

**PENYCAE NEIGHBOURHOOD**  
**Church of The Nazarene**

Registered Charity No. 1166548

**Board of Trustees'**  
**Report and Financial**  
**Statements For the**  
**Year Ended**  
**30 September 2022**

**BELONG**  
**GROW**  
**SERVE**  
**PRAISE**

**Penycae Neighbourhood Church of The Nazarene**  
**Board of Trustees' Report and Financial**  
**Statements For the Year Ended**  
**30 September 2022**

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## **Penycae Neighbourhood Church of The Nazarene**

### **Report of the Board of Trustees for the Year Ended 30 September 2022**

The Board of Trustees presents its report and financial statements for the year ended 30 September 2022.

#### **Reference and Administrative Information**

Charity name:	Penycae Neighbourhood Church of The Nazarene
Charity Registration Number:	The Charity (hereafter referred to as the church) has historically been an Excepted Charity, but due to changes in legislation registered as a Charitable Incorporated Organisation on 14 April 2016. The registered Charity Number is 1166548.
Principal Address:	Stryt Issa Pen-y-cae Wrexham LL14 2PN

#### **Board of Trustees**

Mrs Yvonne Girvan <b>(NMI)</b>	(Reappointed 13/03/22)
Mr David Davies <b>(Chairperson)</b>	(Reappointed 13/03/22)
Mr Huw Jones <b>(NYI)</b>	(Reappointed 29/03/22)
Mr Shaun Evans	(Reappointed 13/03/22)
Mrs Katy Jones <b>(Secretary)</b>	(Reappointed 13/03/22)
Mrs Barbara Richards	(Reappointed 13/03/22)
Miss Janet Dean <b>(Treasurer)</b>	(Reappointed 13/03/22)

When a church has a pastor they are the Chairperson and are ex officio by virtue of their office as Pastor of Penycae Neighbourhood Church of The Nazarene and the NYI, NMI and Children's Ministry representatives are also ex officio by virtue of their office within the Church.

#### **Custodian/Holding Trustee**

Church of The Nazarene British Isles South District (A Charitable Company Limited by Guarantee) acts as custodian/holding trustee in respect of all Freehold Property owned by Penycae Neighbourhood Church of The Nazarene.

**Penycae Neighbourhood Church of The Nazarene**  
**Report of the Board of Trustees for the Year Ended 30 September 2022**

**Principal Staff**

Katie Cameron joined as pastor in July 2022 and left in November 2022.

**Website**     [www.nazarene.co.uk](http://www.nazarene.co.uk)

**Bankers**

HSBC 17-19 Regent Street Wrexham LL11 1RN

NatWest 33 Lord Street Wrexham LL11 1LP

**Independent Examiner**

Rev Joseph S Prescott – 16 Whitfield Square, Hunslet, Leeds, LS10 2QA



# **Penycae Neighbourhood Church of The Nazarene Report of the Board of Trustees for the Year Ended 30 September 2022**

## **Structure, Governance and management**

### **Structure and Organisation**

The charitable organisation was set up on 9 May 1982 with excepted charitable status under a model trust deed dated 16 February 1953 and became a Charitable Incorporated Organisation on 14 April 2016.

### **Trustee Appointments**

The Pastor of the church is ex-officio the chairperson of the Board of Trustees and their position is reviewed two years after appointment and then every four years after that.

The remaining Trustees are appointed annually by the members of Penycae Neighbourhood Church of The Nazarene at the annual general meeting held in February each year.

### **Governance and Wider Network**

The Board of Trustees meets regularly, normally on a monthly basis to consider the work and management of the church and assess and plan the financial and other aspects of the work and direction of the charity.

The church is a member of the Church of The Nazarene British Isles South District (a Charitable Company Limited by Guarantee) who in turn is a member of The International Church of The Nazarene Inc which has headquarters in Lenexa, Kansas, USA.

The charity, and the wider network it is a member of, are all governed by the Manual of the International Church of The Nazarene Inc which is subject to amendment on a quadrennial basis at the General Assembly of The International Church of The Nazarene Inc. The last General Assembly took place in June 2017. The next General Assembly has been delayed till June 2023 in response to the Covid-19 pandemic.

