

COMPANY REGISTRATION NUMBER 08432952

**SDA REFORM MOVEMENT
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT AND FINANCIAL
STATEMENTS**

31 DECEMBER 2021

CHARITY NUMBER: 1151248



**Community Benefit Additions Limited
Workhere, 3 Cavendish Court, South Parade
Doncaster
DN1 2DJ**

SDA Reform Movement
(Registered charity, number 1151248)
(Registered company, number 08432952)
Financial statements
for the year ended 31 December 2021

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SDA Reform Movement Trustees' annual report for the year ended 31 December 2021

The trustees, who are also directors of the charity for the purposes of the Companies Act, submit their annual report and the financial statements for the year ended 31 December 2021. The Board have adopted the provisions of the 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 1st January 2015) the Companies Act 2006.

Reference and administrative details

Charity Registration: 1151248

Company Registration: 08432952

Registered Office: 27 Old Gloucester Street, London, WC1N 3AX.

Trustees (Directors):

President: Pr Dorde Bosanac

Chairman: Mr Friederich Olescher

Secretary: Ms Remilyn Grace Guioa (from 30/01/21)

Treasurer: Mr Ciprian Catalin Budau (from 30/01/21)

Mr Gheorghe-Cosmin Paulescu (from 30/01/21)

Miss Katya Dimitrovac (until 30/01/21)

Mr Dorin Butilca (until 30/01/21)

Daniel Maris (until 30/01/21)

Bankers: Barclays Bank Plc, 197 Shenley Road, Borehamwood, Hertfordshire, WD6 1AR
Barclays Bank Plc, Locket House, St. Albans, Hertfordshire, AL1 3LP

Independent Examiner: Meshach Adelowokan, Manager of CASDon, Workhere,
3 Cavendish Court, South Parade, Doncaster, DN1 2DJ

The trustees of the charity have complied with section 4 of the Charities Act 2006 in fulfilling their duty to have due regard to public benefit guidance published by the Charity Commission.

SDA Reform Movement Trustees' annual report for the year ended 31 December 2021

Structure, Governance and Management Information:

Governing Document

SDA Reform Movement was incorporated on 6 March 2013 as a company limited by guarantee, not having share capital. The Company is registered as a Charitable Trust. The Company is governed by its Memorandum and Articles of Association.

Appointment of Trustees

New Trustees are appointed by the members of the Board from a wide audience that is open to all members of the Charity. An introduction process is undertaken for all prospective Trustees before leading to Board approval.

Trustee induction and training

New Trustees are induced by the Chair of the Board and existing Board members.

Organisation

The Charity is managed by a Committee of Trustees which consists of the President, a Chair Director, a Treasurer, a Secretary and one other Director.

Risk management

The Trustees have identified the major risks, both financial and operational, to which the Charity is exposed and have put in place controls to mitigate those risks.

The Trustees regularly review and monitor operational controls for improvements.

AIMS AND OBJECTIVES OF THE CHARITY FOR THE PUBLIC BENEFIT

The aims and objectives of the Charity are:

- 1) to advance the Christian faith in accordance with the teachings of the Seventh Day Adventist Reform Movement mainly but not exclusively by:
 - a) Proclaiming the gospel of Lord Jesus Christ as expressed in the old and new testaments and the spirit of prophecy;
 - b) Organising into groups and churches the believers who accept this message and providing places for public worship and religious instruction;
 - c) preparing and ordaining ministers, elders, deacons and religious instructors;
 - d) Organising divine worship services, prayer meetings, bible classes and sabbath schools;
 - e) Training persons for missionary work and

**SDA Reform Movement
Trustees' annual report
for the year ended 31 December 2021**

2) To relieve persons who are in conditions of need or hardship or who are aged or sick in such parts of the United Kingdom or the world as the Trustees think fit.

Strategies used for achieving the aims and objectives

In order for the Charity to meet its aims and objectives, the Charity:

- 1) Holds regular meetings every Saturday in order to raise and uplift moral, especially the youth in the community.
- 2) Distributes flyers on outreach programmes held on natural health and cooking classes
- 3) Holds lectures and seminars
- 4) Holds regular bible study.

