

Charity registration number: 1165900

Eckankar United Kingdom CIO

Report and Accounts

31 December 2022

Eckankar United Kingdom CIO
Report and accounts
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**Eckankar United Kingdom CIO
Charity Information**

Trustees

S Mallett	Chairman
S Kumar	President
J MacLennan	Secretary
D Beechcroft	Treasurer/CFO
D Zwilling-Ikpoh	

Independent examiner

Mrs N Howatson FCCA
Marshall Smalley Accountants
22A Main Road
Gedling
Nottingham
NG4 3HP

Bankers

NatWest Bank Plc
Fleet Street Branch
PO Box 281
156 Fleet Street
London
EC4A 2DX

Registered office

Eckankar UK
International House
126 Colmore Row
Birmingham
B3 3AP

ECKANKAR UNITED KINGDOM (C.I.O.)

Chairman's Report

Year Ended 31st December 2022

The return to meeting in person was gradual, with online meetings remaining the more popular option throughout the year.

The use of Eckankar UK's Zoom business account continued to be the main means of hosting meetings online, with 21 community service events and 31 new online study classes being announced during 2022.

The number and frequency of in-person community service meetings increased during the year with London, Birmingham, Newcastle upon Tyne and Milton Keynes being the most regular locations.

The community service meetings included *Sound of Soul* events, spiritual discussions and *ECK Light and Sound Services*, all designed to benefit attendees of any religious background and announced to the public using Eckankar UK's own website and our 13 sites on Meetup.com.

An in-person *Young Adult Meet and Greet* event in Birmingham (April) and a *Youth and Family* event in Gerrards Cross (August) were well attended, reflecting a particular desire to get together in person among those two groups within the Eckankar community.

In September, Eckankar took part in two Freshers Fairs, at the Universities of Reading and Lincoln, expanding on the 2021 initiative of young adult former students to offer practical spiritual tools to new university students.

Online training sessions using Zoom included a teacher training course from January to July and two volunteer training sessions in October. In-person missionary training sessions took place in London (January) and Newcastle (October).

At the year-end, net assets stand at £533,336 with a £19,382 surplus for the year.



Steve Mallett
Chairman

Dated 30.10.23

Registered in England and Wales. Charity No. 1165900

Eckankar United Kingdom CIO
Charity Registration Number: 1165900
Trustees' Annual Report

The Trustees present their Report and Accounts for the year ended 31 December 2022.

Reference and administrative details

Eckankar United Kingdom CIO is registered with the Charity Commission (No 1165900) and was registered as a charitable incorporated organisation on 7 March 2016. The principal address is Eckankar UK, International House, 126 Colmore Row, Birmingham, B3 3AP.

Trustees

The following persons served as trustees during the year:

S Mallett	Chairman
S Kumar	President
J MacLennan	Secretary
D Beechcroft	Treasurer/CFO
D Zwilling-Ikpoh	

Structure, governance and management

The Charity is constituted as a charitable incorporated organisation (CIO). The governing document of the Charity is the constitution dated 7 March 2016.

There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

The governance of the charity rests with the board of trustees, who are responsible for the implementation of all policies and procedures and the regular review, monitoring and control of their financial resources. Regular board meetings are held at least twice a year and ex-committee meetings are held on an as required basis.

Trustees are appointed by the Board and serve for 1 year at a time.

Objectives and activities

The Charity is established to advance religion in accordance with the principles and tenets of ECKANKAR.

The Charity's objectives and aims are:

1. To serve as a non-profit religious organisation through which and by which the ECKANKAR teachings may be given in the United Kingdom for the spiritual benefit of its United Kingdom members and all others who seek spiritual upliftment, and;
2. To protect, follow, and teach the tenets, doctrines, and principles of ECKANKAR as interpreted and taught by The Living ECK Master, the spiritual head of ECKANKAR, who presently is Sri Harold Klemp, and ;
3. To exercise all rights, powers, and privileges necessary to fulfil the aforesaid objects, and to hold in trust and use all its property and assets exclusively for the benefit of its organisational objects.

When undertaking the Charity's work, the trustees have had regard to the guidance issued by the Charity Commission on public benefit.

Eckankar United Kingdom CIO**Charity Registration Number:****1165900****Trustees' Annual Report****Achievements and performance**

The trustees consider that the objectives as laid out above have been met during the year under review and various measures have been put in place or are under review to ensure that as an organisation and in terms of its teachings ECKANKAR continues to thrive in the UK.

Future plans

The charity remains committed to the support of its UK members and to continue to implement initiatives and achieve its aims and objectives under the guidance of the parent church in the USA.

