

Charity registration number: 1161743

MITCHAM LANE BAPTIST CHURCH CIO

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

MITCHAM LANE BAPTIST CHURCH CIO

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MITCHAM LANE BAPTIST CHURCH CIO

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees	D Chambers (Secretary)
	Rev P Stone
	N D Morgan
	H A Chapman
	M Bartimeus
	Rev G Dunning
	J Morgan-Smith
	O Millington
	N Williams
	P Grant
	J L Moore (Treasurer)
Secretary	D Chambers (Secretary)
Paid staff	Hannah Roberts, Church Manager
	Anne Linsey, Bookkeeper
	Mark Nash, Cleaner
Principal Office	230 Mitcham Lane
	London
	SW16 6NT
Charity Registration Number	1161743
Independent Examiner	Ransford Agyei-Boamah
	Harmer Slater Limited
	Salatin House
	19 Cedar Road
	Sutton
	Surrey
	SM2 5DA

MITCHAM LANE BAPTIST CHURCH CIO

TRUSTEES' REPORT

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2022.

Trustees

The trustees who served throughout the year and up to date of authorisation of this report were as follows:

D Chambers (Secretary)

Rev P Stone

N D Morgan

H A Chapman

M Bartimeus

Rev G Dunning

J Morgan-Smith

O Millington

N Williams (appointed 27 October 2022)

P Grant (appointed 27 October 2022)

J L Moore (Treasurer) (appointed 27 October 2022)

Objectives and activities

Objects and aims

The principal purpose of Mitcham Lane Baptist Church CIO (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 in other parts of the world.

Significant activities

In fulfilling its purpose, the Church will engage in a range of activities either on its own or with others that will vary from time to time with activities being initiated, expanded, or closed, as appropriate.

The Church's activities include, but are not restricted to:

- regular public worship, prayer, Bible study, preaching and teaching;
- baptism, as defined in The Baptist Union's Declaration of Principle;
- the Communion of the Lord's Supper, which shall normally be observed at least once a month;
- evangelism and mission, locally, regionally, nationally and internationally;
- working in partnership with the other Furzedown Churches;
- the teaching, encouraging, welcome and inclusion of young people;
- nurture and growth of Christian disciples;
- education and training for Christian and community service;
- giving and encouraging pastoral care;
- supporting and encouraging charitable social action in the United Kingdom and abroad;

MITCHAM LANE BAPTIST CHURCH CIO

TRUSTEES' REPORT

- encouraging relationships with and supporting Baptists and other Christians.

Public benefit

In planning the activities of the Church, 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.

Social investment policies

The Church continues to be active in the local community, providing activities for all age groups which are open to all members of the local community on a non profit making basis that are in addition to the more formal church and related services. These have included running a Marriage Course, a Community Gospel Choir, a guitar and bass workshop and a show by a theatre company.

In addition the Church engages with local schools, hosting the carol services for two local primary schools as well as their talent shows, Christmas plays and an Easter Service. The Church contributes financial and staff support to a local youth centre (Furzedown Youth Centre).

As detailed later the Church has taken over from St Pauls the running of the local foodbank.

Office space is provided for the manager of the Furzedown Youth Centre.

Grantmaking

The Church seeks to fulfil its objective of spreading the Christian message throughout the United Kingdom and worldwide by making grants to individual missionaries supported by the Church and to specific independent missionary and charitable organisations whose aims coincide with those of the Church, including the Home Mission Fund of the Baptist Union of Great Britain and BMS World Mission.

Volunteers

A significant proportion of the Church's activities are run by and with the assistance of volunteers who freely give of their time and skills to support the Church in the furtherance of its aims.

Achievements and performance

Charitable activities

2022 was one of great blessing in the life of Mitcham Lane Baptist Church.

During the year, the Church continued to deliver Sunday and Holy Day church services that were open to all as well as regularly meeting either corporately or in small groups for Bible Study, prayer, praise and fellowship.

The sanctuary layout continues to be "café style" with light refreshments available on arrival and services often more interactive than pre pandemic. The gallery is available for those who prefer the more traditional seating arrangements. These arrangements continue to be generally popular with the congregation. It has also proved easier to make new people welcome and involved in the service.

Over the course of the year very many members have taken part in the services in a variety of roles including leading worship and preaching. Services are interactive often with discussion around the tables and a roving microphone for feedback. This format has allowed a number of issues to be explored, e.g. domestic abuse, in a way that would be almost impossible in a traditional style service.

MITCHAM LANE BAPTIST CHURCH CIO

TRUSTEES' REPORT

Once a month we have alternating All Age and Messy Church services with the involvement of children having been a real blessing. The willingness of the congregation to adapt and embrace our new style has been such an encouragement.

Services are not live streamed, as we want to encourage those who can to attend in person. However, services are recorded. This is to enable those who cannot attend because of age or illness to watch the services, be blessed by them and continue to feel part of the community.

