

Registered Company Number 08073659

Registered Charity Number 1148192

Three Mile Cross Church
REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2022

Three Mile Cross Church
Basingstoke Road
Reading
Berkshire
RG7 1HF

Three Mile Cross Church

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Three Mile Cross Church

General Information

Trustees

Rev. Deon Esterhuizen
Rudolf J Esterhuizen
Robert Wheeler
David Walker
Stephen Riley

Bankers

Barclays Bank Plc
Leicester
LE87 2BB

Independent Examiner

Rachel Eden, ACMA
Holy Brook Associates Ltd
Curious Lounge, Tudor Road
Reading
RG1 1NH

Report of the Trustees for the year ended 31 December 2022

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 31 December 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" issued in March 2005. The trustees have complied with the duty in Section 4 of the 2006 Charities Act to have due regard to guidance by the Charity Commission in respect of public benefit.

Reference and Administrative details

Registered company number:	8073659 (England and Wales)
Registered Charity number:	1148192
Registered Office:	Three Mile Cross Church Basingstoke Road Three Mile Cross Reading RG7 1HF

Trustees:	Rudolf Esterhuizen, (Chair until Nov 22) Rev. Deon Esterhuizen Robert Wheeler, (Chair from Nov 22) David Walker Stephen Riley (appointed Oct 2022)
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Structure, Governance and Management

Governing document:

The charity is controlled by its governing document, memorandum and articles of association, and constitutes a limited company, limited by guarantee, as defined by the Companies Act 2006.

Recruitment and appointment of new trustees:

The trustees where possible should be a church member. In addition to the senior minister, Trustees may include two elder appointed trustees.

In accordance with charity law, further trustees may be appointed. Trustees are appointed on the basis that they accept the constitution and Basis of Faith.

In addition, trustees are also appointed from church members with professional experience and leadership skills, in areas such as finance, law, HR, facilities management, etc.

Trustees shall serve a one year term of office from their appointment at the annual church meeting until the next annual church meeting. There are no limits on the number of terms that may be served. Elder appointed Trustees have no fixed term. Trusteeship termination is detailed in the Articles of Association.

Buildings:

The building Three Mile Cross Church, together with the freehold, are the property of the charitable company.

Volunteers:

Volunteers are an essential part of church life, with most activities being supported by volunteers.

Three Mile Cross Church

Report of the Trustees for the year ended 31 December 2022 (*continued*)

Mission and Vision

The charity's mission is to propagate the Christian faith and to spread the Gospel of Jesus Christ as revealed through the Holy Scriptures and by all means of communication whether visual, verbal or written through the use of Three Mile Cross Church or any other premises and facilities provided by the charity. Further details are in the Basis of Faith and Fellowship clause 2.1 to 6; which is regarded as the governing document.

When planning our activities for the year, the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. In particular, we try to enable ordinary people to live out their faith through:

Worship and prayer; learning about The Gospel; developing their knowledge and trust in God.
Provision of pastoral care for those in the congregation and the local community.
Missionary and outreach work.

To facilitate this work it is important that we maintain the fabric of Three Mile Cross Church. The income and costs associated with the above are detailed in note 4 to the financial statements.

Achievements and Performance

Three Mile Cross Church (TMCC) trustees are dedicated to cooperate with the church elders and promoting the whole vision and mission of the church, pastoral, evangelistic, social and spiritual. The team has continued to expand in this year with the induction of a new trustee enhancing and broadening the knowledge and practical working base helping to inject new ideas and continue the desire to help the local community. Our aim of cultivating ministries continues with a focus on outreach.

TMCC offers a range of services and prayer meetings during the week not only to the church community but to the local and wider community. Continued development of the IT systems and website maintains the availability of sermons and prayer meetings online for those unable to attend and to associates further afield. Following the COVID-19 pandemic where the church maintained a continued presence for the church family, proceedings have generally returned to what is now the new normal. We continue to see regular attendees online throughout the year making use of this valuable service.

The Praise and Worship group has continued to develop and is regarded as an important integral part of any meeting. We continue to welcome new families into our church. The Sunday evening service continues to grow and is a more reflective and sharing service.

During the challenges presented to the Ukraine people during the ongoing conflict, Three Mile Cross Church made a significant donation to one of the many causes set up to help refugees.

Three Mile Cross Church

Report of the Trustees for the year ended 31 December 2022 (*continued*)

Achievements and Performance (*continued*)

Evangelistic opportunities have continued with outreach to the local area and care home. The development of a benevolent fund has proved beneficial to members and non members. We continue to support on our premises The Vine Christian School as part of the vision, it is open for attendance from any sector and encourage local parents to view and has been highly successful.

