
TILE KILN CHURCH

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 AUGUST 2021

TILE KILN CHURCH

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TILE KILN CHURCH

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITABLE INCORPORATED ORGANISATION, ITS TRUSTEES AND ADVISERS FOR THE YEAR ENDED 31 AUGUST 2021

Trustees	Mr G Tovey, Chair to October 2020 (resigned 12th October 2020) Mr A Chuter (resigned 18th January 2021) Mrs Y Falowo, Trustee (appointed 18th January 2021) Mr D Demonakis, Trustee & Chair from October 2020 Mr I Parker, Trustee Mr S Moore, Trustee Mrs A Sheldrake, Trustee (appointed 18th January 2021) Mr G Smith, Trustee (appointed 18th January 2021)
Leadership Team	Mr J Bell, Youth and Community Pastor Mr T Goodall, Pastor Mr J Bland Mr J Grayston Mr A Moore Mrs L Parker Mrs S Smith
Charity registered number	1172738
Principal office	Robin Way Chelmsford Essex CM2 8AU
Accountants	Griffin Chapman Registered Auditors and Chartered Accountants 4 & 5 The Cedars Apex 12 Old Ipswich Road Colchester Essex CO7 7QR
Bankers	The Co-operative Bank plc PO Box 101 1 Balloon Street Manchester M60 4EP

TILE KILN CHURCH

TRUSTEES' REPORT FOR THE YEAR ENDED 31 AUGUST 2021

The Trustees present their annual report together with the financial statements of the Charitable Incorporated Organisation ('the Charitable Incorporated Organisation', 'CIO') for the year ended 31 August 2021.

Objectives and activities

a. Policies and objectives

The objective of the CIO is to advance the Christian faith for the public benefit in accordance with the statement of beliefs and practices in the Schedule, within the Consitution, in Chelmsford, Essex and in such other parts of the United Kingdom or the world as the charity trustees may from time to time think fit.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

b. Activities

The past year has seen the continuation of the unprecedented challenges brought on by the COVID-19 pandemic. As the pandemic and UK government restrictions have ebbed and flowed, the church has learned to embrace the changes, love and care for one another, serve the Tile Kiln Estate and surrounding community, and trust in the Lord Jesus Christ.

Despite the challenges of the COVID-19 pandemic, the church has continued to grow in faith in Jesus Christ, and in response to his love. We have continued to explore the new opportunities that the pandemic has brought, whilst dealing with the reality that many groups and activities could not run.

c. Activities undertaken to achieve objectives

The three following sections express the ways in which the church has carried out its purposes, with express attention paid to the immediate church community, the wider local community, and the worldwide community.

Church community

We make it our aim to equip the church membership to be part of God's mission in the world, living for Jesus Christ and being ready to love and serve the local Tile Kiln community as well as the wider Chelmsford and worldwide community.

Equipping membership for serving the community takes place through regular Sunday morning services, which continue to be valued for worship, teaching, sharing testimony and news, and community support. It also happens through the regular meeting of small groups which meet for Bible study, growth in faith, encouragement, prayer, support and reaching into the community. Such small groups have met online, in person, outdoors and inside, depending on restrictions at the time, and using wise judgement. Because of the vital need for human contact, we have sought to encourage the church to meet with one another in ways that were appropriate and safe, in line with government guidance.

We opened the church building for in-person services on 4 October 2020, successfully creating a covid-secure environment within government guidelines. We set up a live stream of the service, so that those who could not be present in person would be able to participate together in worshipping Jesus Christ. We continued to live stream our services through the mini-lockdown in November 2020, and welcomed people back again in December.

As the cases rose in late December and the UK government once again took the country into lockdown in January 2021, we moved our services back online utilising a variety of social media, live videos, pre-recorded videos, and communication technology to ensure that faith in Jesus Christ continued to be nurtured and advanced into new spheres amongst new members of the church community. Activities for children and young

TILE KILN CHURCH

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

people on Sunday also moved online and continued to encourage understanding of Christian faith and active involvement in the life of the Church.

We continued to support those who had been joining us for online worship throughout the first lockdown and are glad to be able to extend participation in worshipping Jesus and growth in faith to a wider audience than we initially anticipated. One person shared that she, her husband, and her daughter, all took part in the online service for the first time in November 2020, enjoyed it, had some great conversations, and expressed desire to continue exploring who Jesus is and being involved in church.