To keep in contact with Church members and the wider congregation a weekly notice sheet is e-mailed to them and posted to those not on-line. In addition, pastoral care cards are sent to members of the congregation and flowers to those in particular need. Pastoral visits were restarted during the year and these have been much appreciated by those unable to attend Church.

Cell (home) groups have continued to meet during the year. Most now meet in person usually in homes but one meets in the youth lounge. In the Autumn there was an eight-week Bible course. A group called Connect for those who have been bereaved is run by two Church members. It is open to anyone and has proved very helpful to those attending.

There is a weekly on-line prayer meeting which prays both for those in need in the Fellowship and for National and International matters. The weekly frequency means matters are brought quickly before God and updates can easily be received.

The Leadership Team is now back to full strength as at the Church AGM in October the vacancies were filled. We were pleased to welcome Nadia Williams, Patricia Grant and John Moore (as Church Treasurer). The election also means that the Leadership Team now better reflects the rich diversity of the congregation.

During the year, we said good-bye to a number of long serving and highly valued members either because they moved away or were promoted to glory. On the other hand, we have had the joy of seeing baptisms and new people joining the Church.

This year we were able to resume joint activities with the other Furzedown Churches with joint services and activities at Easter and Christmas. There was also a joint Lent course and a joint service and street party for the Queen's Jubilee celebrations. The Growing Leaders course was finally completed with three of our members graduating - all of whom are now in Leadership positions. Furthermore, there was a joint Youth Work Essentials training course run on a monthly basis to further support the ministry of both Furzedown Churches and Furzedown Youth Centre.

In response to the wish of the congregation for social events to give more opportunity for fellowship a number of such events were held, such as a board games evening, karaoke evenings and a Strictly Come Dancing evening. For the benefit of both members and the community, the Church was opened for the Queen's funeral, which was shown on our big screen and well attended by local community members.

MITCHAM LANE BAPTIST CHURCH CIO

TRUSTEES' REPORT

With no Government restrictions this year, the premises were regularly hired out which both benefitted the community and provided an income stream. For example for part of the year the premises were used as a "pop up" vaccination centre and is now being used by a NHS maternity focus group. They were used by local schools at Easter (for an Easter bonnet parade and talent show) and Christmas for Christmas concerts, nativity and carol services. Indeed, over a two week period in December over 2,000 children and parents attended these events. Other uses included the Local Government elections, the Furzedown Community Network annual quiz, yoga, weight watchers, ladies fitness classes, pre-schooler gym classes and by a pre-school nursery group for sports time.

The Garden of Discovery continues to be well used by the local community. The popularity of the Garden has caused some excessive wear and tear, which necessitated repairs during the year.

Another way the Church has blessed the community is by taking responsibility for running the local Foodbank. This now meets every Thursday morning and is meeting a real need of local people. As the cost of living rises and more people are forced into poverty the number of people attending continues to increase. Our Pastor is currently acting as manager and runs the bank with help from volunteers from both the Church and the community.

Significant repairs were needed to the building during the year. The Tower staircase had to be renovated following a major leak in the Tower. Repairs were also needed to the roof as a result of both weather damage and vandalism. The Church is aiming to make improvements to the main hall entrance to make it more welcoming and at the same time improve security. Getting a design approved is though proving very time consuming because of the need for Listed Buildings consent.

The Church is mindful of other communities throughout the world who have less fortunate circumstances and consequently, despite its reduced income, continues to support financially as well as prayerfully targeted areas and projects in a number of overseas locations. Nearer home, the Fellowship Fund, set up to alleviate poverty among the congregation, has given assistance to a number of people during the year.

One of the sad events of the year was the resignation of Olivia Mae-Millington our Minister in Training. Following a period of being signed off from ministry she ceased to be a Church Office holder in October.

Olivia held the area of responsibility for youth work in the life of the church and so, from September, the Church has sought help from The Hebe Foundation to cover the gap on a temporary basis. The Church lounge has been converted into an appropriate and comfortable place for young people to meet on a Sunday evening with them inputting into the design choices and styling.

Financial review

Financial position

The financial position of the Charity is set out in the Statement of Financial Activities and Balance Sheet and the related notes and have been prepared in accordance with the statutory requirements of the Charities Act 2011 and SORP. (FRS 102)

MITCHAM LANE BAPTIST CHURCH CIO

TRUSTEES' REPORT

Principal funding sources

The principal funding sources of the Church are the voluntary donations and giving by members of the Church's congregation together with the allied income tax rebates under the Gift Aid Scheme. The Church also receives a significant amount from three trust funds which have been left in bequests. The rental income from the Vodafone/Telefonica base station in the Church tower continues to provide a substantial income stream under a 15 year lease that runs until 2026. One of the Church properties was let out for the whole of the year and another for part of the year providing regular monthly income. Hire of the Church premises also provides additional income.

