

QUORN BAPTIST CHURCH
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 JANUARY 2022

REGISTERED CHARITY NUMBER: 1148704

Cound & Co LLP
Chartered Accountants
1 Princes Court
Royal Way
Loughborough
Leics LE11 5XR

Tel: 01509 214163

QUORN BAPTIST CHURCH

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QUORN BAPTIST CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JANUARY 2022

The trustees are pleased to present their report together with the financial statements for the year ended 31 January 2022.

Reference and Administrative Details

Charity Registration Number:	1148704
Principal Office:	Quorn Baptist Church, Meeting Street, Quorn, Loughborough, LE12 8AQ
Bankers:	Santander Bank HSBC, 41 Market Place, Loughborough, LE11 3EJ
Independent Examiner:	Cound & Co LLP, 1 Princes Court, Royal Way, Loughborough LE11 5XR
Custodian Trustees:	East Midlands Baptist Trust Corporation, 129 Broadway, Didcot, OX11 8RT
Trustees:	

The trustees during the year were:

Rev I Smith, Minister
Miss G Clement, Secretary
Mr A Gibb
Mr P Vanlint
Mr J Stow
Mr T Hills
Mr K Rimmer, Treasurer until AGM in April 2021
Mrs A Shipway
Mrs H Andrews
Mr D Bates, Treasurer after AGM in April 2021
Mrs J Lister
Mrs R Thomson

Objectives, Activities and Achievements

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.

Details of activities and achievements during 2021/2022 can be found in the Annual Report.

Structure, Governance and Management

The activities of the Church are governed by a trust deed, and a constitution adopted on 3 February 2012.

The Church is managed on a day to day basis by its Minister, Treasurer, Secretary and a number of Deacons. Apart from the Minister, the trustees and officers are elected as Deacons to be in office for three years. Elections take place at a Church members' meeting, normally the AGM. Members may be nominated for election as trustees by a fellow member and seconded by two other members. Trustees are elected from among the nominations by means of a secret ballot of members.

There are four members' meetings per annum at which the activities of the trustees may be scrutinised and where decisions may be taken which are beyond the trustees' expenditure authorisation limits.

The trustees have a staggered year for retirement or re-election, so that not all are replaced at the same time, allowing overlap and transfer of information to any newly elected trustees.

The Secretary and Treasurer have the resources of the Baptist Union to keep them abreast of any changes made to charity-related as well as Church related laws.

QUORN BAPTIST CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 JANUARY 2022

Financial Review

Like many others we have been affected by the corona virus. Activities have been curtailed but most weeks a service has been held in the church and/or on-line. Many of our senior congregation have heeded government advice to keep their distance, but have remained in touch through use of modern technology.

Weekly 'plate' collections have decreased but giving by bank transfer and by standing orders has increased. Overall giving has increased by £2387.

We have continued to support missionary and other Christian causes at similar levels to the previous year. The unrestricted funds show a surplus of £15,136 after the deficit of £7,649 in the previous year.

The Baptist Union pension scheme continues to show a deficit, which has been considerably reduced and is expected to be cleared by June 2026.

We continue to make regular savings in our Extraordinary Repair Fund which we intend to use for the replacement of the church roof. Further building projects are under discussion by the Church membership.

The Trustees are satisfied with the current financial position.

Public Benefit

The Church provides Christian education at its weekly public meetings for worship, and public courses covering the basics of the Christian faith. The Minister and members of the congregation are also involved in the local primary school's assemblies and religious education as well as providing spiritual comfort to the elderly in residential care.

The Church provides the local community with a Mums and Toddlers group, a coffee morning, and activities for children and young people both on Sundays and during the week. This year we have started a Baby Steps group for pre-toddlers. We also run an annual holiday club. The Minister is made available by the Church to the public, at his discretion and availability, to assist with funerals, weddings, and to visit the bereaved, the sick, and others in need. He also has access to specific funds to assist those in dire financial need. The Church supports local events designed to bring cohesion to the village by providing, for example, refreshments at village events, and, where applicable, by making the facilities of our buildings available to the public or public groups, such as Ranger Guides and the Royal British Legion.

The Church also provides funds for charitable relief and development work in developing countries via the medium of Christian aid agencies. We also support individuals engaged in providing medical care and Christian mission world-wide via charitable agencies. On top of this the Church provides its members with opportunities to take part in nationwide collections for disasters.