### **Risk Management**

The risk management strategy of the church is in a continual process of formulation in response to the changing circumstances that could impact upon the work of the church.

The Board of Trustees, in considering this important task, take direction from on-going discussions with members both internally and through meetings with the Church of The Nazarene British Isles South District and other advisers, adopting appropriate policies as required or as they become necessary to the ongoing work of the church.

### **Objectives and Activities**

#### **Charitable Object**

The object of the charity is the advancement of the Christian faith as part of the International Church of The Nazarene Inc.

What - Education, training and recreation

Who - Children, young people, elderly people, other defined groups and the general public

How - Provides buildings, facilities, services, advocacy, advice and information

## **Penycae Neighbourhood Church of The Nazarene Report of the Board of Trustees for the Year Ended 30 September 2022**

### **Objectives and Activities (continued)**

#### **Public Benefit**

The Trustees have had due regard to the Charity Commission guidance on public benefit reporting in deciding what activities the charity should undertake. This report illustrates the activities undertaken to support the public benefit requirement.

#### **Review of the Year**

The aims for the year included:

- Continuation of weekly Christian worship meetings and promotion of the Christian faith in accordance with the principles of the Church of The Nazarene (both online and in person as adherence to Covid-19 guidance has allowed).
- Work with children and young people to promote the Christian faith and provide local social benefit (both online and in person as adherence to Covid-19 guidance has allowed).
- Support of the Flying Start provision located in the church building. This supports children from referred families in the local neighborhood. The registered provider Janet Dean, is a member of the church and the church board support her as she manages the project.
- Weekly meetings for the more mature individuals in the Penycae area (this has taken a temporary break during the Covid-19 pandemic and has not yet restarted).
- Continuing to develop links with the local community, to enhance the involvement of the church with relevant local agencies on behalf of the local community.
- Continue to partner with and make the church building available to relevant local agencies seeking to benefit the local community, such agencies include but are not restricted to Wrexham County Borough Council, T.C.C. and local community forums.

Significant activities during the period include:

- Weekly worship services conducted with assistance and input from the pastoral and worship teams (this has taken place both online and in person as Covid-19 guidance has allowed).
- Youth meetings (during term time) for interaction in a safe environment to enable them to grow and develop both spiritually, socially and individually. This moved online during the pandemic, with occasional outdoor gatherings as the law allowed. These meetings would usually be weekly, but have been more sporadic during the pandemic.
- Weekly Wednesday meetings (Dimensions). This has taken a break since the start of the pandemic.
- Partnering with the Registered Person, Janet Dean, who provides early years education through the Flying Start initiative in the church building.
- Partnering with T.C.C. to explore social inclusion activities.
- Partnering with Given to Shine to provide food and care packages in the local community.
- Provision of the building as a polling station for the community.
- Visitation of both members and others in the local community in times of need or by request.

## **Penycae Neighbourhood Church of The Nazarene**

### **Report of the Board of Trustees for the Year Ended 30 September 2022**

Achievements during the year include:

- Continued spiritual growth and personal development for members, attenders and friends of Penycae Neighbourhood Church of the Nazarene.
- During most of the COVID-19 pandemic the church building has been shut and weekly meetings have taken place online. This has taken place on a variety of online platforms including Zoom, Facebook Live and YouTube. The format and frequency of these meetings has varied over the course of the pandemic, but has included weekly Sunday worship services, Zoom socials, Bible studies, quiz and games nights, youth meetings, prayer meetings and pastoral meetings. We have recently started accepting bookings for the services to allow a limited number of members to attend the services in the building each week. These services are still streamed live on YouTube.
- Pastoral care work has continued throughout the pandemic, through socially distanced visits, phone calls and video link up as appropriate to the situation.
- Continued development of the social and educational opportunities and interaction with the local community through and with organisations that we partner with.
- The Flying Start provision, set up as its own charity and the funds held by the church were transferred to this new entity under the management of the registered provider, Janet Dean (a church member) and continued to employ staff to enable the setting to be used for any Frontline worker children. This provision took place within the church building.