Investment policy and objectives

The Church currently owns four properties. One of these (26 Woodnook Road) is used to provide job related accommodation to the Pastor. Two (22 Pretoria Road and a flat (38) at Longlands Court) are retained in case either might be needed for job related accommodation at a future date and in the meantime provide an income stream to the Church. One of the properties could have been used to provide accommodation for the Minister in Training. As, however, she was content with her current accommodation it was agreed as part of the terms of appointment that the Church would meet the rental on that property using rental income from the property of the Church. With the resignation of the Minister in Training this rental income is now available for other Church uses.

The remaining property is a small block of flats (43 Thrale Road) where the Church owns the freehold but which is subject to long term leases apart from part of the garden and garage/outbuildings which are being retained for potential development. As indicated earlier the Church also receives rent from the letting of the Church tower for use as a telecommunications base station.

Reserves policy

The Church aims to hold reserves that would cover three months revenue expenditure, legal commitments under contracts of employment and a reserve to meet immediate essential expenditure to the Church's premises necessary to allow the Church to continue to function. At the year-end, the Church had reserves that were considered sufficient to meet its revenue reserves policy.

Going concern

The financial statements have been prepared on the ongoing concern basis as in the opinion of the Trustees there are no material uncertainties about the charity's ability to continue in operational existence.

Future plans

Now that our Pastor has been in post for over a year and with the resignation of our Minister in Training it is expected that the Leadership Team will want to review the activities of the Church once the new members have settled in.

MITCHAM LANE BAPTIST CHURCH CIO

TRUSTEES' REPORT

Structure, governance and management

Governing document

Mitcham Lane Baptist Church CIO (the "Church") is a charitable incorporated organisation and constitutes a corporate body with limited liability. It is registered with the Charity Commission under number 1161743. The Church was incorporated on 19 May 2015 and is controlled by its governing document, a constitution and is governed by its Trustees in accordance with that constitution.

Recruitment and appointment of trustees

The day to day running of the Church is under the control of a singular "Leadership Team" comprising the Pastor, Church Secretary, Church Treasurer and up to seven other elected members. This group is synonymous with the trustee body. The Pastor and Minister in Training are office holders appointed by the Church at a Special Church Meeting and is engaged under letters of appointment.. The other trustees are appointed in accordance with the Church's constitution.

Organisational structure

The Church appoints Pastor(s) and other paid staff as circumstances require. The Pastor leads the Church community in both spiritual and practical ways and chairs Leadership Team and Church meetings.

The Church employs a part time Manager to oversee day-to-day administrative and financial matters and to manage the premises and part time cleaner. It also employs a part time book-keeper to assist the Church Treasurer.

The Church membership elect the Leadership Team (including the Church Secretary and Treasurer) from among themselves to oversee the spiritual and operational aspects of the Church. The Leadership Team meet regularly and administers the Charity by majority decision on behalf of the membership.

Governance code

To consider the implications of the updated Charity Governance Code the Trustees set up a small working party consisting of two members of the Leadership Team and three from the wider Fellowship to consider the code and its implications for the Church. After a number of meetings, the Working Party submitted a very detailed report to the Leadership Team. In summary, the Working Party found that in general the Church complied with the principles and much of the detail of the Code. It did, however, consider that there was room for improvement and made a number of recommendations designed to achieve this.

The Trustees held a special meeting to consider the report and accepted virtually all the recommendations. Some have already been implemented with the rest to follow in 2023.

MITCHAM LANE BAPTIST CHURCH CIO

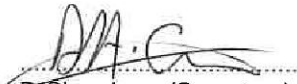
TRUSTEES' REPORT

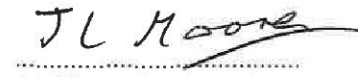
Wider network

The Church is a member of the Baptist Union of Great Britain and the London Baptist Association. The holding trustee of the Church is the Baptist Union Corporation Limited (Charity No 249635) and which is controlled by the Baptist Union Council. The Baptist Union Corporation Limited also acts as the holding trustee of the church premises themselves.

The Church is also a member of Furzedown Churches Limited. This company is controlled by four Furzedown Churches - three Anglican Churches and this Church, to run joint activities.

The annual report was approved by the trustees of the charity on ^{16 July}~~21 June~~ 2023 and signed on its behalf by:


D Chambers (Secretary)
Secretary and Trustee


J L Moore (Treasurer)
Trustee

MITCHAM LANE BAPTIST CHURCH CIO

STATEMENT OF TRUSTEES' RESPONSIBILITIES


The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires 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 the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

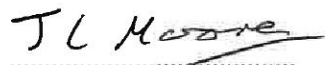
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed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

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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.

16 July 2023 
Approved by the trustees of the charity on ~~21 June~~ 2023 and signed on its behalf by:



D Chambers (Secretary)
Secretary and Trustee



J L Moore (Treasurer)
Trustee

MITCHAM LANE BAPTIST CHURCH CIO

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF MITCHAM LANE BAPTIST CHURCH CIO

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2022 which are set out on pages 11 to 28.