Financial review

The financial position of the Charity at the year end was as follows:

	2022	2021
	£	£
Net income	19,382	(28,713)
Unrestricted funds available for the general purposes of the Charity	533,336	509,529
Restricted funds	-	-
Total funds	533,336	509,529
Designated reserves included in unrestricted funds above	303,697	291,413

Reserves policy

The trustee's aim is for annual income to at least meet annual expenditure. The current reserves would be required for possible future projects and capital expenditure. The trustees meet regularly to discuss the level of reserves.

Going concern

After making enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the annual report and accounts.

Risk management

The trustees have made assessments of the major financial and operating risks that the charity faces and have put in place controls to mitigate or eliminate them. These are continuously monitored at board meetings.

This report was approved by the Trustees on 30 October 2023 and signed on their behalf.



S Mallett
Chairman and Trustee

**Independent Examiner's Report to the Trustees of Eckankar United Kingdom CIO
on accounts for the year ended 31 December 2022**

I report to the charity trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31 December 2022, which are set out on pages 6 to 15.

Responsibilities and basis of report

As the charity's trustees, 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 Trust's accounts 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 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 which gives me cause to believe that, in any material respect:

- accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not comply with the accounting records; or
- the accounts did 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 accounts to be reached.

Nicola Howatson
Nicola Howatson (Oct 31, 2023 10:50 GMT)

Mrs N Howatson FCCA
Marshall Smalley Accountants
Chartered Accountants
22A Main Road
Gedling
Nottingham
NG4 3HP

Date: 31st October 2023

Eckankar United Kingdom CIO
Statement of Financial Activities
for the year ended 31 December 2022

	Unrestricted funds £	Restricted income funds £	Total funds £	Prior year funds £
Incoming resources (Note 2)				
Income and endowments from:				
Donations and legacies	26,099	-	26,099	17,872
Charitable activities	7,477	-	7,477	6,129
Investments	1,774	-	1,774	11
Other	450	-	450	-
Total	35,800	-	35,800	24,012
Resources expended (Note 3)				
Expenditure on:				
Charitable activities	16,418	-	16,418	52,725
Other	-	-	-	-
Total	16,418	-	16,418	52,725
Net income/(expenditure)	19,382	-	19,382	(28,713)
Extraordinary items	4,425	-	4,425	-
Transfers between funds	-	-	-	-
Net movement in funds	23,807	-	23,807	(28,713)
Reconciliation of funds:				
Total funds brought forward	509,529	-	509,529	538,242
Total funds carried forward	533,336	-	533,336	509,529

Eckankar United Kingdom CIO
Charity number: 1165900
Balance Sheet
as at 31 December 2022

	Notes	Unrestricted funds £	Restricted income funds £	Total this year £	Total last year £
Fixed assets					
Tangible assets	7	795	-	795	867
Total fixed assets		<u>795</u>	<u>-</u>	<u>795</u>	<u>867</u>
Current assets					
Stocks	8	15,310	-	15,310	16,003
Debtors	9	18,905	-	18,905	16,455
Cash at bank and in hand	10	501,804	-	501,804	485,445
Total current assets		536,019	-	536,019	517,903
Creditors: amounts falling due within one year	11	(3,478)	-	(3,478)	(9,241)
Net current assets		<u>532,541</u>	<u>-</u>	<u>532,541</u>	<u>508,662</u>
Total net assets		<u>533,336</u>	<u>-</u>	<u>533,336</u>	<u>509,529</u>
Funds of the Charity					
Restricted income funds	12			-	-
Unrestricted funds	12			533,336	509,529
Total funds				<u>533,336</u>	<u>509,529</u>

Approved by the board of Trustees on:



S Mallett
Trustee



S Kumar
Trustee

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

1 Accounting policies

Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts.

The accounts have been prepared in accordance with the Statement of Recommended Practice: 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) (Charities SORP (FRS102)) and with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) and with the Charities Act 2011.

The charity constitutes a public benefit entity as defined by FRS102.

Going concern

There are no material uncertainties about the charity's ability to continue.

Recognition of income

Income is included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- it is more likely than not that the trustees will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Grants and donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met. In the case of performance related grants, income is only recognised to the extent that the charity has provided the specified goods or services as entitlement to the grant only occurs when the performance related conditions are met.

Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid amount recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless the donor or the terms of the appeal have specified otherwise.

Donated goods

Donated goods are measured at fair value (the amount for which the asset could be exchanged) unless impractical to do so.

Goods donated for on-going use by the charity are recognised as tangible fixed assets and included in the SoFA as incoming resources when receivable.

Gifts in kind for use by the charity are included in the SoFA as income from donations when receivable.

Volunteer help

The value of any voluntary help received is not included in the accounts but is described in the notes below.

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

Deferred income

No material item of deferred income has been included in the accounts.

