

Throughout the 2021-22 financial year, the church premises and resources were used predominantly for the proclamation of the gospel of Jesus Christ. This occurred primarily through two services on Sundays and other events for adults, youth and children regularly held at Twynholm or remotely.

Since restrictions on in-person gatherings have largely been lifted, the provision for online gathering has been scaled back during the year to encourage in person meeting where possible.

Within the church building are five flats of varying sizes. These are rented mainly to members of the church with priority given to those in a training role or capacity (i.e., those in theological college or employed by the church). Preference is also given to tenants from outside the congregation's members who are working for mission organisations and would be greatly blessed and encouraged with more affordable accommodation in London. After meeting running and maintenance costs, all income generated by the renting of the flats was expressly used for the same purpose as the offerings given by the church membership - for the proclamation of the gospel of Jesus Christ.

Despite on-going repairs, the building will soon need more substantial work to the roof, brickwork, and other areas in the coming years. Provision for a replacement roof has been made for the 2022/2023 budget.

Paul Mills' term as a trustee and elder concluded on 5th April 2022, and he is not intending to seek renomination as an elder or trustee in the near future. Since then, Steven Newman's term of office as a trustee and elder ended on 20th July 2022, and he has not yet sought re-election. On 20th July 2022 David Wilson was elected as a non-elder trustee. Our constitution does not allow the number of trustees in the employ of the church to exceed those not employed by the church. David will remain a trustee until either he resigns, or until the number of elders who are not in the employ of the church equals the number of elders in the employ of the church.

During the year there has been a demonstration of the Christian faith in action by serving the community in which it operates in the ways as noted above.

In planning the activities, the Trustees have applied the guidance on public benefit issued by the Charity Commission.

Financial Review

For the financial year 2021/22, the church received £228,600 (2020/21: £231,005) and paid out £205,250 (2019/20: £189,262). As a result, cash on hand at the year-end increased by £23,350 to £153,723. The trustees consider this is a strong basis upon which to pursue the church's objectives.

Income is slightly lower than the previous year, because in the previous year there was a significant bequest, but is significantly higher than the income figure we had budgeted of 183,921.

Reserves Policy

The Trustees have established a policy whereby the unrestricted cash held by the charity should be maintained at approximately £40,000, which represents about 2.5 months of unrestricted on-going expenditure. This level of reserves would help ensure that the church could continue to operate should income and/or expenditure vary unexpectedly. At the year end the church's unrestricted cash was above this at £122,665.

Since the reserves are comfortably above the minimum desired figure, the trustees have increased proposed spending, particularly on the church building, including a new roof. It is anticipated that there shall be a deficit in the 2022/2023 budget year thus reducing the reserve.

Safeguarding policy

Since 2016, the trustees have had in place a safeguarding policy for children. This was reviewed and updated in 2020 to encompass the safeguarding of vulnerable adults also.

Trustees' Responsibilities

Charity law requires us as Trustees to prepare financial statements for each accounting year which record the receipts and payments of the charity for the year.

We are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable us to ensure that the financial statements comply with the Charities Act 2011.

We also have a responsibility to safeguard the assets of the charity and to take reasonable steps to prevent fraud or any other irregularities.

Approval

This report was approved by the trustees on 2 February 2023 and signed on their behalf by:

Michael Gilbert-Smith
Michael Gilbert-Smith

2 February 2023

Independent examiner's report to the trustees of Twynholm Baptist Church

I report to the trustees on my examination of the accounts of Twynholm Baptist Church ('the charity') for the year ended 5 April 2022 on pages 5 to 9 following.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- 1 accounting records were not kept in accordance with section 130 of the 2011 Act; or
- 2 the accounts do not accord with the accounting records.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Stuart Moffatt FCA
2 February 2023

Receipts and payments account

	Notes	Unrestricted funds General funds	Designated funds	Restricted funds	2022	2021
Income receipts						
Donations, legacies and grants		81,440	0	18,009	99,449	113,984
Gift aid receipts		14,640	0		14,640	13,808
Church events			0		0	120
Rental income		109,543	0	2,600	112,143	101,523
Other		948	0	1,420	2,368	1,570
		206,571	0	22,029	228,600	231,005
Capital and similar receipts						
Loan received		0	0		0	0
		0	0	0	0	0
Total receipts		206,571	0	22,029	228,600	231,005
Payments						
Payments in relation to charitable activities undertaken directly	2	149,460	0	22,628	172,088	158,217
Grants paid in relation to charitable activities undertaken by others	4	20,495	0		20,495	23,045
		169,955	0	22,628	192,583	181,262
Loans repaid		12,667	0		12,667	8,000
		12,667	0	0	12,667	8,000
Total payments		182,622	0	22,628	205,250	189,262
Net of receipts/ (Payments) before transfers		23,949	0	(599)	23,350	41,743
Transfers between funds		(129)	0	129	0	
Net movement in funds		23,820	0	(470)	23,350	41,743
Cash funds as at last year end		103,178	0	27,195	130,373	88,630
Cash funds at this year end		126,998	0	26,725	153,723	130,373

The notes on pages 7-9 form part of these accounts.