Respective responsibilities of trustees and examiner

As the charity's trustees of Mitcham Lane Baptist Church CIO you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

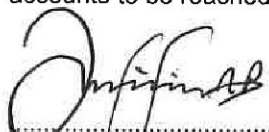
I report in respect of my examination of the Mitcham Lane Baptist Church CIO's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

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 respect of Mitcham Lane Baptist Church CIO as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting 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 accounts to be reached.



Ransford Agyei-Boamah FCCA FCA
Institute of Chartered Accountants in England and Wales

Harmer Slater Limited
Salatin House
19 Cedar Road
Sutton
Surrey
SM2 5DA

21 June 2023

MITCHAM LANE BAPTIST CHURCH CIO

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	Unrestricted £	Restricted £	Endowment £	Total 2022 £
Income and Endowments from:					
Donations and legacies	2	92,643	17,420	-	110,063
Other trading activities	3	17,438	-	-	17,438
Investment income	4	67,106	1,572	-	68,678
Other income	5	4,130	-	-	4,130
Total income		<u>181,317</u>	<u>18,992</u>	<u>-</u>	<u>200,309</u>
Expenditure on:					
Raising funds	6	(8,800)	-	-	(8,800)
Charitable activities	7	<u>(197,088)</u>	<u>(26,552)</u>	<u>-</u>	<u>(223,640)</u>
Total expenditure		<u>(205,888)</u>	<u>(26,552)</u>	<u>-</u>	<u>(232,440)</u>
Net expenditure		(24,571)	(7,560)	-	(32,131)
Gross transfers between funds	16	<u>(3,498)</u>	<u>3,498</u>	<u>-</u>	<u>-</u>
Net movement in funds		(28,069)	(4,062)	-	(32,131)
Reconciliation of funds					
Total funds brought forward	16	<u>967,166</u>	<u>12,061</u>	<u>3,408,020</u>	<u>4,387,247</u>
Total funds carried forward	16	<u>939,097</u>	<u>7,999</u>	<u>3,408,020</u>	<u>4,355,116</u>

MITCHAM LANE BAPTIST CHURCH CIO

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Note	Unrestricted £	Restricted £	Endowment £	Total 2021 £
Income and Endowments from:					
Donations and legacies	2	93,779	16,397	-	110,176
Other trading activities	3	10,728	-	-	10,728
Investment income	4	69,257	1,583	-	70,840
Other income	5	664	-	-	664
Total income		<u>174,428</u>	<u>17,980</u>	<u>-</u>	<u>192,408</u>
Expenditure on:					
Raising funds	6	(12,663)	-	-	(12,663)
Charitable activities	7	<u>(232,251)</u>	<u>(19,504)</u>	<u>-</u>	<u>(251,755)</u>
Total expenditure		<u>(244,914)</u>	<u>(19,504)</u>	<u>-</u>	<u>(264,418)</u>
Net expenditure		(70,486)	(1,524)	-	(72,010)
Gross transfers between funds	16	<u>(3,394)</u>	<u>3,394</u>	<u>-</u>	<u>-</u>
Net movement in funds		(73,880)	1,870	-	(72,010)
Reconciliation of funds					
Total funds brought forward	16	<u>1,041,046</u>	<u>10,191</u>	<u>3,408,020</u>	<u>4,459,257</u>
Total funds carried forward	16	<u>967,166</u>	<u>12,061</u>	<u>3,408,020</u>	<u>4,387,247</u>

All of the charity's activities derive from continuing operations during the above two periods.

MITCHAM LANE BAPTIST CHURCH CIO


(REGISTRATION NUMBER: 1161743) BALANCE SHEET AS AT 31 DECEMBER 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	4,264,636	4,285,659
Current assets			
Receivables	14	11,566	22,680
Cash at bank and in hand		97,096	95,268
		108,662	117,948
Payables: Amounts falling due within one year	15	(18,182)	(16,360)
Net current assets		90,480	101,588
Net assets		4,355,116	4,387,247
Funds of the charity:			
Endowment	16	3,408,020	3,408,020
Restricted	16	7,999	12,061
Unrestricted income funds			
Unrestricted	16	939,097	967,166
Total funds	16	4,355,116	4,387,247

The financial statements on pages 11 to 28 were approved by the trustees, and authorised for issue on 21 June 2023 and signed on their behalf by:

16 Jun 2023

D Chambers (Secretary)
Secretary and Trustee

J L Moore

J L Moore (Treasurer)
Trustee

MITCHAM LANE BAPTIST CHURCH CIO

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

1 Accounting policies

Statement of compliance

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 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Mitcham Lane Baptist Church CIO 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 notes.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going Concern

The trustees have considered the church's financial position, liquidity and future performance together with financial projections for the church and over the foreseeable future and have also reviewed the availability of banking facilities. After making enquiries, the trustees are satisfied that the church has sufficient resources to continue in operation for the foreseeable future, being at least 12 months from the date of signing the financial statements. Accordingly, they continue to adopt the going concern basis in preparing the church's financial statements.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

MITCHAM LANE BAPTIST CHURCH CIO

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

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the purpose and nature of expenditure.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant expenditure

The Church makes grants to missionaries it directly supports and other individual and organisations whose objectives complement the Church's charitable activities. They are accounted for in the year in which they are paid. The Church also makes donations to local community organisations of staff and volunteer time and other resources.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Most of the local community charitable activities, management and administration of the Church is carried out without charge by volunteers. This intangible cost is not included in the Statement of Financial Activities since there is no measurable cost to the volunteers for their service.