In order to continue to help these people understand Christianity, Jesus Christ and church, we ran an online Alpha Course between April and July 2020, attended by 8 people. This was a great success and the group plan to continue together on another course in the autumn, as well as supporting one another through social media such as WhatsApp. A number of this group have started to consider being baptised as a statement of their new faith in Jesus Christ.

The regular meetings of the church provide vital support for those in difficult circumstances and particularly those facing the challenge of ill health enabling them to thereby support others who face challenging times.

We have also used time in lockdown to help grow faith in Jesus Christ by using Bible reading plans. From a group of 20 reading the whole Bible in a year, to shorter plans like reading the Psalms over 30 days, these plans have helped grow faith in Jesus and deepen relationship with one another whilst facing the challenges of the pandemic.

Of the Psalms in 30 days, one person said:

"I've never really engaged well with the Psalms over the years. This did change when Tim challenged folk to read them over 30 days. I enjoyed discovering recurrent themes, and reading several at the same time increased my appreciation of the psalms."

A number of people from the Bible in a year reading group valued the sense of community that has build up around the reading plan, expressing how helpful being part of a larger group is, even distanced in lockdown. Along with the gradual reopening of society in the spring and summer, we re-started in-person services on Easter Sunday, 4 April, celebrating the resurrection of Jesus Christ. Since then, we have worked with the gradual re-opening to assess and re-establish the various activities and groups that the church runs.

Much of the work of risk assessment and planning was done over the summer months, along with trial sessions as appropriate. Plans have been made to re-start more groups and activities in September and October, ensuring safeguarding and following government guidance at the time.

The church continues to support members and the wider community at times of bereavement. This has been a significant challenge for the community during the pandemic, with numbers allowed at funerals restricted, services of remembrance having to be cancelled, and practical care for the grieving having to be done in as creative ways as possible.

Local community

Fledgelings Pre-school

The Fledgelings pre-school has been fully operational, when permitted, throughout the COVID-19 pandemic, for all those who requested a place. We have been able to remain open without closures or restricting places. Numbers have been fluctuating, initially lower than usual, but then gradually rising. Currently the numbers are lower, but this may be following the usual two-year trend rather than hesitancy on behalf of parents. In September, 2020 there was 30 children on roll; in January 2021, 34 children were registered and in April 2021, 39 children were registered.

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

Whilst three staff contracted COVID-19 in December 2020 and some parents have tested positive, as far as we are aware no children have contracted COVID-19. The measures put in place such as not allowing parents into the building on a daily basis, additional cleaning, sanitising and ventilating have continued. We have regretted not having the same opportunity to get to know the parents, and have made more use of the Tapestry communication system to try to make up for this. We also use email and text messaging to make sure we are reaching all parents via their preferred means of communication. Parents are appreciative of the impact of the preschool on their children and on the community as can be seen from the comments on end of term cards and Christmas cards:

"Fledgelings is a fantastic pre-school. My little boy has been attending for just over a year, he started with three and a half days and as he loved it so much, he now attends four and a half days a week. We were all made so welcome when he joined and all of the teachers have been amazing."

"He was quite shy when he started but over time and with the help of his key workers his confidence has grown. We love seeing what he gets up to on Tapestry, there are always lots of updates and there is such a variety of activities. He learns lots as well and I loved that last week they looked at Diwali."

"All of the staff at Fledgelings are so friendly and so helpful, if I ever need to ask anything they are always so helpful."

"My husband and I are so happy that we chose Fledgelings as his pre-school. I am so sad that he will be leaving at the end of the academic year to go to Infant School but I know that they will have him ready for the change and we will always be grateful."

Our staff have been totally committed, as always, covering for sickness and self-isolation due to family members having Coronavirus. Sadly, one staff member upon recovery decided to resign from her position, due to the impact on her health. The other two staff members who did contract Coronavirus have recovered and are doing a phased return to work.

Food on Friday

Our usual senior's lunch club, Food on Friday, spent the year not meeting due to the pandemic and associated restrictions. However, the Food on Friday team continued to produce the fortnightly 'News on Friday' newsletter with stories from the attendees, and encouraging message of hope in Jesus Christ, and contact details for any who might need extra help. We continue to be in contact by phone and to support where needed and as the government guidance allows.