#### **Volunteers**

The work planned, activities undertaken and achievements attained would not have been possible without the active involvement and hard work of all of the members and friends of the charity without whom the substantial work of the charity could not be realised. The Board of Trustees is grateful for the work and support of all the members and friends of Penycae Neighbourhood Church of The Nazarene.

#### **Financial Review**

##### **Reserves**

The charity does not have a policy on reserves as the expenditure and work of the charity is reliant upon the ongoing support, tithes and offerings of the members and friends received at the weekly meetings. The Board of Trustees reviews on a monthly basis the anticipated income and expenditure for the next two to three months in order to ensure the ongoing work of the charity.

##### **Financial Review of the Year**

The charity has continued throughout the period to meet and tailor the expenditure it incurs to the income received through rent for use of the building and through the offerings and donations received. COVID-19 has affected how funds have been received by the members and friends. The trustees do not foresee a major impact in the funds received but there has been a reduction in the income. The trustees have encouraged those that can, to pay direct to the charity by standing order while cash is counted once a month by two trustees maintaining social distancing.

The receipts and payment account shows that there was a net decrease in cash funds during the year of £13,511, largely due to the Flying Start Funds being passed to a new Charitable Incorporated Organisation to run the Flying Start setting previously managed by the church.

The Church of The Nazarene British Isles South District gifted their 50% of the manse they owned to Penycae Neighbourhood Church of The Nazarene at a market value of £57,500.

**Penycae Neighbourhood Church of The Nazarene**  
**Report of the Board of Trustees for the Year Ended 30 September 2022**

**Financial Review of the Year (continued)**

The 50% of the manse owned by the church was revalued in accordance with the market value used for the above transfer, reducing the value of the 50% of the manse purchased by the church by £2,945.

The above property transactions together with the reduction in the liabilities and mortgage on the manse of £3,405, give an overall increase in funds of £44,449, as detailed by the assets and liabilities in the financial statements. £94,945 of the unrestricted funds are set aside in designated funds leaving £3,144 of general funds available as cash in hand and at the bank.

**Plans for Future Periods**

The Trustees, following the departure of Katie Cameron are looking, with guidance and help from the British Isles South District Church of The Nazarene, to appoint a new pastor.

We continue to plan for the future through prayer, planning and strategy meetings, however in the end we accept that we rely on our Father God to enable, encourage and guide us into the future that He has planned.

**Declaration**

The Trustees declare that they have approved the trustees' report above.

Signed on behalf of the charity's trustees on.

Mr D Davies (Chairperson)

Mrs K Jones (Trustee)

**Penycae Neighbourhood Church of The Nazarene**  
**Independent Examiners Report to the Trustees for the Year Ended 30 September 2022**

I report to the trustees on my examination of the accounts of the above charity for the year ended 30 September 2022, which are set out on pages 8 to 12.

**Respective responsibilities of trustees and examiner**

As the charity trustees, you are responsible for the preparation of the accounts in accordance with the Charities Act 2011 ("the Act").

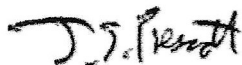
I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable directions given by the Charity Commission under section 145(5)(b) of the Act.

**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 which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Act; or
- the accounts did not accord 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



Rev. Joseph S Prescott  
Independent Examiner

Date: 17<sup>th</sup> December 2024

**Penycae Neighbourhood Church of The Nazarene**  
**Receipts & Payments Account**  
**For the Year Ended 30 September 2022**