MITCHAM LANE BAPTIST CHURCH CIO

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

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Tangible fixed assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of property, fixed assets includes directly attributable incremental costs incurred in their acquisition.

Depreciation

Depreciation is provided at the following annual rates in order to write off each asset, other than land, over its estimated useful life.

Asset class	Depreciation method and rate
Freehold property	nil
Fixtures & equipment	20% on cost

The Church premises constitutes an inalienable asset, but not a heritage asset, as, under the terms of the Trust Deed, the church premises are legally required to be retained indefinitely for the Church's own use in achieving its charitable objectives and require external consent before the Church may dispose of the church premises. Reliable cost information is not available for the church premises and conventional valuation approaches lack sufficient reliability. Accordingly the Church premises have been included in the financial statements at insurance value. The freehold houses have been included in the financial statements at depreciated replacement cost as at 1 January 2014 using standard techniques and published information or cost if acquired later.

No depreciation arises in the year on the freehold properties as in the opinion of the trustees the residual value of the properties are not materially different from their carrying amount in the financial statements. An impairment review of the properties was conducted at the year end and the recoverable value was not less than the carrying value.

Receivables

Receivables are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and at bank.

MITCHAM LANE BAPTIST CHURCH CIO

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

Payables

Payables are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payables are classified as current liabilities if the company does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Financial instruments

The charity only has financial assets and liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2 Income from donations and legacies

	Unrestricted		Total 2022	Total 2021
	General £	Restricted £	£	£
Offerings	73,383	17,420	90,803	95,175
Gift aid	19,260	-	19,260	15,001
	<u>92,643</u>	<u>17,420</u>	<u>110,063</u>	<u>110,176</u>

Donations and legacies income receivable in the prior period amounting to £16,397 were restricted.

MITCHAM LANE BAPTIST CHURCH CIO

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

3 Income from other trading activities

	Unrestricted	Total	Total
	General	2022	2021
	£	£	£
Hall lettings	17,275	17,275	10,260
Bible notes	163	163	468
	<u>17,438</u>	<u>17,438</u>	<u>10,728</u>

Income from other trading activities receivable in the prior period were unrestricted.

4 Investment income

	Unrestricted		Total	Total
	General	Restricted	2022	2021
	£	£	£	£
Rents received - properties	36,479	-	36,479	39,553
Rents received - church tower	17,250	-	17,250	17,250
Trust income	12,457	1,572	14,029	13,866
Deposit account interest	920	-	920	171
	<u>67,106</u>	<u>1,572</u>	<u>68,678</u>	<u>70,840</u>

The Church receives rent from the use of the church tower as a telecommunications base station under a 15 year contract that runs to 25 October 2026.

Investment income receivable in the prior period amounting to £1,583 was restricted.

5 Other income

	Unrestricted	Total	Total
	General	2022	2021
	£	£	£
Other income	<u>4,130</u>	<u>4,130</u>	<u>664</u>

Other income receivable in the prior period were unrestricted.

MITCHAM LANE BAPTIST CHURCH CIO

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

6 Expenditure on raising funds

		Unrestricted		
	Note	General £	Total 2022 £	Total 2021 £
Other investment management costs;				
Other property costs		8,800	8,800	12,663
		<u>8,800</u>	<u>8,800</u>	<u>12,663</u>

All expenditure on raising funds relating to the prior period is unrestricted.

7 Expenditure on charitable activities

	Activity undertaken directly £	Grant funding of activity £	Activity support costs £	Total 2022 £	Total 2021 £
Ministry	62,548	-	40,508	103,056	96,505
Local Community	-	10,370	-	10,370	10,251
Mission	-	31,585	-	31,585	22,899
Church and establishment	<u>21,023</u>	<u>-</u>	<u>57,606</u>	<u>78,629</u>	<u>122,100</u>
	<u>83,571</u>	<u>41,955</u>	<u>98,114</u>	<u>223,640</u>	<u>251,755</u>

£197,656 (2021 - £232,251) of the above expenditure was attributable to unrestricted and £25,984 (2021 - £19,504) to restricted.