During the summer months, plans were made to re-start Food on Friday, and a trial session planned for early September, where we aim to continue to introduce the lonely and elderly in our community to the love and friendship of Jesus Christ and his followers. Having maintained contact with all attendees throughout the pandemic, most are keen to return to and enjoy friendship along with a 2-course hot meal with tea/coffee, followed by a short thought for the day. The catering department has again received a 5* rating for food hygiene.

The Kiln

We run a community shop front called The Kiln at 155 Robin Way opposite the church which seeks to engage the community through a number of different activities and groups.

For the majority of the year we have been unable to use the space, due to COVID-19 restrictions. However, support was still maintained for the community of regular users of The Kiln, particularly those who would normally attend the open-door coffee mornings. Regular contact and practical help (e.g. shopping, collecting medication) continued throughout lockdown.

As the restrictions eased across the spring of 2021, the space was used for irregular Covid-secure meetings, in line with current regulations. Plans were drawn up across the summer to start regular group meetings at The Kiln in September 2021, with a particular emphasis on drop-in coffee mornings which provide an open and safe space for the community to connect with one another.

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

Community support

Our support for the local community continued through the various stages of the pandemic and lockdowns across the past year. We regularly support Chelmsford Foodbank, through food collections, financial support, and in signposting people in the community toward the provision of the Foodbank providing food vouchers for those in need.

The needs have increased across the year, as families struggle with being on furlough, working from home, home-schooling, or a mix of all three at different stages. We were able again to supply laptops to 4 families whose children needed them for home-schooling and homework. The mother of one family contacted us to say:

"It was like Christmas day here this morning when their laptops were charged... thank you so much for all your efforts in getting them"

Another family said:

"Thank you so much for everything you have done over lockdown for our family. This will help us with our school work and online lessons. We would also like to thank you for the vouchers."

We continued to provide occasional shopping for families isolating with Coronavirus at different points through the year. In March we were able to distribute clothing and food vouchers to seven families in partnership with Essex County Council, with additional help with clothing for one family. And we have been able to partner with Tesco's community scheme and provide a family with two beds, mattresses, and bedding. We continue to support a number of families who have found the pandemic especially stretching, offering emotional, mental, and spiritual support as needed as well as practical support.

Children & young people

As has been the experience across the UK, engagement with young people and children has been severely impeded by the pandemic. The initial enthusiasm for online engagement waned as schools returned in September 2020.

Attempts at engagement took the form of online Sunday school material, thoroughly appreciated by some, but without a large number of families engaging. One off events offered other ways to engage. We distributed over 40 packs to local families for an Easter Treasure Hunt, primarily aimed at preschool ages. who enjoyed searching for letters around our local estate and engaging with the Easter story.

Plans began to be made in summer 2021 to restart youth and children's groups and reengage young people in them across the autumn term.

Holiday Club

Sadly, this was once again cancelled due to pandemic.

Christmas

With COVID-19 cases rising in the autumn of 2020, our Christmas services were much changed. We were unable to partner with our local pub, the Clay Pigeon, for our Carols in the Pub, and we cancelled plans to hold our Carol Service in person. However, we were delighted to be able to run a virtual Carol Service, which was premiered on YouTube. It had over 500 views, with some of the local community standing on their front drives singing along to the carols with their neighbours.

TILE KILN CHURCH

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

We also ran a Christingle service for children and families, which we live-streamed on YouTube. We delivered over 100 Christingle craft packs to families around the community and had a special visit from the Mayor and Deputy Mayor of Chelmsford for the live stream.

Throughout the Christmas season, we also engaged the community in making 'advent windows' – scenes from Christmas made from colourful paper and stuck to windows to bring hope and joy to the community in the midst of a difficult Christmas.

Worldwide community

We continued our support of organisations and missionaries at work in France, Kenya and Uganda, and continued our support of locally-based mission organisations that work supporting young people through schools work, those affected by unwanted pregnancy, and the homeless across Chelmsford.

We have engaged the missionaries and organisations in supporting them through inevitable changes to their work brought on by the pandemic, and anticipate that this engagement will continue through the coming years, enabling us to review our support to ensure that it meets our charitable aims and objectives.

d. Gifts and donations

The Trustees apply the funds of Tile Kiln Church at their discretion and in accordance with the charitable purposes and objectives of the charity. The Trustees have appointed the Tile Kiln Leadership team to consider gifts on their behalf and to make recommendations in accordance with the objectives and after appropriate risk assessments. Any decision to award a gift remains the responsibility of the Trustees.