In doing so, the Trustees, in exercising their duties and powers have complied with the duty in Section 4 of the Charities Act 2006 to have due regard to the guidance published by the Charity Commission including Public Benefit guidance.

MAIN ACTIVITIES AND ACHIEVEMENTS DURING THE YEAR

Canvassing work, distributions of books and leaflets carried out in London, Birmingham and Doncaster.

> Multiple bible studies with interested individuals and regular visits conducted by our Pastor & Elder.

> July 23rd & 24th Annual Conference held in Bentley Doncaster wherein we invited friends and families to be amongst us.

> Online Conferences for our Sabbath School lessons, afternoon programmes from January 2021 until around June 2021. We still continue online due to restrictions especially to those who are at high risk, but most of us gathering now in person yet observing still the guidelines of the government.

**SDA Reform Movement
Trustees' annual report
for the year ended 31 December 2021**

FINANCIAL REVIEW

The results for the year are set out on page 8.

The charity generated income totalling £168,791 (2020: £121,090) in the year under review, the principal source of which derived from individual donations.

Expenses for the year totalled £104,914 (2020: £102,056) and consequently resulted in a surplus of £63,877 (2020 £19,034) for the year.

As at the year end date, general reserves stood at £138,587 (2020 £74,710).

Reserves Policy

The Trustees consider that the ideal level of reserves is approximately £10,000 in order to cover unplanned expenditure including emergencies.

SMALL COMPANY EXEMPTION

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

The attached financial statements comply with relevant legislation and with the charitable company's governing document.

Trustees' responsibilities

Company and charity law require the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including the net income or expenditure, during the period. In preparing those financial statements, the trustees are required to:

- * select suitable accounting policies and then apply them consistently;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

**SDA Reform Movement
Trustees' annual report
for the year ended 31 December 2021**

Trustees' responsibilities continued

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006 and the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees of the charity who served during the year and up to the date of this report are set out on page 2.

So far as the trustees are aware, there is no relevant information (as defined by Section 418 of the Companies Act 2006) of which the company's independent examiner is unaware, and each trustee has taken all the steps that he or she ought to have taken as a trustee in order to make himself or herself aware of any relevant information and to establish that the company's independent examiner is aware of that information.

Fixed assets

The movements in fixed assets during the period are reflected in note 6 in the accounts.

Events since the balance sheet date

No events have occurred since the balance sheet date, which affect the charity.

This report has been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities (SORP 2005).

Signed on behalf of the Trustee Board by Ciprian Catalin Budau - Trustee/Director



Ciprian Catalin Budau -Trustee/Director

Dated : 5th December 2022

**Independent examiner's report to the trustees of
SDA Reform Movement
for the year ended 31 December 2021**

I report on the accounts of the company, which are set out on pages 8 to 16.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the company for the purposes of company law) are responsible for the preparation of the accounts. The trustees 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. Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, 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 my attention.


Basis of independent examiner's report

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 accounting records in accordance with section 386 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charitieshave 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.

Signed 
Meshach Adelowokan, FAIA, FCIE
Manager of CASDon

Date 15/12/2022

SDA Reform Movement
Statement of financial activities
(incorporating an income and expenditure account)
for the year ended 31 December 2021

	Note	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Income (and endowments) from:					
Donations and legacies	2	168791	-	168791	121090
Investments	3	-	-	-	-
Total income		168791	-	168791	121090
Expenditure on:					
Charitable activities	4	104914	-	104914	102056
Total expenditure		104914	-	104914	102056
Net income/expenditure		63877	-	63877	19034
Transfers between funds		-	-	-	-
Net movement in funds		63877	-	63877	19034
Reconciliation of funds					
	9,11				
Total funds brought forward		74710	-	74710	55676
Total funds carried forward		138587	-	138587	74710

All the activities of the charitable company are classed as continuing. The company had no recognised gains or losses other than the net income for the period.