MITCHAM LANE BAPTIST CHURCH CIO

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

8 Analysis of support costs

Support costs allocated to raising funds

	Property related costs £	Total 2022 £	Total 2021 £
Other costs for generating funds	8,800	8,800	12,663

Support costs allocated to charitable activities

	Governance costs £	Staff costs £	Administration costs £	Premises costs £	Total 2022 £	Total 2021 £
Ministry	-	23,623	13,100	3,785	40,508	36,166
Church and Establishment	1,866	-	-	55,741	57,607	88,642
	<u>1,866</u>	<u>23,623</u>	<u>13,100</u>	<u>59,526</u>	<u>98,115</u>	<u>124,808</u>

9 Grant-making

Analysis of grants

	Grants to institutions 2022 £	2021 £	Grants to individuals 2022 £	2021 £
Analysis				
Local Community	5,000	5,000	5,370	5,251
Missions	31,585	22,899	-	-
	<u>36,585</u>	<u>27,899</u>	<u>5,370</u>	<u>5,251</u>

The support costs associated with grant-making are £Nil (31 December 2021 - £Nil).

MITCHAM LANE BAPTIST CHURCH CIO

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

Below are details of material grants made to institutions.

Name of institution	2022 £	2021 £
Baptist Union of Great Britain - Home Mission Fund	5,000	4,650
BMS World Mission	5,000	4,650
LCM	1,500	1,500
Impact Romania/ Associate Casa de dragoste si Mila	17,535	10,499
The Furzedown Youth Centre Ltd	5,000	5,000
Furzedown Churches Ltd	1,200	1,200
Christian Solidarity Worldwide	400	400
Other mission support	950	-
	<u>36,585</u>	<u>27,899</u>

10 Trustees remuneration and expenses

	2022 £	2021 £
Trustees' remuneration	52,717	34,783
Trustees' pension scheme	3,071	3,683
	<u>55,788</u>	<u>38,466</u>
Trustees' expenses reimbursed	<u>1,337</u>	<u>877</u>

No trustees have received any other benefits from the church during the year.

11 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	79,587	59,613
Pension costs	3,071	3,683
	<u>82,658</u>	<u>63,296</u>

The monthly average number of persons (including senior management team) employed by the charity during the year expressed as full time equivalents was as follows:

MITCHAM LANE BAPTIST CHURCH CIO

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

	2022 No	2021 No
Pastor	1	1
Administration	2	2
Church cleaner	1	1
	<u>4</u>	<u>4</u>

No employee received emoluments of more than £60,000 during the year

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

13 Tangible fixed assets

	Freehold properties £	Fixtures & equipment £	Total £
Cost			
At 1 January 2022	4,213,993	222,663	4,436,656
At 31 December 2022	<u>4,213,993</u>	<u>222,663</u>	<u>4,436,656</u>
Depreciation			
At 1 January 2022	-	150,997	150,997
Charge for the year	-	21,023	21,023
At 31 December 2022	<u>-</u>	<u>172,020</u>	<u>172,020</u>
Net book value			
At 31 December 2022	<u>4,213,993</u>	<u>50,643</u>	<u>4,264,636</u>
At 31 December 2021	<u>4,213,993</u>	<u>71,666</u>	<u>4,285,659</u>

The freehold properties above comprises the church, halls and associated gardens together with other residential properties. The church, halls and associated gardens are shown in the balance sheet at depreciated replacement cost based on its insurance value. The other residential properties are shown at the values transferred from the unincorporated association on an historic cost basis. The estimated combined current market valuation of the other residential properties is £2 million based on comparable property values.

MITCHAM LANE BAPTIST CHURCH CIO

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

14 Receivables

	2022	2021
	£	£
Gift aid tax	7,371	15,001
Prepayments	<u>4,195</u>	<u>7,679</u>
	<u>11,566</u>	<u>22,680</u>

15 Payables: amounts falling due within one year

	2022	2021
	£	£
Accruals	4,098	2,276
Income in advance	<u>14,084</u>	<u>14,084</u>
	<u>18,182</u>	<u>16,360</u>

MITCHAM LANE BAPTIST CHURCH CIO

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

16 Funds

	Balance at 1 Jan 22 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 Dec 22 £
Unrestricted					
<i>General</i>					
General fund	297,081	168,859	(193,430)	(3,498)	269,012
Manse and other properties	669,725	-	-	-	669,725
Capital projects and equipment	360	-	-	-	360
Alfred Young Trust	-	12,458	(12,458)	-	-
	<u>967,166</u>	<u>181,317</u>	<u>(205,888)</u>	<u>(3,498)</u>	<u>939,097</u>
Restricted					
Romania appeal	6,555	12,440	(17,535)	3,000	4,460
Designated giving	371	556	(871)	-	56
Fellowship Fund	1,932	1,935	(1,852)	-	2,015
Garden of discovery	-	205	(362)	157	-
Youth work	1,859	-	(2,200)	341	-
Alice Mary Young trust	-	822	(822)	-	-
Roland Adams trust	-	750	(750)	-	-
Afghan appeal	1,270	-	(1,270)	-	-
Foodbank	74	2,284	(890)	-	1,468
Total restricted	<u>12,061</u>	<u>18,992</u>	<u>(26,552)</u>	<u>3,498</u>	<u>7,999</u>
Endowment					
<i>Permanent</i>					
Church Premises	<u>3,408,020</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,408,020</u>
Total funds	<u><u>4,387,247</u></u>	<u><u>200,309</u></u>	<u><u>(232,440)</u></u>	<u><u>-</u></u>	<u><u>4,355,116</u></u>