The leadership team propose an annual plan of proposed application of charitable funds.

e. Staff and Volunteers

The church employs two full time pastors. The level of remuneration is reviewed annually by the trustees against a range of external benchmarks while keeping in mind the need to control expenditure. Much of the church activity is carried out by volunteers without whom it would be impossible. The volunteer opportunities are varied and are the equivalent of 4 full time posts; 66% of volunteer time is spent on charitable activities, 22% on management and administration and 12% on governance.

Fledgelings Pre-school employs 1 full time manager and 9 part time teaching staff. All are engaged in pursuit of charitable activities.

f. Buildings

During the year we replaced the door leading into the car park in order to improve security and installed a new ramp leading to this door in order to provide improved access.

Our plans to extend the church building will be reassessed when we are in a better position to see the long term impact of the COVID-19 pandemic.

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Objectives and activities (continued)

g. Data and Systems

We seek to ensure that all we do complies with relevant legislation and meets best practice. This year, working with our accountants, we introduced a new and more up to date online accounting system which offers significant benefits in terms of reporting and the production of accounts.

Achievements and performance

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charitable Incorporated Organisation has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

b. Reserves policy

The Church congregation accounts and the account of the Fledgelings Pre-school are operated and managed separately despite being part of the same charity and this summary reflects that operational distinction.

In arriving at a reserves policy, the Trustees want to reflect biblical principles as well as ensuring that any policy meets the requirements of the Charity Commission. The Trustees understand the main biblical principles in this area as:

- Not hoarding riches for their own sake as expounded in both Genesis Chapter 41 and Matthew 6:19-21 and of;
- Using those riches (either now or in the future) for the benefit of the Kingdom of God or;
- Storing some of them so as to ensure the future continuing activities of the church.

Our general reserves policy is to retain sufficient reserves:

- To ensure that the church has sufficient funds to meet its short-term financial commitments;
- To demonstrate that the church is sustainable into the future;
- To ensure that the church is able to manage future unforeseen financial difficulties; and
- To ensure that excessive funds are not held without any identifiable reason or for any identifiable purpose.

This reserves policy relates only to the church unrestricted funds. Restricted funds may be held in addition to be used for the restricted purpose for which they were given.

The Charity Trustees also agreed to maintain all existing designations of general funds including holding £45,000 of reserves, £15,000 to cover the operating costs for the church and £30,000 to cover contingency funding for the pre-school.

The level of unrestricted reserves was reviewed and the balance at year end is felt adequate, representing around 6 weeks of general unrestricted operating costs in normal circumstances.

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TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

c. Financial activities- Congregation Funds

At the close of the financial year, the cash assets of the church had decreased by £3,945 to £148,962 (including £13,214 of unclaimed Gift Aid). Liabilities stood at £5,742, comprising day to day operational costs. The church has a strategic plan to significantly improve the church building and its facilities and the Trustees have agreed that surplus general funds should be designated toward this aim. At the close of the year, this designated fund stood at £72,798, with £7,420 having been expended during the year.

In addition, £7,417 remains designated to a fund to finance future maintenance of the properties in which the church has an equity share, with £1,807 having been expended during the year.

The charity has a 5-year lease of the shop unit at 155 Robin Way which terminates on 28th September 2022. This effectively places a £10,000 per year future liability on the charity which is not specifically detailed on the balance sheet. The Trustees believe this obligation to be sustainable given that at the beginning of the year the restricted 155 Fund balance was £20,482, and at the end of the year £22,527. Pledges received from church members will cover both the lease and running costs of the property for the remaining period of the lease.

Property assets remain at £395,000.

Total income for the Congregation funds during the year was £132,282. Of this income, 95% came from freewill gifts from members and attendees of the church. During the year £6,750 was taken into General Fund from the small business grant of £10,000, to compensate for a shortfall in Sunday cash offerings due to COVID-19 as agreed by the at the end of the year the balance in this fund is zero.

Total church expenditure was £135,954. Staffing at £71,748 was the largest single cost to the congregation's funds.

Operational costs for church premises and activities resulted in expenditure of £45,859 and £16,877 disbursed as gifts to other charities and individuals. Governance costs were £1,470. No expenses were paid to Trustees.

