

**CHARITY COMMISSION
FIRST CONTACT**

31 OCT 2023

**ACCOUNTS
RECEIVED**

Charity registration number 1153012

TRAIN (KENYA)

ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

TRAIN (KENYA)

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr O T Allmand-Smith Mr C Barton Mr G Thomas Mr D S Smalley Mr K Underhill
Charity number	1153012
Principal address	6 Sheep Hey Leaches Road Ramsbottom Bury Lancashire England BL0 0ND
Independent examiner	Colin Higginson - FCCA Hammond McNulty LLP Bank House Market Square Congleton Cheshire CW12 1ET

TRAIN (KENYA)

CONTENTS

	Page
Trustees' report	1 - 2
Independent examiner's report	3
Statement of financial activities	4
Balance sheet	5
Notes to the financial statements	6 - 10

TRAIN (KENYA)

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's deed of trust dated 12 September 2011, the Charities Act 2011 and "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 2019).

Objectives and activities

To advance religion and education by financially supporting churches that are part of the Reformed Baptist Association of Kenya (RBAK) in the provision of training for church leaders, the construction of church buildings, financial support for church leaders, infrastructure and resources for schools (early childhood development, primary, secondary), salaries for teachers at the schools sponsored by the churches of RBAK and school fees at all education levels for needy students. Children of church leaders will be given priority. The trustees may widen the assistance to churches and people in fellowship with RBAK beyond the boundaries of Kenya as they seem appropriate.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

TRAIN (Kenya) was established to advance religion and education by financially supporting churches that are part of the Reformed Baptist Association of Kenya (RBAK). In 2022, as with previous years, the trustees have determined that the best way to ensure that funds are handled honourably and used wisely is to work through Trinity Baptist Church Nairobi (TBCN), and particularly with the elders of the church there, Murungi Igweta, Eric Abwao and Dominic Kabaria. Despite the difficulties of travel presented by the Covid pandemic, three of the trustees (Keith Underhill, Oliver Allmand-Smith and David Smalley) were able to travel to Nairobi to teach in the Trinity Pastors' College (TPC) and review the way that funds from TRAIN (Kenya) were being handled.

In 2022, £33,056 was sent to TBCN for distribution to RBAK churches throughout the country, which represents a healthy increase on the previous year as we return to more normal conditions following the effects of the pandemic.

Help was provided in the following areas:

The training of church leaders. The work of the TPC was supported as students were helped to complete their studies in preparation for the Christian ministry. On two occasions (March and November) trustees were able to teach courses in the TPC, and in November to participate in the graduation of two further students.

Financial support of church leaders. A number of leaders in RBAK churches across the country are supported by TBCN, thus receiving funds from TRAIN (Kenya). For example, three men in the Pokot region of Western Kenya were supported: Andrew Chemolok, Joshua Sitet and Thomas Lokerisa. Without this external support, they would not be able to work full time in their ministry. Through this support, the work of these three churches has spread, and there are now more than 14 churches in that region.

Support for schools sponsored by TBCN, including infrastructure and salaries for teachers. For example, many schools in the Pokot region have been sponsored and supported in this way, including three secondary schools. Again, without the impetus and ongoing support that comes from TRAIN (Kenya) through TBCN, this would not be possible. Even schools that are receiving government support often still require additional help (especially in rural areas) in order to maintain the minimum number of teachers required.

- School fees for children of church leaders. This is an ongoing need, since almost all education in Kenya requires at least some level of funding from the families. Without this support, many ministers would not be able to work at their ministry out of a need to provide financial support for their children's education.

People in need, especially as a result of drought in some areas.

TRAIN (KENYA)

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Financial review

Funds are received through donations - some regular each month and some as one-offs.

Each donation is received from known individuals, churches or institutions. Where a donation is received from a new source, every attempt is made to ascertain the status of the donor and thereby gain assurance of the legitimacy of the gift.

Money is normally transferred to Kenya 3 or 4 times a year. It is not the intention of the charity to keep large reserves, seeking rather to transfer the funds for use on the ground as soon as possible.

Structure, governance and management

The charity is an unincorporated trust.

The trustees who served during the year and up to the date of signature of the financial statements were:

Mr O T Allmand-Smith

Mr C Barton

Mr G Thomas

Mr D S Smalley

Mr K Underhill

New trustees are found by existing trustees discussing together who may be suitable after existing trustees suggesting who might be approached.

A vote is taken at a meeting of the existing trustees once the person has been approached to ascertain his/her willingness to become a trustee, and further discussion has taken place to assess their suitability. No outside body is involved.

The trustees' report was approved by the Board of Trustees.



Mr O T Allmand-Smith

Trustee

Date: 12/10/23

TRAIN (KENYA)

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF TRAIN (KENYA)

I report to the trustees on my examination of the financial statements of TRAIN (Kenya) (the charity) for the year ended 31 December 2022.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act. 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

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

I have completed my examination. I confirm that no 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 charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 in order to enable a proper understanding of the financial statements to be reached.

Colin Higginson - FCCA

Hammond McNulty LLP
Bank House
Market Square
Congleton
Cheshire
CW12 1ET

Dated:

TRAIN (KENYA)

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds 2022 £	Unrestricted funds 2021 £
<u>Income from:</u>			
Donations and legacies	3	39,843	27,456
<u>Expenditure on:</u>			
<u>Charitable activities</u>			
Contributions to Trinity Baptist Church Nairobi	4	33,704	26,525
Total charitable expenditure		33,704	26,525
Other	8	54	77
Total expenditure		33,758	26,602
Net income for the year/ Net movement in funds		6,085	854
Fund balances at 1 January 2022		717	(137)
Fund balances at 31 December 2022		<u>6,802</u>	<u>717</u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

TRAIN (KENYA)

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Current assets					
Cash at bank and in hand		7,450		1,317	
Creditors: amounts falling due within one year	10	(648)		(600)	
Net current assets			6,802		717
Income funds					
Unrestricted funds			6,802		717
			6,802		717

The financial statements were approved by the Trustees on 12/10/23.



Mr O T Allmand-Smith
Trustee

TRAIN (KENYA)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

TRAIN (Kenya) is a an unincorporated charitable trust.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's trust deed dated 12 September 2011, the Charities Act 2011, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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 2019). The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

TRAIN (KENYA)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.7 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

TRAIN (KENYA)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2022	2021
	£	£
Donations and gifts	39,843	27,456

4 Charitable activities

	Contributions to Trinity Baptist Church Nairobi	Contributions to Trinity Baptist Church Nairobi
	2022	2021
	£	£
Trinity Baptist Church Nairobi	33,056	25,925
Share of governance costs (see note 5)	648	600
	33,704	26,525

TRAIN (KENYA)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Support costs

	Support costs	Governance costs	2022	2021
	£	£	£	£
Audit fees	-	648	648	600
	-	648	648	600
Analysed between				
Charitable activities	-	648	648	600

Governance costs includes payments to the auditors of £648 (2021- £600) for accounts preparation and independent examiners fees.

6 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

7 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Total	-	-

There were no employees whose annual remuneration was more than £60,000.

8 Other

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Financing costs	54	77
	54	77

9 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.

TRAIN (KENYA)

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

10 Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	648	600
	==	==

11 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).