Reserves Policy

The church adopted a Reserves Policy in 2014 which states that unrestricted funds should be equivalent to at least six months' employment costs.

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Miss G Clement

12 April 2022

**INDEPENDENT EXAMINER'S REPORT
TO THE TRUSTEES OF QUORN BAPTIST CHURCH**

I report on the accounts of the Charity for the year ended 31 January 2022, which are set out on pages 4 to 9.

Respective Responsibilities of Trustees and Examiner

The church officers are responsible for the preparation of the accounts; consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- follow the procedures laid down in the General Directions given by the Charity Commissioners under section 145(5)(b) of the 2011 Act; and
- state whether particular matters have come to our attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep proper accounting records in accordance with section 130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act
 - have not been met; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

D R Gradon MA FCA
Cound & Co LLP
Chartered Accountants
1 Princes Court
Royal Way
Loughborough
Leics
LE11 5XR

12 April 2022

QUORN BAPTIST CHURCH

RECEIPTS & PAYMENTS ACCOUNT - FOR THE YEAR ENDED 31 JANUARY 2022

<u>Income</u>	Unrestricted <u>2022</u>	Restricted <u>2022</u>	Total <u>2022</u>	Unrestricted <u>2021</u>	Restricted <u>2021</u>	Total <u>2021</u>
Offertories – Plate	3505	-	3505	8457	-	8457
Offertories – Regular	68649	-	68649	61310	-	61310
Gifts & Donations	1397	-	1397	453	-	453
Missions & Other Causes						
BMS	-	209	209	-	216	216
Disaster Relief	-	-	-	-	-	-
Funeral Donation	1100	-	1100	-	-	-
Spurgeons	-	372	372	-	429	429
The Bridge & Carpenter's Arms	-	250	250	-	-	-
Tear Fund	-	376	376	-	439	439
Trevor and Jan Long	-	-	-	-	240	240
Venezuelan Refugees	-	150	150	-	755	755
Peru Children's Trust	-	5	5	-	13	13
The Bible Society	-	267	267	-	-	-
Manali Hospital	-	400	400	-	-	-
Latin Link	-	-	-	-	63	63
Fellowship Activities	60	-	60	-	-	-
Fellowship Fund	-	200	200	-	100	100
Gift Aid Tax Recovery	15338	-	15338	16413	-	16413
Interest Received	403	-	403	459	-	459
ChariFund Dividends	1195	-	1195	1037	-	1037
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL INCOMING RESOURCES	91647	2229	£93876	88129	2255	£90384
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

QUORN BAPTIST CHURCH
RECEIPTS & PAYMENTS ACCOUNT
FOR THE YEAR ENDED 31 JANUARY 2022

<u>Expenditure</u>	Unrestricted <u>2022</u>	Restricted <u>2022</u>	Total <u>2022</u>	Unrestricted <u>2021</u>	Restricted <u>2021</u>	Total <u>2021</u>
Minister's Employment	38732	-	38732	37606	-	37606
Cleaners' Employment	4668	-	4668	4564	-	4564
Manse Costs	3712	-	3712	3723	-	3723
Ministry Costs	213	-	213	-	-	-
Chapel Utility Bills	2703	-	2703	4672	-	4672
Maintenance and Fabric	2238	-	2238	20528	-	20528
Running Costs and Consumables	464	-	464	736	-	736
Printing, Publicity & Stationery	474	-	474	1057	-	1057
I.T.	562	-	562	-	-	-
Legal and Insurance Costs	353	-	353	1801	-	1801
Bank Charges	45	-	45	-	-	-
Subscriptions	603	-	603	353	-	353
Fellowship Activities	961	-	961	-	-	-
Fellowship Fund	-	-	-	-	700	700
Youth and Sunday School	435	-	435	554	-	554
Taxis	-	-	-	88	-	88
Independent Examination Fee	456	-	456	456	-	456
Licence	738	-	738	863	-	863
Safeguarding Course	20	-	20	-	-	-
Treasurer's Course	60	-	60	-	-	-
Missions and Causes (see note 3)	19062	2041	21103	18777	2205	20982
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL OUTGOING RESOURCES	76499	2041	£78540	95778	2905	£98683
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
NET INCOMING/(OUTGOING)						
RESOURCES	15148	188	15336	(7649)	(650)	(8299)
TRANSFERS	(12)	12	-	-	-	-
TOTAL FUNDS						
BROUGHT FORWARD	68147	7143	75290	75796	7793	83589
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS						
CARRIED FORWARD	83283	7343	£90626	68147	7143	£75290
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QUORN BAPTIST CHURCH