Because the bulk of the church income is pledged from members and comes through standing orders, there is a high degree of resilience to the impact of COVID-19. While there was a small decrease in monthly income, it was not large enough to have any impact on activities. The Trustees monitor the cash flow monthly.

d. Financial activities : Fledgelings Pre-school

At the close of the financial year 31st August 2021, cash assets for the pre school totalled £42,924. Liabilities were £8,509 relating to deferred fees and Government funding received early before the autumn term 2021. Over the year there was a deficit of £1,420. The majority of the funds received were through fees, a large proportion of which is Government funding. No external fundraising activities were undertaken during the year due to COVID-19 restrictions.

The major costs for the pre-school are in staff wages along with the general running costs. The pre-school has always operated on a not-for-profit basis and whenever there has been surplus it has been used for the benefit of the pre-school as well as maintaining the reserve balance.

Structure, governance and management

a. Constitution

Tile Kiln Church is a registered charity, number 1172738, and is constituted under a Constitution of a Charitable Incorporated Organisation.

TILE KILN CHURCH

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Structure, governance and management (continued)

b. Methods of appointment or election of Trustees

The management of the Charitable Incorporated Organisation is the responsibility of the Trustees who are elected and co-opted under the terms of the Constitution of a Charitable Incorporated Organisation.

The Charity seeks new Trustees firstly, from within the church membership and secondly, those from outside of the church who bring suitable knowledge and experience from other churches or charities. Maintaining a majority of Trustees who are church members ensures that those who donate to the charity (almost exclusively church members and attendees) are strongly represented. Trustees appointments are made solely by the existing Trustees.

Two Trustees retired and three new Trustees were appointed during the year.

The Trustees held four Ordinary meetings. In addition, the Annual General Meeting of the Charity was held.

c. Financial risk management

The Trustees have assessed the major risks to which the Charitable Incorporated Organisation is exposed, in particular those related to the operations and finances of the Charitable Incorporated Organisation, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

The Tile Kiln Building Trust

On 20 June 2018 the Trustees of Tile Kiln Church (formerly known as Orchard Street Hall) transferred to Tile Kiln Church Charitable Incorporated Organisation (The CIO) the freehold property known as Tile Kiln Church, Robin Way, Chelmsford, CM2 8AU (the property). The property is registered at HM Land Registry under title number EX132470.

The transfer dated 20 June 2018 provided that the property transferred will continue to be held by CIO as Sole Trustee under the Trusts of Tile Kiln Church (formerly Orchard Street Hall) included in an Indenture dated 26 September 1919 (Trust Deed).

On 5 November 2018 it was resolved by the CIO that the Trust shall hence forth be known as Tile Kiln Church Building Trust.

The Trustees have considered the value in use by the church and the pre-school with respect to the use of the freehold property premises and concluded that a donation in kind for rent will not be shown in the accounts as they consider this to have no value to the reader of the accounts as the result will have a zero effect.

Members' liability

If the CIO is wound up, the members of the CIO have no liability to contribute to its assets and no personal responsibility for settling its debts and liabilities.

TILE KILN CHURCH

TRUSTEES' REPORT (CONTINUED) FOR THE YEAR ENDED 31 AUGUST 2021

Statement of Trustees' responsibilities

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial Period which give a true and fair view of the state of affairs of the Charitable Incorporated Organisation and of its incoming resources and application of resources, including its income and expenditure, 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 of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Charitable Incorporated Organisation will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Charitable Incorporated Organisation's transactions and disclose with reasonable accuracy at any time the financial position of the Charitable Incorporated Organisation and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the Constitution of a Charitable Incorporated Organisation. They are also responsible for safeguarding the assets of the Charitable Incorporated Organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on their behalf by:



Mr D Demonakis
(Chair of Trustees)

Date: 9/4/22

TILE KILN CHURCH

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 AUGUST 2021

Independent examiner's report to the Trustees of Tile Kiln Church ('the Charitable Incorporated Organisation')

I report to the charity Trustees on my examination of the accounts of the Charitable Incorporated Organisation for the year ended 31 August 2021.

Responsibilities and basis of report

As the Trustees of the Charitable Incorporated Organisation you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011.

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

Independent examiner's statement

Your attention is drawn to the fact that the Charitable Incorporated Organisation has prepared the accounts 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has been withdrawn.