MITCHAM LANE BAPTIST CHURCH CIO

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

	Balance at 1 Jan 21 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 Dec 21 £
Unrestricted					
General					
General fund	370,961	162,146	(232,632)	(3,394)	297,081
Manse and other properties	669,725	-	-	-	669,725
Capital projects and equipment	360	-	-	-	360
Alfred Young Trust	-	12,282	(12,282)	-	-
	<u>1,041,046</u>	<u>174,428</u>	<u>(244,914)</u>	<u>(3,394)</u>	<u>967,166</u>
Restricted					
Romania appeal	5,129	8,925	(10,499)	3,000	6,555
Designated giving	421	960	(1,010)	-	371
Fellowship Fund	2,907	645	(1,620)	-	1,932
Garden of discovery	-	4,023	(4,417)	394	-
Youth work	1,734	500	(375)	-	1,859
Alice Mary Young trust	-	810	(810)	-	-
Roland Adams trust	-	773	(773)	-	-
Afghan appeal	-	1,270	-	-	1,270
Foodbank	-	74	-	-	74
Total restricted	<u>10,191</u>	<u>17,980</u>	<u>(19,504)</u>	<u>3,394</u>	<u>12,061</u>
Endowment					
Church Premises	<u>3,408,020</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,408,020</u>
Total funds	<u><u>4,459,257</u></u>	<u><u>192,408</u></u>	<u><u>(264,418)</u></u>	<u><u>-</u></u>	<u><u>4,387,247</u></u>

MITCHAM LANE BAPTIST CHURCH CIO

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

The nature and specific purposes for which the funds are to be applied are as follows:

General Reserve

This fund is money set aside in accordance with the Church's reserve policy further details of which are given in the Trustees Report.

Manses and Other Properties

This fund comprises the freehold Manses and other properties owned by the Church.

Capital Projects and Equipment

This fund is for the replacement and upgrading of the Church's premises and the replacement of equipment for use within the Church's premises.

Garden of Discovery

The Church has converted part of its site into a Garden of Discovery to allow members of the congregation and the local community to enjoy a tranquil and natural outdoor site in the context of the Church's urban setting to provide opportunities for learning more about themselves and God.

Designated Giving

This represents money given, either in response to a direct appeal or at the discretion of the individuals concerned, to be used for a pre-defined specific purpose that relates to the activities of the Church.

Fellowship fund

This represents money given, either in response to a direct appeal or at the discretion of the individuals concerned, to be used to meet the immediate financial needs of church members on a confidential basis on discretion of the leadership team.

Trusts

The Alice Mary Young Trust and Roland Adams Trust are will trusts where the funds are held independently from the church. The church is entitled to the income from these trusts which must be used for building work on any building and on the building and fabric of the church premises respectively. The Alfred Young Trust is a will trust whose assets are held independently from the church and whose income is available for the leadership team to use in the manner it determines.

Other funds

The Romania Appeal is a specific mission based overseas project that is supported by the church and is consistent with the church's charitable objectives. Youth work relates to income specifically received in respect of youth work carried out by the church. Other funds relate to donations specifically given for individual projects and charitable purposes.

Endowment Funds

This comprise the church premises and is held on trust by The Baptist Union Corporation Limited to be retained indefinitely as a place of Christian worship.

MITCHAM LANE BAPTIST CHURCH CIO

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

17 Analysis of net assets between funds

	Unrestricted General £	Restricted £	Endowment Permanent £	Total funds £
Analysis of net assets between funds				
Tangible fixed assets	856,616	-	3,408,020	4,264,636
Current assets	100,663	7,999	-	108,662
Current liabilities	(18,182)	-	-	(18,182)
Total net assets	<u>939,097</u>	<u>7,999</u>	<u>3,408,020</u>	<u>4,355,116</u>
	Unrestricted General £	Restricted £	Endowment Permanent £	Total funds £
Analysis of net assets between funds - 2021				
Tangible fixed assets	877,639	-	3,408,020	4,285,659
Current assets	105,887	12,061	-	117,948
Current liabilities	(16,360)	-	-	(16,360)
Total net assets	<u>967,166</u>	<u>12,061</u>	<u>3,408,020</u>	<u>4,387,247</u>

MITCHAM LANE BAPTIST CHURCH CIO

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

18 Obligations under leases

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2022 £	2021 £
Other		
Within one year	-	3,117

19 Related party transactions

Trustees

The Pastor, who is also a trustee, is appointed under a letter of appointment and was remunerated for her duties as an office-holder, details of which are disclosed in the financial statements. The Church also provided job related accommodation, paid certain property related costs and reimbursed expenses related to her office.