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 JANUARY 2022

	<u>NOTE</u>	<u>2022</u>	<u>2021</u>
CURRENT ASSETS			
Investments	4	38975	34780
HSBC Bank Accounts		35587	24051
Santander Bank Accounts		14975	14974
First Steps Balance		710	463
Cash in Hand		329	552
Stewardship Account		50	200
Debtors		-	270
		<hr/>	<hr/>
TOTAL CURRENT ASSETS		£90626	£75290
		<hr/> <hr/>	<hr/> <hr/>
CURRENT LIABILITIES			
		-	-
		<hr/>	<hr/>
TOTAL CURRENT LIABILITIES		£-	£-
		<hr/>	<hr/>
NET CURRENT ASSETS		90626	75290
		<hr/>	<hr/>
TOTAL NET ASSETS		£90626	£75290
		<hr/> <hr/>	<hr/> <hr/>
CHARITABLE FUNDS			
Restricted	5	7343	7143
Designated	6	28975	24780
Unrestricted		54308	43367
		<hr/>	<hr/>
		£90626	£75290
		<hr/> <hr/>	<hr/> <hr/>

Approved by the Church Officers on 12 April 2022 and signed on their behalf by;

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Dr D Bates
Treasurer

QUORN BAPTIST CHURCH

NOTES TO THE ACCOUNTS – FOR THE YEAR ENDED 31 JANUARY 2022

1 ACCOUNTING POLICIES

- a) These accounts have been prepared on a cash basis and include income and expenditure as cash is received or paid.
- b) The accounts have been prepared in accordance with:
 - i) The Charities Act 2011.
 - ii) The historic cost basis of accounting.

2 PENSION COSTS

The church is an employer participating in a pension scheme known as the Baptist Pension Scheme (“the Scheme”). The Scheme is a separate legal entity which is administered by the Pension Trustee (Baptist Pension Trust Limited).

From January 2012, pension provision is being made through the Defined Contribution (DC) Plan within the Scheme. 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 Scheme members in the event that they are unable to work due to long-term incapacity. The income protection policy has been insured by the Baptist Union of Great Britain with Unum Limited. Members of the Basic Section 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 within the Scheme. The main benefits for pre 2012 service 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 Scheme, previously known as the Baptist Ministers’ Pension Fund, started in 1925, but was closed to future accrual of defined benefits on 31 December 2011.

A formal valuation of the Ministers’ Fund was performed at 31 December 2013 by a professionally qualified Actuary using the Projected Unit Method. The market value of the DB Plan assets at the valuation date was £162 million.

The valuation of the DB Plan revealed a deficit of assets compared with the value of liabilities of £84 million (equivalent to a past service funding level of 66%). As a result of the valuation, in addition to the contributions to the DC Plan set out above, it has been agreed to increase the standard rate of deficiency contributions from churches and other employers involved in the DB Plan from 11% of Pensionable Income/Minimum Pensionable income to 12% from 1 January 2017. The contributions will be based on each church’s or other employer’s position at March 2017. Some churches and other employers that were only involved in the DB Plan for a short period will pay less than 12%. As at 31 December 2018 the estimated deficit on a technical provision basis has reduced to around £50m.

The key financial assumptions underlying the valuations were as follows:

Type of assumption	% pa
RPI price inflation assumption	3.60
CPI price inflation assumption	2.85
Minimum Pensionable Income Increases (CPI plus 1.0% pa)	3.85
Assumed investment returns	
- Pre retirement	5.10
- Post retirement	3.95
Deferred pension increases	
- Pre April 2009	3.60
- Post April 2009	2.50
Pension increases	
- Main Scheme pension Pre April 2006	3.40
- Main Scheme pension Post April 2006	2.30

QUORN BAPTIST CHURCH

NOTES TO THE ACCOUNTS – FOR THE YEAR ENDED 31 JANUARY 2022

2 PENSION COSTS (Continued)

As there is a large number of contributing employers participating in the Scheme, the Church is unable to identify its share of the underlying assets and liabilities of the Scheme. Accordingly, due to the nature of the Scheme, the profit and loss charge for the period represents the employer contributions payable.