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

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Charitable Incorporated Organisation as required by section 130 of the 2011 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

TILE KILN CHURCH

**INDEPENDENT EXAMINER'S REPORT (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2021**

This report is made solely to the Charitable Incorporated Organisation's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charitable Incorporated Organisation's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charitable Incorporated Organisation and the Charitable Incorporated Organisation's Trustees as a body, for my work or for this report.

Signed:



Dated: 21/4/2022

Thomas Maddocks

ACA FMAAT

Griffin Chapman

Registered Auditors and Chartered Accountants

4 & 5 The Cedars

Apex 12

Old Ipswich Road

Colchester

Essex

CO7 7QR

TILE KILN CHURCH

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 AUGUST 2021

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Income from:					
Donations and legacies	3	117,789	14,493	132,282	144,045
Charitable activities:	4				
Pre-school fees and funding		-	73,801	73,801	85,213
School fees		16,925	-	16,925	15,305
Other charitable activities		-	-	-	10,000
Other trading activities	5	826	-	826	1,073
Investments	6	35	-	35	150
Other income	7	199	-	199	2,669
Total income		135,774	88,294	224,068	258,455
Expenditure on:					
Raising funds	8	-	-	-	184
Charitable activities	10	142,712	86,249	228,961	263,754
Total expenditure		142,712	86,249	228,961	263,938
Net movement in funds		(6,938)	2,045	(4,893)	(5,483)
Reconciliation of funds:					
Total funds brought forward		558,972	20,482	579,454	584,937
Net movement in funds		(6,938)	2,045	(4,893)	(5,483)
Total funds carried forward		552,034	22,527	574,561	579,454

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

The notes on pages 15 to 34 form part of these financial statements.

TILE KILN CHURCH

BALANCE SHEET AS AT 31 AUGUST 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	15	395,000	395,000
		<u>395,000</u>	<u>395,000</u>
Current assets			
Debtors	16	15,140	26,136
Cash at bank and in hand		178,672	172,718
		<u>193,812</u>	<u>198,854</u>
Creditors: amounts falling due within one year	17	(14,251)	(14,400)
Net current assets		<u>179,561</u>	<u>184,454</u>
Total assets less current liabilities		<u>574,561</u>	<u>579,454</u>
Net assets excluding pension asset		<u>574,561</u>	<u>579,454</u>
Total net assets		<u><u>574,561</u></u>	<u><u>579,454</u></u>
Charity funds			
Restricted funds	19	22,527	20,482
Unrestricted funds	19	552,034	558,972
Total funds		<u><u>574,561</u></u>	<u><u>579,454</u></u>

The financial statements were approved and authorised for issue by the Trustees on 9 April 2022 and signed on their behalf by:



Mr D Demonakis
(Chair of Trustees)

The notes on pages 15 to 34 form part of these financial statements.

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

1. General information

The Tile Kiln Church is a registered Incorporated Charitable Organisation incorporated in England and Wales. The principal office is Robin Way, Chelmsford, Essex, CM2 8AU. The registered number of the Charity is 1172738.

The object of the CIO is to advance the Christian faith for the public benefit in accordance with the statement of beliefs and practices in the Schedule hereto in Chelmsford, Essex and in such other parts of the United Kingdom or the world as the Trustees may from time to time think fit.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 2015), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2011.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Tile Kiln Church 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.

2.2 Going concern

The Trustees consider that there are no material uncertainties about the Charitable Incorporated Organisations' ability to continue as a going concern.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

2. Accounting policies (continued)

2.3 Income

All income is recognised once the Charitable Incorporated Organisation has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

The monies awarded relating to the government grant relating to the Covid-19 has been recognised on receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Charitable Incorporated Organisation to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charitable Incorporated Organisation's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Government funding

Funding is received from Essex County Council to provide funding for young people at pre-school. This can be claimed for all children of 3 to 4 years of age, giving them certain hours of free early years education and child care. Some parents are eligible for further funding but must meet specific criteria. The funding is received in the year for three terms and is recognised in the SOFA for funding which covers the year. Any payment in advance is shown in deferred income on the balance sheet.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

2. Accounting policies (continued)

2.6 Taxation

The Charitable Incorporated Organisation 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 Charitable Incorporated Organisation 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.