SDA Reform Movement
Balance sheet
at 31 December 2021
Company Number: 08432952

	Note	£	2021 £	2020 £
Fixed assets				
Tangible assets	6	1025	2074	
<i>Total fixed assets</i>			1025	2074
Current assets				
Debtors	7	523	511	
Cash at bank and in hand		138199	73225	
<i>Total current assets</i>		138722	73736	
Liabilities				
Creditors:				
amounts falling due within one year	8	(1160)	(1100)	
Net current assets			137562	72636
Total net assets			138587	74710
The funds of the charity	9,11			
Unrestricted income funds				
Designated			-	-
General			138587	74710
			138587	74710
Restricted income funds			-	-
<i>Total charity funds</i>			138587	74710


For the period ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements on pages 8 to 16 were approved by the Board on 5th December 2022 and signed on its behalf by:

Signed 
Ciprian Catalin Budau, Director/Trustee

Dated 15/12/22

The notes on pages 10 to 16 form part of these financial statements

SDA Reform Movement
Notes to the accounts
for the year ended 31 December 2021

1. Accounting policies

Basis of the preparation of the accounts

The financial statements have been prepared in accordance with the 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 1st January 2015) the Companies Act 2006, The Charities Act 2011 and applicable regulations.

The Charity meets the definition of a public benefit entity. The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

Income

Income is recognised when the charity has entitlement to the funds, any conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from grants, whether 'capital' or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured and is not deferred.

For Legacies, entitlement is taken as the earlier of the date on which either: the charity is aware that probate has been granted, the estate has been finalised and notification has been made, or when a distribution is received from the estate. Receipt of a legacy in whole or in part is only considered probable when the amount can be measured reliably and the charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the charity, or the charity is aware of the granting of probate and the criteria for income recognition have not been met, then the legacy is treated as a contingent

Donated services and facilities

Donated 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.

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.

SDA Reform Movement
Notes to the accounts continued
for the year ended 31 December 2021

1. Accounting policies - continued

Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the 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 or for specific projects being undertaken by the charity.

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 headings:

- Cost of raising funds are those costs incurred in attracting voluntary income.
- Expenditure on charitable activities includes all direct costs incurred to further the purpose of the charity together with associated support costs.
- 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 .

Allocation of support costs

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include office costs, finance, personnel, payroll and governance costs which support the charity's activities. These costs have been allocated entirely to the sole activity of the charity, being that of missionary work to advance the teachings of the movement.

Tangible fixed assets

All tangible fixed asset expenditure is capitalised at cost. Provision is made for depreciation on all tangible fixed assets, at rates calculated to write off the cost or valuation less residual value of each asset over its expected useful life as follows :

Motor Vehicles	- 25% on written down value
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Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

SDA Reform Movement
Notes to the accounts continued
for the year ended 31 December 2021

1. Accounting policies - continued

Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

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.

Restricted and Unrestricted Funds

Restricted funds are funds received from donors which are subject to restrictions on the purposes for which they may be used. Unrestricted funds are those where there are no externally imposed restrictions. These include funds freely available to the charity for expenditure or appropriation to reserves for internally designated purposes.

Designated Funds

The charity's designated funds are established as a result of regular review of its ongoing needs by the Board of Trustees, and are intended to fully cover significant identifiable financial commitments.

Taxation

As a registered charity, the company is exempt from income and capital taxes on its charitable activities.