	Note	Unrestricted Funds Year Ended 30 September 2022		Unrestricted Funds Year Ended 30 September 2021	
		£	£	£	£
<b>Receipts</b>					
Tithes & Offerings			8,965		10,523
Gift Aid Tax Received			-		-
Rents Received			16,689		19,280
Gifts to Church			2,625		688
Event Income			-		-
Other Income	1		11		182
Flying Start Setting	2		-		49,582
			<u>28,290</u>		<u>80,255</u>
<b>Expenditure</b>					
Pastor's Salary		3,998		10,633	
Pastor's Pension		188		638	
Pastor & Trustee - Mileage & Other Expenses		2,383		410	
Manse Rent, Council Tax & Water Rates		-		3,778	
Investment Property - Council Tax & Water Rates		-		-	
Investment Property - Agents fees & expenses		972		1,518	
Investment Property - Share of rent paid to District		1,131		2,291	
Investment Property - Mortgage payments	3	4,788		4,763	
Church - Water Rates and Light & Heat		5,882		4,229	
Church Internet & Phone		525		754	
Events Expenses		971		75	
Cleaning, Paper Towels, Soap etc		53		346	
Repairs	4	2,408		1,092	
Website & Licenses		627		590	
Flying Start	2	13,085		51,375	
Church & Manse Insurance		1,159		1,064	
Gifts Paid Out to Individuals & Charities		904		433	
Miscellaneous	5	635		593	
District & NMI Budgets		1,902		1,485	
Bank Charges		190		-	
			<u>41,801</u>		<u>86,067</u>
<b>Excess Expenditure Over Income for the Year</b>			-13,511		-5,812
<b>Balance Brought Forward</b>			19,230		25,042
<b>Balance Carried Forward</b>			<u>5,719</u>		<u>19,230</u>

**Penycae Neighbourhood Church of The Nazarene**  
**Assets and Liabilities as at 30 September 2022**

		2022	2021
	£	£	£
<b>Cash at Bank &amp; In Hand</b>			
HSBC bank account		5,620	6,139
NatWest Bank Account		-	13,085
Cash Balance		99	6
Total		<u>5,719</u>	<u>19,230</u>
<b>Freehold Investment Property</b>			
50% Share in Investment Property at Cost			
192 Ffordd Llanerch		60,445	60,445
Revaluation of Property to Market Value		-2,945	
Transferred from Church of The Nazarene			
British Isles South District, at market			
value, their 50% share of 192 Ffordd Llanerch		<u>57,500</u>	<u>-</u>
Total Assets		120,719	79,675
<b>Long Term Liabilities</b>			
Mortgage with Vernon Building Society	3	<u>22,630</u>	<u>26,035</u>
Total Liabilities		22,630	26,035
<b>Net Assets</b>		<u>98,089</u>	<u>53,640</u>
<b>Represented By:</b>			
<b>Unrestricted Funds</b>			
General Fund	6 & 7	3,144	3,570
Designated Funds			
- ICE Fund	6 & 7	2,389	2,389
- Flying Start	6 & 7	-	13,085
	6 & 7	28	28
- Youth & Children Fund	6 & 7	158	158
- Capital Fund	6 & 7	95,315	34,410
- Revaluation Reserve	6 & 7	<u>-2,945</u>	<u>-</u>
		98,089	53,640

The Church also owns the church buildings, fixtures, fittings and contents situated at Stryt Issa, Pen-y-cae, Wrexham, LL14 2PN, for which original cost details are not available.

The Mortgage with Vernon Building Society is secured on the property, 192 Ffordd Llannerch, Pen-y-cae, Wrexham, LL14 2NG and has 5 years 6 months to run. This property is currently not required as the manse, as Pastor Keefe has his own property locally that the church rents from him. The property has been rented out during the year.

The market valuation for this investment property has been included at the market value the Church of The Nazarene British Isles South District used when they transferred, at the end of this year, their 50% share in 192 Ffordd Llanerch to Penycae Neighbourhood Church of The Nazarene.

The property was owned 50:50 with the Church of The Nazarene British Isles South District and half of the net income received from the property has been paid to them.



**Penycae Neighbourhood Church of The Nazarene**  
**Notes to Accounts for the Year Ended 30 September 2022**

**Note 1**

<b>Summary of Other Income</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Council Tax & Utility Refunds	182	234
Missionary	-	130
Sundry	-	-
<b>Total</b>	<b>182</b>	<b>364</b>

**Note 2**

<b>Flying Start</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Grants Received from Wrexham County Council	-	49,552
Other income and donations	-	30
<b>Total Income</b>	<b>-</b>	<b>49,582</b>
Wages, Pension Contributions & Training	-	40,700
Rent	-	8,730
Consumable Supplies	-	474
Meals and Refreshments	-	382
Insurance & Professional Fees	-	1,003
Sundry	-	86
Transfer funds to new CIO	13,085	-
<b>Total Expenditure</b>	<b>13,085</b>	<b>51,375</b>