Statement of assets and liabilities

	Unrestricted funds		Restricted funds	2022	2021
	General funds	Designated funds			
Cash funds					
Cash at bank with immediate access	126,998		26,725	153,723	130,373
	126,998	0	26,725	153,723	130,373
Other monetary assets					
Gift Aid due to charity	17,027			17,027	14,639
Rent debtors	1,600			1,600	1,600
Other debtors including deposits			3,287	3,287	4,708
	18,627	0	3,287	21,914	20,947
Liabilities					
Loans	0			0	12,667
Independent Examination fees	100			100	100
Staff expenses	1,287			1,287	1,287
Pension contributions	0			0	0
Other creditors	2,072			2,072	2,072
	3,459	0	0	3,459	16,126

The above loan was made by P Mills, a trustee and related party of the charity. It is unsecured, repayable in annual instalments and is repayable in full by 5 April 2022. All other liabilities fall due for settlement within one year.

Assets retained for charity's own use

	Value
Manse	417,280
Equipment & contents	343,694
	<u>760,974</u>

The Trustees have used insurance values as the trustees are unable to reliably estimate current values; insurance values may differ materially from current values.

The market value of the manse is estimated to be between £1 million and £1.3 million; this property is occupied by the church's senior leader (see note 4 in the notes to the accounts). In addition, the church occupies rent-free premises legally owned by the London Baptist Property Board. This property includes the church building and five flats with an insurance value of £4,390,400. A room in one of these flats was occupied by the assistant pastor during the 20/21 financial year (see note 4 in the notes to the accounts); the remaining flats are rented principally to other individuals or organisations involved in Christian ministry or mission.

The accounts were approved on 2 February 2023 by the Trustees and signed on their behalf by

Michael Gilbert-Smith
Michael Gilbert-Smith

The notes on pages 7-9 form part of these accounts.

Notes to the accounts

1 Accounting policies

The accounts have been prepared on a receipts and payments basis and comprise a statement that shows the charity's receipts and payments, a statement that summarises the charity's assets and liabilities and related notes. The accountancy profession have determined that only accounts prepared in accordance with applicable accounting standards present a 'true and fair' view and, as these receipts and payments accounts have not (and cannot) be prepared in accordance with accounting standards, these accounts do not present (and are not intended to present) a 'true and fair' view of the charity's financial activities and state of affairs.

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects.

2 Payments in relation to charitable activities undertaken directly

	Unrestricted funds		Restricted funds	
	General funds	Designated funds	2022	2021
Employment costs (Note 4)	64,363		16,402	80,765
Property costs (Note 3)	62,894		1,800	64,694
Ministry Expenses	3,439		4,426	7,865
Church Events	707			707
Bank charges	199			199
Licenses, Subscriptions, etc	1,193			1,193
Phone, postage, stationery etc	3,313			3,313
Training, Conferences, First Aid, etc	5,309			5,309
Refreshments/Church hospitality/Food supplies	2,263			2,263
Church Assets - PA equipment /computer etc	2,643			2,643
Legal costs	2,217			2,217
Sundry Expenses	920			920
	149,460	0	22,628	172,088
				158,217

Notes to the accounts (cont.)

3 Grants paid in relation to charitable activities undertaken by others

	Unrestricted funds		Restricted funds		
	General funds	Designated funds		2022	2021
Grants for:					
Individuals	5,750			5,750	5,000
Institutions	14,745			14,745	18,045
	20,495	0	0	20,495	23,045

The grants to institutions amounting to more than £1,000 in the year were

	2022	2021
Christians Against Poverty		3,200
Latin America Missions Trust	7,000	7,000
Hope Church Aviemore	4,500	4,000
Fellowship of Independent Evangelical Churches	1,845	1,845
	13,345	16,045

4 Transactions with related parties

The charity had 3 (2021: 3) full-time equivalent employees to whom the employment costs above refer.

Mr Gilbert-Smith was paid a salary of £32k (2021: £31,847) and the church paid pension contributions of £5k (2021: £4,793) for him for serving as a church leader, not as a trustee. In addition he occupies a manse rent-free.

Mr A Mpasi was paid a salary of £19k (2021: £18,583) and the church paid pension contributions of £2k (2021: £2,230) for him for serving as the assistant church leader, not as a trustee. In addition Mr Mpasi occupied a room in one of the church flats rent-free.

The payments to Mr Gilbert-Smith and Mr Mpasi are permitted by the church's governing document.

Except for the reimbursement of expenses, no other amounts were paid to any trustee or to any person connected to them.

Notes to the accounts (cont.)

5 Movement on funds

	Opening Balance	Receipts	Payments	Transfers	Closing Balance
	£	£	£	£	£
Restricted funds					
Benevolence Fund	1,627	2,670	(4,426)	129	0
Lift Fund	4,500			0	4,500
Roof Fund	15,421	6		0	15,427
New Building Project	797	101		0	898
Staff Training	0	16,402	(16,402)	0	0
Rent deposits	4,850	2,600	(1,800)	0	5,650
Other restricted funds		250		0	250
Total Restricted	27,195	22,029	(22,628)	129	26,725
Unrestricted Funds					
Designated funds	0	0	0	0	0
General Funds	103,178	206,571	(182,622)	(129)	126,999
Total unrestricted	103,178	206,571	(182,622)	(129)	126,998
Total funds	130,373	228,600	(205,250)	0	153,723

Restricted income has been received for the following purposes:

Benevolence Fund: represents monies received to support various church members or those in the community who are in need.

Lift Fund: represents monies received for the installation of a disabled lift in the church basement.

Roof Fund: represents monies received to renovate the church roof.

New Building Project: represents monies received to fund major works to church property.

Staff Training: represents monies received from the FIEC and Fulham & South Kensington YMCA for staff training costs.