Under the current Recovery Plan signed in September 2020, deficiency contributions are payable until June 2026. These contributions are broadly based on the employer's membership at 31 December 2014 and increase annually in line with increases to Minimum Pensionable Income as defined in the Rules.

3 MISSIONS AND CAUSES

	Unrestricted Funds <u>2022</u>	Restricted Funds <u>2022</u>	Total Funds <u>2022</u>	Unrestricted Funds <u>2021</u>	Restricted Funds <u>2021</u>	Total Funds <u>2021</u>
Venezuelan Refugees	-	150	150	-	775	775
Faith in Later Life	-	-	-	200	-	200
EMBA Home Mission	3000	-	3000	3000	-	3000
BMS	3960	209	4169	3960	241	4201
DUF India	1400	-	1400	1200	-	1200
Spurgeons	-	371	371	-	434	434
The Bridge and Carpenter's Arms	500	250	750	-	-	-
New Life - Gambia	700	-	700	600	-	600
Tear Fund	-	376	376	-	439	439
Steps	-	-	-	100	-	100
Peru Children's Trust	422	18	440	307	13	320
Japan Mission	700	-	700	600	-	600
SOAR	600	-	600	600	-	600
Rainbows	-	-	-	100	-	100
Bulgaria Appeal	700	-	700	600	-	600
BG & RE Kim	1440	-	1440	1200	-	1200
Trevor and Jan Long	-	-	-	810	240	1050
Castle Donington Church	2000	-	2000	2000	-	2000
The Bible Society	-	267	267	-	-	-
Manali Hospital	-	400	400	-	-	-
Samaritans Purse	-	-	-	100	-	100
K Andrews	1200	-	1200	1200	-	1200
I Horne	1440	-	1440	1200	-	1200
S Gibb (Hope Church)	1000	-	1000	1000	-	1000
Latin Link	-	-	-	-	63	63
	<u>19062</u>	<u>2041</u>	<u>£21103</u>	<u>18777</u>	<u>2205</u>	<u>£20982</u>

4 INVESTMENTS

	<u>2022</u>	<u>2021</u>
M & G ChariFund	28975	24780
Green Pastures	10000	10000
	<u>£38975</u>	<u>£34780</u>

The market value of the M & G ChariFund at 31 January 2022 was £30559 (2021: £22939). Interest on the Green Pastures investment is received annually.

QUORN BAPTIST CHURCH

NOTES TO THE ACCOUNTS – FOR THE YEAR ENDED 31 JANUARY 2022

5 RESTRICTED FUNDS

	As at 31 January <u>2021</u>	<u>Income</u>	<u>Expenditure</u>	<u>Transfer</u>	As at 31 January <u>2022</u>
Fellowship Fund	5365	200	-	-	5565
BMS Birthday Scheme	-	209	(209)	-	-
Children's Musical Instrument Fund	1778	-	-	-	1778
Peru Children's Trust	-	5	(18)	12	-
Spurgeons	-	372	(372)	-	-
The Bible Society	-	267	(267)	-	-
Venezuelan Refugees	-	150	(150)	-	-
Tear Fund	-	376	(376)	-	-
The Bridge/Carpenter's Arms	-	250	(250)	-	-
Manali Hospital	-	400	(400)	-	-
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	£7143	2229	(2041)	12	£7343
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

6 DESIGNATED FUNDS

	As at 31 January <u>2021</u>	<u>Income</u>	<u>Expenditure</u>	<u>Transfer</u>	As at 31 January <u>2022</u>
Extraordinary Repair Fund	24780	1195	-	3000	28975
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	£24780	1195	-	3000	£28975
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The Trustees have agreed that £3000 per annum should be transferred from Unrestricted Funds into a Designated Fund for 10 years to build up a fund to cover expected repair costs to the Chapel Roof.

7 FREEHOLD PROPERTIES

The chapel building (Meeting Street, Quorn, LE12 8AQ) and the manse (23 Cradock Drive, Quorn, LE12 8ER) are owned by the East Midland Baptist Trust Company Ltd as custodian trustees for the church.