The building complex has also been used for other Christian groups for water baptism services, secular meetings and events including electoral voting

We also continue to support associates in Israel and in the UK wherever possible. In this year we have taken a break from summer camp while we take stock of our position, build our fellowship and prepare for a busy year ahead.

Financial Review

During the year ended 31 December 2022 the charity had a total income of £104,436 (2021: £93,430)
of which £88,127 (2021: £92,804)
was from offerings and related tax credits.

During the year £17,249 (2021: £4,885)
was given in gifts to third party organisations and visiting ministries

Total expenditure for the year was £112,764 (2021: £106,431)
Overall, the charity's Funds decreased by a net £3,757 (2021: £13,054)
in the year.

At the end of the year, the cash balance was £89,640 (2021: £112,963)
of which £56,489 (2021: £61,449)
was held in a separate account.

Investment Policy

Due to the relatively short time period between the receipt of funds and their expenditure, all the funds, with the exception of the Designated Fund, are held in cash. Funds not immediately required are held on deposit.



CHARITY COMMISSION
FOR ENGLAND AND WALES

Independent examiner's report on the accounts

Section A

Independent Examiner's Report

**Report to the
trustees/directors/
members of**

Three Mile Cross Church

**On accounts for the year
ended**

31/12/2022

Charity no.:

1148192

Company no.:

08073659

Set out on pages

10 - 18

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31/12/2022.

**Responsibilities and basis
of report**

As the charity's trustees of the Company (who are also the directors of the company 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 for this year 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 material matters have come to my attention other than that disclosed below which gives me cause to believe that:

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under section 396 of the Companies Act 2006 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
- the accounts have not been prepared in accordance with the Charities SORP (FRS102).

The matter that I disclose is that there was a material error in the 2021 accounts which resulted in the cash at bank being overstated by £7,145 and because the balance sheet wasn't balanced the funds of the charity being understated by £358. This has been corrected in the comparator figures in this set of accounts.

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

Signed:



Date:

26th September
2023

Name:

Rachel Eden

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

ACMA (Chartered Institute of Management Accountants)

Address:

Curious Lounge, Pinnacle Building

Tudor Road

RG1 1NH

Section B

Disclosure

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

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

Three Mile Cross Church

Statement of Financial Activities For the year ended 31 December 2022

	Notes	Unrestricted Funds £	Restricted Funds £	Designated funds £	Total 2022 £	Total 2021 £
INCOME AND EXPENDITURE						
Income from:						
Donations	3	87,327	21,249	-	108,576	92,674
Interest receivable		-	(4,940)	-	(4,940)	6
Charitable activities	4	800	-	-	800	750
Total		88,127	16,309	-	104,436	93,430
					(5,000)	
Expenditure on:						
Charitable activities	5	86,762	24,547	-	111,309	93,137
Governance costs	6	1,455	-	-	1,455	13,294
Total		88,217	24,547	-	112,764	106,431
Net Movement of funds before depreciation		(90)	(8,238)	-	(8,328)	(13,001)
Depreciation		-	-	4,535	4,535	2,957
Transfer between funds		21	(21)	-	-	-
Capital purchases				9,105	9,105	
Net Movement of funds		(69)	(8,259)	4,570	(3,757)	(15,958)
Funds b/fwd 1 January 2022		37,884	850,550	3,723	892,158	908,115
Funds carried forward at 31 December 2022		37,815	842,292	8,293	888,400	892,158
				-	4,998	0

Three Mile Cross Church

Balance Sheet as at 31 December 2022

		2022		2021	
	Notes	£	£	£	£
Fixed Assets					
Tangible fixed assets	13		801,821		797,251
Current Assets					
Debtors	14	3,017		2,475	
Cash at Bank and in hand		89,640		92,431	
		92,657		94,906	7,145
Liabilities falling due within one year					
Creditors	15	1,080		-	
Net current assets			91,577		94,906
Net Assets			893,398		892,157
Funds					
Unrestricted Fund	16		37,813		37,884
Restricted Fund	16		847,292		850,550
Designated Fund	16		8,293		3,723
			893,398		892,158
			0	-	0

For the financial year ended 31 December 2022, the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year ended 31 December 2021 in accordance with section 476 of the Companies Act 2006.