Expenditure and liabilities

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Support costs

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

Tangible fixed assets

Tangible fixed assets are measured at cost less accumulative depreciation and any accumulative impairment losses. Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Equipment	15% reducing balance basis
Office furniture & fittings	25% reducing balance basis
Display plant	25% reducing balance basis

Stocks

Stocks held for sale as part of non-charitable trade are measured at the lower of cost or net realisable value. Goods or services provided as part of a charitable activity are measured at net realisable value based on the service potential provided by items of stock. Work in progress is valued at cost less any foreseeable loss that is likely to occur on the contract.

Debtors

Debtors (including trade debtors and loans receivable) are measured on initial recognition at settlement amount after any trade discounts or amount advanced by the charity. Subsequently, they are measured at the cash or other consideration expected to be received.

Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

Provisions

Liabilities are measured at recognition at historical cost and then subsequently measured at the best estimate of the amount required to settle the obligation at the reporting date.

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

2 Analysis of income

	Unrestricted funds £	Restricted income funds £	Total funds £	Prior year funds £
Donations and legacies				
General donations	26,099	-	26,099	17,872
Total	26,099	-	26,099	17,872
Charitable activities				
ECK Materials sales	7,477	-	7,477	6,129
Total	7,477	-	7,477	6,129
Income from investments				
Interest received	1,774	-	1,774	11
Total	1,774	-	1,774	11
Other				
Other incoming resources	450	-	450	-
Total	450	-	450	-
TOTAL INCOME	35,800	-	35,800	24,012

3 Analysis of expenditure

	Unrestricted funds £	Restricted income funds £	Total funds £	Prior year funds £
Expenditure on charitable activities (note 4)				
Direct spending	11,483	-	11,483	42,472
Support costs	4,935	-	4,935	10,253
Total	16,418	-	16,418	52,725
TOTAL EXPENDITURE	16,418	-	16,418	52,725

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

4 Expenditure on charitable activities

	Unrestricted funds £	Restricted income funds £	Total funds £	Prior year funds £
Direct spending				
ECK Materials cost of sales (note 5)	6,021	-	6,021	3,190
Meeting costs	2,721	-	2,721	3,080
Seminar costs	-	-	-	36,000
Vahana costs	1,199	-	1,199	202
Student costs	1,542	-	1,542	-
	<u>11,483</u>	<u>-</u>	<u>11,483</u>	<u>42,472</u>
Support costs				
<i>Administrative overheads</i>				
Accounts package	1,807	-	1,807	1,807
Insurance	553	-	553	502
Registered Office	360	-	360	-
Information Centre	1,315	-	1,315	3,381
Telephone	-	-	-	461
PO Box and postage costs	-	-	-	1,175
Stationery, printing and copying	43	-	43	-
<i>Professional fees</i>				
Independent Examiners fee	540	-	540	891
Legal fees	-	-	-	1,000
<i>Financial costs</i>				
Bank charges and paypal fees	155	-	155	99
Depreciation & amortisation	162	-	162	937
	<u>4,935</u>	<u>-</u>	<u>4,935</u>	<u>10,253</u>

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

5 ECK Materials

	Unrestricted funds £	Restricted income funds £	Total funds £	Prior year funds £
Sales of materials	<u>7,477</u>	<u>-</u>	<u>7,477</u>	<u>6,129</u>
Cost of sales				
Stock brought forward	16,003	-	16,003	14,506
Purchases	6,030	-	6,030	2,957
Customs duties etc	530	-	530	-
Postage	<u>510</u>	<u>-</u>	<u>510</u>	<u>-</u>
Total stock value	23,073	-	23,073	17,463
Area stock adjustment re stocktake	(1,730)	-	(1,730)	1,730
Prior year adjustment	<u>(12)</u>	<u>-</u>	<u>(12)</u>	<u>-</u>
Adjusted stock value	21,331	-	21,331	19,193
Stock carried forward	15,310	-	15,310	16,003
Stock used	<u>6,021</u>	<u>-</u>	<u>6,021</u>	<u>3,190</u>
ECK Materials surplus for the year	<u>1,456</u>	<u>-</u>	<u>1,456</u>	<u>2,939</u>

6 Extraordinary items

	2022 £	2021 £
Write off Paypal creditor not due	<u>4,425</u>	<u>-</u>

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

7 Tangible fixed assets

	Equipment £	Office furniture & fittings £	Display plant £	Total £
Cost				
At 1 January 2022	3,723	4,011	3,145	10,879
Additions	90	-	-	90
At 31 December 2022	<u>3,813</u>	<u>4,011</u>	<u>3,145</u>	<u>10,969</u>
Depreciation				
At 1 January 2022	2,856	4,011	3,145	10,012
Charge for the year	162	-	-	162
At 31 December 2022	<u>3,018</u>	<u>4,011</u>	<u>3,145</u>	<u>10,174</u>
Net book value				
At 31 December 2022	<u>795</u>	<u>-</u>	<u>-</u>	<u>795</u>
At 31 December 2021	<u>867</u>	<u>-</u>	<u>-</u>	<u>867</u>