Apart from their individual voluntary giving to the Church and reimbursement to them of specific expenditure directly attributable to the activities of the Church there were no related party transactions between the other trustees and the Church. Apart from the above, no trustee was reimbursed any personal expenses incurred by them for services provided to the Church or received any remuneration from the Church (2021 - Nil).

20 Ultimate controlling party

The Church is controlled by the trustees under the general guidance of the Church Meeting in accordance with the Church's constitution.

21 Events after the financial period

There have been no significant events between the year end and the date of approval of these accounts which would require a change to, or disclosure in, the financial statements.

MITCHAM LANE BAPTIST CHURCH CIO

TRUST FUNDS FOR THE YEAR ENDED 31 DECEMBER 2022

ALICE MARY YOUNG TRUST FUND

(Registered Charity No 261161)

Accounts for the Year ending 31 December 2022

	£
Opening Balance	-
Income	
From Investments	822
Expenditure	
To Mitcham Lane Baptist Church for repairs to Church	(822)
Closing Balance	-

ALFRED YOUNG TRUST FUND

(Registered Charity No 266791)

Accounts for the Year ending 31 December 2022

	£
Opening Balance	-
Income	
From Investments	12,458
Expenditure	
To Mitcham Lane Baptist Church for Pastor's Stipend	(12,458)
Closing Balance	-

Trustees Annual Report

Alfred Young was a dedicated long-standing member of the Church. He was a Sunday School Teacher and for a very many years a Deacon of the Church with a special interest in the buildings. He was one of the very few people to be given the honour of being made a life deacon of the Church. When his wife died he set up a Trust Fund in her name for the Church with the stipulation that the income should be used on the buildings (including the gardens) of the Church. When he died, his will established a Trust Fund in his own name but this time could be used for any of the purposes of the Church.

As can be seen in 2022 the income from the Alice Mary Fund was given to the Church to help fund repairs to the floor of the sanctuary. Income from the Alfred Young Fund was given to the Church towards the Pastor's stipend.

MITCHAM LANE BAPTIST CHURCH CIO

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Total 2022 £	Total 2021 £
Income and Endowments from:		
Donations and legacies (analysed below)	110,063	110,176
Other trading activities (analysed below)	17,438	10,728
Investment income (analysed below)	68,678	70,840
Other income	4,130	664
Total income	<u>200,309</u>	<u>192,408</u>
Expenditure on:		
Raising funds (analysed below)	8,800	12,663
Charitable activities (analysed below)	223,640	251,755
Total expenditure	<u>(232,440)</u>	<u>(264,418)</u>
Net expenditure	<u>(32,131)</u>	<u>(72,010)</u>
Net movement in funds	(32,131)	(72,010)
Reconciliation of funds		
Total funds brought forward	<u>4,387,247</u>	<u>4,459,257</u>
Total funds carried forward	<u><u>4,355,116</u></u>	<u><u>4,387,247</u></u>

MITCHAM LANE BAPTIST CHURCH CIO

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	Total 2022 £	Total 2021 £
<i>Donations and legacies</i>		
Offerings	90,803	95,175
Gift aid	19,260	15,001
	<u>110,063</u>	<u>110,176</u>
<i>Other trading activities</i>		
Hall lettings	17,275	10,260
Bible notes	163	468
	<u>17,438</u>	<u>10,728</u>
<i>Investment income</i>		
Deposit account interest	920	171
Trust income	14,029	13,866
Rents received - properties	36,479	39,553
Rents received - church tower	17,250	17,250
	<u>68,678</u>	<u>70,840</u>
<i>Raising funds</i>		
Support costs	8,800	12,663
	<u>(8,800)</u>	<u>(12,663)</u>

MITCHAM LANE BAPTIST CHURCH CIO

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2022

	Total 2022 £	Total 2021 £
Charitable activities		
Grants to individuals	5,369	5,251
Grants to institutions	36,585	27,899
Youthwork supplies & costs	2,200	375
Hire of plant and machinery (Operating leases)	4,526	5,136
Rent for pastor	14,640	21,887
Light and heat	11,547	10,292
Church insurance	6,468	6,115
Church repairs and maintenance	1,573	1,004
Church repairs and maintenance	14,085	36,329
Manse running costs	3,785	2,159
Garden costs	362	4,417
Depreciation of fixtures and fittings	-	580
Depreciation of fixtures and fittings	21,023	32,878
Training	3,819	3,764
Telephone	2,528	1,702
Postage and stationery	430	1,193
Subscriptions and licences	5,047	3,506
Payroll bureau	569	584
Independent examiner's fee	1,866	1,890
Trustees expenses	1,337	877
Worship	936	17,383
Catering	1,811	2,639
Preaching fees	420	160
Bible notes	56	439
Wages and salaries	19,804	18,122
Trustees remuneration	52,717	34,783
Trustees pensions (Defined contribution) - pension scheme 1	3,071	3,683
Church cleaning	7,066	6,708
	<u>(223,640)</u>	<u>(251,755)</u>