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

Approved by the trustees on

and signed on their behalf by



Trustee - Rev. Deon Esterhuizen

Three Mile Cross Church

Notes to the Accounts for the year ending 31 December 2022

1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Three Mile Cross Church meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

b) Reconciliation with previous Generally Accepted Accounting Practice

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

c) Preparation of the accounts on a going concern basis

The trustees are of the view that on the basis of existing reserves and continued stable levels of donations the charity is a going concern.

d) Income

Voluntary income, including donations, gifts and legacies that provide core funding or are of general nature are recognised where there is entitlement to the funds, any performance conditions attached have been met, it is probable that the income will be received and the amount can be measured reliably. Such income is only deferred when:

The donor specifies that the grant or donation must only be used in future accounting periods; or
The donor has imposed conditions which must be met before the charity has unconditional entitlement.

e) Donated services and facilities

Donated professional services and donated facilities are recognised as income when the charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of church members is not recognised and refer to the trustees' annual report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Three Mile Cross Church

Notes to the Accounts for the year ending 31 December 2022

1 Accounting Policies (continued)

f) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

g) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work.

h) Expenditure and irrecoverable VAT

Expenditure is recognised once there is a legal or 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. Expenditure is classified under the following activity headings:

- Costs of raising funds
- Expenditure on charitable activities includes the expenditure associated with the maintenance of the church, pastoral team and gifts to missions.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

i) Tangible fixed assets

The assets transferred at 1 January 2013 from Three Mile Cross Church Centre have been included at cost. It is not the policy of the charity to seek a revaluation of the property . Individual assets or building project expenses over £500 are capitalised at cost. No depreciation is charged on freehold land or buildings. Other tangible fixed assets are depreciated on a straight line basis over the five years. Fully depreciated assets are written off.

j) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

Three Mile Cross Church

Notes to the Accounts for the year ended 31 December 2022

2 Legal status of the Charity

The Charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

3 Income from donations

	Unrestricted Funds £	Restricted Funds £	Designated funds £	Total 2022 £	Total 2021 £
Offerings and Donations	68,079	21,249	-	89,328	84,375
Gift Aid Tax Refunded	19,248	-	-	19,248	7,300
Donated services	-	-	-	-	1,000
	87,327	21,249	-	108,576	92,675

Trustees and their related parties have made unconditional donations to the charity in the year. Such donations are a mix of regular donations where the donor is recorded by the charity for gift-aid purposes, and some are spontaneous cash gifts where only the gift and not the donor is recorded by the charity.

In 2021 the charity recognised the pro-bono provision of an independent examination valued at £1000. The estimated value of these services was recognised within incoming resources as a donation, and an equivalent charge included within governance costs.

The charity benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS 102 and the Charities SORP (FRS 102), the economic contribution of general volunteers is not recognised in the accounts.

The current trustees have decided to repurpose the restricted fund (known as the building fund) to better align with ongoing requirements of the church. Each known donor has been contacted and, for a limited time, their wishes for the donation honoured. An amount of £5,000 is the first donation refunded and future refunds will be documented in the 2023 accounts. Any claim of gift aid has also been refunded to HMRC.

4 Income from Charitable Activities

	Unrestricted Funds £	Restricted Funds £	Designated funds £	Total 2022 £	Total 2021 £
Church camp	-	-	-	-	-
Venue hire	800	-	-	800	800
Other	-	-	-	-	-
	800	-	-	800	800

Three Mile Cross Church

Notes to the Accounts for the year ending 31 December 2022

5 Analysis of expenditure on charitable activities

	Unrestricted funds £	Restricted funds £	Designated fund £	Total 2022 £	Total 2021 £
Salaries, National Insurance, Pension	39,276	-	-	39,276	43,398
Church gifts -Benevolent fund	1,088	-	-	1,088	2,060
Gifts to other ministries	709	16,540	-	17,249	4,885
Church camp	-	-	-	-	-
Utilities	11,385	-	-	11,385	6,466
Fire, insurance	3,392	-	-	3,392	3,464
Printing, postage and stationery	6	-	-	6	60
IT/Website/Streaming	3,760	-	-	3,760	3,349
Sundry	457	-	-	457	404
Rent	20,800	-	-	20,800	20,400
Bank charges	267	-	-	267	171
Licences	331	-	-	331	271
Gifts	-	-	-	-	319
Ministry books, tapes, Sunday School	172	-	-	172	124
Repairs and maintenance/Waste	1,859	-	-	1,859	2,746
Refreshments, Kitchen & cleaning supplies	2,017	-	-	2,017	3,478
Vehicle costs	931	-	-	931	1,542
Equipment	-	8,007	-	8,007	-
Events	32	-	-	32	-
Petty Cash	280	-	-	280	-
	86,762	24,547	-	111,309	93,137

6 Governance costs

	Unrestricted funds £	Restricted funds £	Designated fund £	Total 2022 £	Total 2021 £
Legal and professional	1,455	-	-	1,455	13,294
	1,455	-	-	1,455	13,294

7 Net income/(expenditure) for the year

	Total 2022 £	Total 2021
This is stated after charging:		
Depreciation	(4,535)	(2,957)

Three Mile Cross Church

Report of the Trustees for the year ended 31 December 2022 (*continued*)

Funds

The Unrestricted Fund includes cash and other current assets that are not immediately available for the charity to use. As the charity is dependent upon its regular offerings, together with tax reclaimed on Gift Aid donations, to fund ongoing ministries, the trustees consider that the element of Unrestricted funds that were available for immediate use to be £10,001 (2020: £11,931). The policy on funds and reserves is reviewed annually.