8 Stocks

	Stock For distribution £	For resale £	Work in progress £	Total £
Charitable activities:				
At 1 January 2022	-	16,003	-	16,003
Added in period	-	7,070	-	7,070
Expensed in period	-	(6,021)	-	(6,021)
Impaired	-	(1,742)	-	(1,742)
At 31 December 2022	<u>-</u>	<u>15,310</u>	<u>-</u>	<u>15,310</u>

9 Debtors

	2022 £	2021 £
Accrued income (Gift Aid)	15,470	13,470
Other debtors	<u>3,435</u>	<u>2,985</u>
	<u>18,905</u>	<u>16,455</u>
Amounts due after more than one year included above	<u>-</u>	<u>-</u>

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

10 Cash at bank and in hand	2022	2021
	£	£
Short term deposits	164,000	206,012
Current accounts	337,772	279,364
Cash floats	32	69
	<u>501,804</u>	<u>485,445</u>
11 Creditors: amounts falling due within one year	2022	2021
	£	£
Paypal account	-	3,057
Accruals and deferred income	540	750
Other creditors	2,938	5,434
	<u>3,478</u>	<u>9,241</u>

Eckankar United Kingdom CIO
Notes to the Accounts
for the year ended 31 December 2022

12 Charity funds

	Unrestricted			
	ECK Temple Centre Designated fund £	General funds £	Restricted funds £	Total funds £
Current year				
At 1 January 2022	291,413	218,116	-	509,529
Income	12,284	23,516	-	35,800
Expenditure	-	(11,993)	-	(11,993)
At 31 December 2022	<u>303,697</u>	<u>229,639</u>	<u>-</u>	<u>533,336</u>
Previous year				
At 1 January 2021	289,521	248,721	-	538,242
Income	1,892	22,120	-	24,012
Expenditure	-	(52,725)	-	(52,725)
At 31 December 2021	<u>291,413</u>	<u>218,116</u>	<u>-</u>	<u>509,529</u>

Unrestricted funds

General funds

These funds are held for meeting the objectives of the charity and to provide reserves for future activities and, subject to charity legislation, are free from all restrictions on their use.

ECK Temple Centre designated fund

The ECK Temple Centre designated fund represents monies set aside by the trustees with the ultimate aim of buying a physical space in the UK. The funds have no formal restrictions and may be reallocated in the future if deemed necessary by the trustees.

13 Transactions with trustees and related parties

None of the trustees have been paid any remuneration or received any other benefits from an employment with the charity in either the current or the prior reporting periods.

No trustee expenses have been incurred in either the current or the prior reporting periods.

Transactions with related parties

There have been no related party transactions during the current or prior reporting periods.

Marshall Smalley Accountants Ltd
CIO
22a Main Road
Gedling
Nottingham
NG4 3HP

Eckankar United Kingdom

Dear Sir,

We write to confirm that to the best of our knowledge and belief, and, having made appropriate enquiries of other trustees and officials of the charity, the following representations given to you in connection with the preparation of the charity's financial statements and the independent examination for the year ended 31st December 2022: -

1. We acknowledge as trustees our responsibility for the financial statements, which you have prepared for the company. All the accounting records have been made available to you for the purpose of your work and all transactions undertaken by the charity have been properly reflected and recorded in the accounting records. All other records and related information, including minutes of all management and trustee meetings have been made available to you.
2. We confirm that we have declared all related party interests and transactions to you.
3. We confirm that there are no contingent liabilities.
4. We confirm that we have fully reviewed the liabilities included in the financial statements, that the liabilities are not understated and have been properly disclosed in the financial statements.
5. We confirm that we have fully reviewed the debtors in the financial statements, that the debtors are not overstated and have been properly disclosed in the financial statements.
6. We confirm that we have fully reviewed the restricted funds shown in the financial statements, that the restricted funds are not understated and have been properly disclosed in the financial statements. All grants, donations and other income, the receipt of which is subject to specific terms or conditions, have been notified to you. There have been no breaches of terms or conditions in the application of such income.
7. We confirm the closing value of stock and work in progress as at 31st December 2022 as £15,310 and that it is correctly stated at the lower of cost or net realisable value.
8. We confirm that we are not aware of any after date events that materially alter the transactions or balances included in the financial statements.
9. We confirm that there are no reasons to assume that the charity should not be treated as a going concern.

Yours faithfully



----- Mr S Mallett

31/10/23

----- Date