2. Income from Donations and grants

	Unrestricted funds	Restricted funds	Total funds	2020 Total
	£	£	£	£
Donations and gifts from individuals	168791	-	168791	121090
	<u>168791</u>	<u>-</u>	<u>168791</u>	<u>121090</u>

3. Investment income

	Unrestricted funds	Restricted funds	Total funds	2020 Total
	£	£	£	£
Bank Interest	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

SDA Reform Movement
Notes to the accounts continued
for the year ended 31 December 2021

4. Analysis of expenditure on charitable activities

	Unrestricted funds	Restricted funds	Total funds	
			2021	2020
<i>Direct costs of Missionary</i>	£	£	£	£
Bibles, courses, conference & meeting costs	-	-	-	-
Field expenditure	26148	-	26148	7645
General council costs	2657	-	2657	18812
Hall hire	22137	-	22137	24298
Social care costs	250	-	250	1823
Human resources	51493	-	51493	46306
Support & Governance costs	2229	-	2229	3172
	104914	-	104914	102056

5. Allocation of support & governance costs

The charity initially identifies the costs of its support functions. It then identifies those costs which relate to the governance function. Having identified its governance costs, the remaining support costs together with the governance costs allocated entirely to missionary work, being the charity's sole activity.

	Basis of allocation	General	Governance	Total 2021	Total 2020
	Basis	General	Governance	Total	Total
		£	£	£	£
General office expenses	Usage	162	18	180	196
Bank charges	Governance	-	-	-	-
Independent examiner's fees	Governance	-	900	900	900
Legal & Professional	Governance	-	100	100	100
Depreciation	Usage	944	105	1049	1976
Loss on asset disposal	Usage	-	-	-	-
		1106	1123	2229	3172

SDA Reform Movement
Notes to the accounts continued
for the year ended 31 December 2021

6. Tangible assets (analysis of opening & closing carrying amounts)

	IT equipment £	Motor vehicle £	Total £
Cost or valuation			
At beginning of the period	3380	3400	6780
Additions	-	-	-
Disposals	-	-	-
At end of the period	3380	3400	6780
Depreciation and impairments			
At beginning of the period	1306	3400	4706
Disposals	-	-	-
Loss on disposal	-	-	-
Depreciation	1049	-	1049
At end of the period	2355	3400	5755
Net book value			
At beginning of the period	2074	-	2074
At end of the period	1025	-	1025

7. Debtors

	2021 £	2020 £
Prepayments	523	511
Other debtors and accrued income	-	-
	523	511

8. Creditors – amounts falling due within 1 year

	2021 £	2020 £
Other creditors	100	100
Accruals	1060	1000
	1160	1100

SDA Reform Movement
Notes to the accounts continued
for the year ended 31 December 2021

9. Movements in funds

	Balances brought forward £	Income £	Expenditure £	Transfers £	Balances carried forward £
Unrestricted Funds					
General	74710	168791	(104914)	-	138587
	<u>74710</u>	<u>168791</u>	<u>(104914)</u>	<u>-</u>	<u>138587</u>
Restricted Funds					
	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

10. Staff costs and numbers

Staff costs were as follows:

	2021 £	2020 £
Staff salaries and related costs	51493	42512
	<u>51493</u>	<u>42512</u>

No employee received emoluments of more than £60,000.

The average weekly number of employees during the year was 2 (2020: 2)

The persons employed were also trustees of the charity.

11. Analysis of net assets by fund

	Unrestricted funds £	Restricted funds £	Total funds £
Fixed assets	1025	-	1025
Net current assets	137562	-	137562
	<u>138587</u>	<u>-</u>	<u>138587</u>

12. Fees payable to independent examiner

During the period, the fees payable (excluding VAT) to the charity's independent examiner CASDon (Community Accountancy Services Doncaster) are analysed as follows:

	2021 £	2020 £
Independent examination	900	900
Other financial services	100	100
	<u>1000</u>	<u>1000</u>

SDA Reform Movement
Notes to the accounts continued
for the year ended 31 December 2021

13. The Trustees' remuneration, benefits and expenses

During the year the charity reimbursed four of its trustees, Pr Dorde Bosanac, Mr Cosmin Paulescu and Ms Katya Dimitrova a total of £4,463.61, for travel costs incurred.

The minister is a trustee and receives his stipend as a minister. This is exceptionalised by the Charity Commission.

14. Related party transactions

There have been no related party transactions during the period under review.

15. Share Capital

The company is registered as a company limited by guarantee and has no share capital. The current members are guarantors in the sum of £1 each.