Restricted Funds includes deposits held for Church camp in Summer 2023

Statement of Trustees Responsibilities

The trustees are responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with the United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). The financial statements are required by law to give a true and fair view of the state of affairs of the charitable company and of the surplus or deficit 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.

On behalf of the Board:



Trustee - Deon Esterhuizen

Date:

Three Mile Cross Church

Notes to the Accounts for the year ending 31 December 2022

8 Summary of total expenditure

	Gifts £	Staff costs £	Other costs £	Total 2022 £	Total 2021 £
Direct church expenditure	18,337	39,276	53,696	111,309	93,137
	18,337	39,276	53,696	111,309	93,137

9 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

	Total 2022 £	Total 2021 £
Salaries and wages	30,321	32,076
Payroll services	427	-
Social security costs	-	-
PAYE/Emp NI	5,601	8,518
Pension costs	2,926	2,804
	39,276	43,398

No employees had employee benefits in excess of £60,000 (2021: nil). Pension costs are allocated to activities in proportion to the related staffing costs incurred and are wholly charged to unrestricted funds.

Other than as stated in note 11, no Trustee received payment for professional or other services supplied to the charity (2021: £nil).

The key management personnel of the charity, comprise the trustees and the office staff.

Total employee benefits of the key management personnel of the Trust were 30,321 (2021 32,076)

10 Staff Numbers

The average monthly head count was 2 staff (2020: 2 staff) and the average monthly number of full-time equivalent employees (including casual and part-time staff) during the year were as follows:

	2022 Number	2021 Number
Ministry	1	1
Governance	1	1
Other	-	-
	2	2

Three Mile Cross Church

Notes to the Accounts for the year ending 31 December 2022

12 Corporation Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

13 Tangible fixed assets

	Freehold Land & Buildings £	Equipment £	Mini Bus £	Total £
Cost				
As at 1st January 2022	788,276	80,395	14,570	883,241
Additions in the year	-	9,105	-	9,105
As at 31st December 2022	788,276	89,500	14,570	892,346
Depreciation				
As at 1st January 2022	-	71,420	14,570	85,990
Charge for the year	-	4,535	-	4,535
As at 31st December 2022	-	75,955	14,570	90,525
Net book value				
As at 31st December 2022	788,276	13,545	0	801,821
As at 31 December 2021	788,276	8,975	-	797,251

14 Debtors and prepayments

	2022 £	2021 £
Gift Aid tax recoverable	542	-
Prepayments	-	-
Rent Deposit	2,475	2,475
	3,017	2,475

Three Mile Cross Church

Notes to the Accounts for the year ending 31 December 2022

15 Liabilities falling due within one year

	2022 £	2021 £
Missionary commitments	-	-
Accrued expenses	1,080	-
	<u>1,080</u>	<u>-</u>

16 Analysis of charitable funds

	Brought Forward £	Income £	Expenditure £	Capital purchase	Inter-fund Transfers £	Depreciation £	Carried Forward at 31.12.22 £
Restricted Fund							
Property	786,683	-	-		-	-	786,683
Other	2,418	26,249	(24,547)		-	-	4,120
	-	-	-		-	-	-
	-	-	-		-	-	-
TMCC Camp	21	-	-		(21)	-	-
Land purchase fund	61,428	(4,940)	-		-	-	56,489
	<u>850,550</u>	<u>21,309</u>	<u>(24,547)</u>	<u>-</u>	<u>(21)</u>	<u>-</u>	<u>847,292</u>
			-				
Unrestricted fund							
General	37,884	88,127	(88,219)		21	-	37,813
	<u>37,884</u>	<u>88,127</u>	<u>(88,219)</u>	<u>-</u>	<u>21</u>	<u>-</u>	<u>37,813</u>
Designated fund (unrestricted)							
Capital equipment	3,723	-		9,105	-	(4,535)	8,293
	<u>3,723</u>	<u>-</u>	<u>-</u>	<u>9,105</u>	<u>-</u>	<u>(4,535)</u>	<u>8,293</u>
Total Funds	<u>892,158</u>	<u>109,436</u>	<u>(112,766)</u>	<u>9,105</u>	<u>-</u>	<u>(4,535)</u>	<u>893,398</u>
	0	5,000	(2)				