**Note 3**

<b>Mortgage with Vernon Building Society</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Balance Brought Forward	26,035	29,256
Interest Charged	1,383	1,542
	27,418	30,798
Repayments made	4,788	4,763
<b>Balance Carried Forward</b>	<b>22,630</b>	<b>26,035</b>

**Note 4**

<b>Summary of Repairs</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Computer upgrade	-	884
Church Repairs	1,926	208
2 Filing cabinets	111	-
Fire Extinguisher Service	371	-
<b>Total</b>	<b>2,408</b>	<b>1,092</b>



**Penycae Neighbourhood Church of The Nazarene**  
**Notes to Accounts for the Period Ended 30 September 2022**

**Note 5**

<b>Miscellaneous</b>	<b>2022 £</b>	<b>2021 £</b>
TV Licence	159	159
Support Cushions	-	-
Christian Resource Materials	-	-
Printing, Postage & Stationery	-	-
Computer Coverplan	132	132
TCC, CCPAS and Avow Membership Fees	266	230
Fees re wages, Pensions & Gift Aid	28	72
Pulpit cover	50	-
Sundry Expenses	-	-
<b>Total</b>	<b>635</b>	<b>593</b>

**Note 6**

<b>Movement in Funds</b>	<b>Balance 01/10/2021 £</b>	<b>Incoming Resources £</b>	<b>Outgoing Resources £</b>	<b>Transfers £</b>	<b>Balance 30/09/2022 £</b>
General Fund	3,570	28,290	23,928	-4,788	3,144
Flying Start	13,085	-	13,085	-	0
Mountain Bike Guiding Fund	28	-	-	-	28
Youth & Children	158	-	-	-	158
ICE Fund	2,389	-	-	-	2,389
Capital Fund	34,410	57,500	1,383	4,788	95,315
Reavlaution Reserve	-	-	2,945	-	-2,945
	<b>53,640</b>	<b>85,790</b>	<b>41,341</b>	<b>-</b>	<b>98,089</b>

During the year the Church of The Nazarene British Isles South District transferred their 50% share of 192 Ffordd Llannerch at a market value of £57,500 to Penycae Neighbourhood Church of The Nazarene so that the charity had full ownership of the manse property.

The Church of The Nazarene British Isles South District still acts as custodian trustee for the property.

# **Penycae Neighbourhood Church of The Nazarene**

## **Notes to Accounts for the Year Ended 30 September 2022**

### **Note 7**

#### **Purpose of Funds**

##### **General Fund**

This is unrestricted funds for use to achieve the aims and objectives of the charity.

##### **Flying Start Fund**

This is an unrestricted fund designated to enter the monies received and expended on the management of the Flying Start setting in Penycae.

##### **ICE Fund**

This fund is money that has been raised or set aside to cover unexpected expenses that may arise.

##### **Mountain Bike Guiding Fund**

This is an unrestricted fund designated to enter the monies received and expended on the Mountain Bike Guiding Program.

##### **Youth & Children Fund**

This is an unrestricted fund designated to enter the monies received and expended on the youth programs.

##### **Capital Fund**

This is an unrestricted fund designated to hold the 50% freehold cost of the manse and enter the monies received and expended on the mortgage on this freehold.

##### **Revaluation Reserve**

The 50% of the manse property owned by the church at 192 Ffordd Llannerch was revalued in line with the market value of the further 50% of the property received from the Church of The Nazarene British Isles South District and the loss allocated to this reserve.

### **Note 8**

#### **Trustee Remuneration & Expenses**

Katie Cameron the Pastor, was paid remuneration of £3,998 (2021 £10,633), rent of £0 (2021 £2,100) (for use of their home as the church manse) and pension contributions of £188 (2021 £638). The Pastor and Trustees received £2,383 in reimbursed expenses during the year (2021 £410).

Unrestricted donations (tithes & offerings) from trustees of £2,610 (2021 £5,280) were received during the year.

### **Note 9**

#### **Related Party Transactions**

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity, including guarantees, during the year.