2.7 Tangible fixed assets and depreciation

Tangible fixed assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following basis:

Freehold property	- 1% Straight line method
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The Trustees have considered the depreciation rate for freehold property and they concluded that after taking into consideration the residual value of the property currently held, the depreciation would be immaterial and therefore no depreciation charge has been included this year. Any improvements to the property will be depreciated at a reasonable rate considered at the time.

2.8 Debtors

Trade and other debtors are recognised at the settlement amount. Prepayments are valued at the amount prepaid.

2.9 Cash at bank and in hand

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

2. Accounting policies (continued)

2.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charitable Incorporated Organisation anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

2.11 Financial instruments

The Charitable Incorporated Organisation only has financial assets and financial 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.12 Operating leases

Rentals paid under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

2.13 Pensions

The Charitable Incorporated Organisation operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charitable Incorporated Organisation to the fund in respect of the Period.

2.14 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the Charitable Incorporated Organisation and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charitable Incorporated Organisation for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

3. Income from donations including gift aid

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Donations				
Church offerings	117,789	-	117,789	143,769
Donation from the pre-school	-	-	-	276
155 Donations	-	14,493	14,493	-
Total donations	<u>117,789</u>	<u>14,493</u>	<u>132,282</u>	<u>144,045</u>
	<u>117,789</u>	<u>14,493</u>	<u>132,282</u>	<u>144,045</u>
<i>Total 2020</i>	<u>128,228</u>	<u>15,817</u>	<u>144,045</u>	

4. Income from charitable activities

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Fledgelings Pre-School fees and government funding	<u>16,925</u>	<u>73,801</u>	<u>90,726</u>	<u>110,518</u>
<i>Total 2020</i>	<u>15,305</u>	<u>95,213</u>	<u>110,518</u>	

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

5. Income from other trading activities

Income from fundraising events

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Fundraising	826	826	1,073
<i>Total 2020</i>	<i>1,073</i>	<i>1,073</i>	

6. Investment income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Bank interest	35	35	150
	35	35	150
<i>Total 2020</i>	<i>150</i>	<i>150</i>	

7. Other incoming resources

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Other incoming resources	199	199	2,669
<i>Total 2020</i>	<i>2,669</i>	<i>2,669</i>	

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

8. Expenditure on raising funds

Costs of raising voluntary income

	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Costs of fundraising events	-	-	184
<i>Total 2020</i>	<i>184</i>	<i>184</i>	

9. Charitable gifts and donations paid

	Designated donations to charitable Institutions 2021 £	Unrestricted donations paid to charitable institutions 2021 £	Total funds 2021 £	Total funds 2020 £
Donations paid by the Church	16,239	638	16,877	20,849
<i>Total 2020</i>	<i>2,391</i>	<i>18,458</i>	<i>20,849</i>	

During the year the Trustees review the money available to donate and gift to other causes. This is undertaken on a risk assessment approach.

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

10. Analysis of expenditure on charitable activities

Summary by fund type

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
The Church	123,506	12,448	135,954	162,314
Fledgelings Pre-School	19,206	73,801	93,007	101,440
	<u>142,712</u>	<u>86,249</u>	<u>228,961</u>	<u>263,754</u>
<i>Total 2020</i>	<u>165,598</u>	<u>98,156</u>	<u>263,754</u>	

Summary by expenditure type

	Staff costs 2021 £	Other costs 2021 £	Total funds 2021 £	Total funds 2020 £
The Church	71,748	64,206	135,954	162,314
Fledgelings Pre-School	86,869	6,138	93,007	101,440
	<u>158,617</u>	<u>70,344</u>	<u>228,961</u>	<u>263,754</u>
<i>Total 2020</i>	<u>165,767</u>	<u>97,987</u>	<u>263,754</u>	

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

11. Analysis of expenditure by activities

	Activities undertaken directly 2021 £	Donations to charities 2021 £	Support costs 2021 £	Total funds 2021 £	Total funds 2020 £
The Church	89,601	16,877	29,476	135,954	162,314
Fledgelings Pre-School	90,275	-	2,732	93,007	101,440
	<u>179,876</u>	<u>16,877</u>	<u>32,208</u>	<u>228,961</u>	<u>263,754</u>
<i>Total 2020</i>	<u>214,857</u>	<u>20,849</u>	<u>28,048</u>	<u>263,754</u>	

Analysis of direct costs

	The Church 2021 £	Fledgelings Pre-school 2021 £	Total funds 2021 £	Total funds 2020 £
Staff costs	71,748	86,869	158,617	165,767
Pastoral, teaching and youth	3,077	-	3,077	9,931
Project expenses	2,328	-	2,328	23,382
Resources	-	3,406	3,406	2,834
155 Fund expenses	12,448	-	12,448	12,943
	<u>89,601</u>	<u>90,275</u>	<u>179,876</u>	<u>214,857</u>
<i>Total 2020</i>	<u>117,538</u>	<u>97,319</u>	<u>214,857</u>	

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

11. Analysis of expenditure by activities (continued)

Analysis of support costs

	The Church 2021 £	Fledgelings Pre-school 2021 £	Total funds 2021 £	Total funds 2020 £
Insurance and office costs	-	1,992	1,992	2,239
Church administration costs	3,427	-	3,427	2,040
Premises costs	22,705	-	22,705	17,581
Other expenses including staff & training	1,874	740	2,614	3,257
Governance costs	1,470	-	1,470	2,931
	<u>29,476</u>	<u>2,732</u>	<u>32,208</u>	<u>28,048</u>
<i>Total 2020</i>	<u>23,927</u>	<u>4,121</u>	<u>28,048</u>	

12. Independent examiner's remuneration

	2021 £	2020 £
Fees payable to the Charitable Incorporated Organisation's independent examiner for the independent examination of the Charitable Incorporated Organisation's annual accounts	<u>1,470</u>	<u>1,470</u>

13. Staff costs

	2021 £	2020 £
Wages and salaries	149,499	155,671
Social security costs	5,083	6,084
Contribution to defined contribution pension schemes	4,035	4,012
	<u>158,617</u>	<u>165,767</u>

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

13. Staff costs (continued)

The average number of persons employed by the Charitable Incorporated Organisation during the Period was as follows:

	2021 No.	2020 No.
Church	2	2
Pre school	10	10
	<u>12</u>	<u>12</u>

No employee received remuneration amounting to more than £60,000 in either year.

The key management personnel of the charity comprise the Trustees and the senior management team as listed on page 1 - with both pastors plus the pre school manager being the only members on payroll. The total amount of employee benefits (excluding employer pension contributions and employer national insurance contributions) received by key management personnel for their services to the charity was £83,854.

14. Trustees' remuneration and expenses

During the Period, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the Period ended 31 August 2021, no Trustee expenses have been incurred (2020 - £NIL).

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

15. Tangible fixed assets

	Freehold property £
Cost or valuation	
At 1 September 2020	395,000
At 31 August 2021	<u>395,000</u>
Net book value	
At 31 August 2021	<u>395,000</u>
At 31 August 2020	<u>395,000</u>

Included in freehold property are two properties where the CIO has a financial interest in each property. The beneficial interest of one property has a historical cost of £115,000 and the share of the other property has a historical value of £280,000.

The beneficial interest held by the CIO on the first property is represented by the £115,000, which equates to 36% ownership. The property is owned by one of the Pastors and his wife, with a financial interest also being held by FG Charitable Trust, which is a related party to the CIO.

The CIO's share of the second property is 66%, owned on a tenants in common basis with one of the Pastors and his wife. FG Charitable Trust also hold a financial interest in this property.

No depreciation has been charged in the year as the Trustees consider that, after taking into consideration the deemed residual values of both shares in the properties, the depreciation would be immaterial.

The Tile Kiln Church property at Robin Way is not recognised in these accounts as a fixed asset, in line with the basis described in the Trustees' Report.

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

16. Debtors

	2021 £	2020 £
Due within one year		
Trade debtors	42	233
Other debtors	-	19
Prepayments and accrued income	1,884	1,784
Tax recoverable from gift aid	13,214	24,100
	<u>15,140</u>	<u>26,136</u>

17. Creditors: Amounts falling due within one year

	2021 £	2020 £
Trade creditors	2,237	2,185
Other taxation and social security	1,169	1,139
Other creditors	866	695
Accruals and deferred income	9,979	10,381
	<u>14,251</u>	<u>14,400</u>

	2021 £	2020 £
Deferred income at 1 September 2020	8,041	11,631
Resources deferred during the Period	8,509	8,041
Amounts released from previous periods	(8,041)	(11,631)
	<u>8,509</u>	<u>8,041</u>

Deferred income carried forward relates to funding received from the Essex County Council to the pre school with respect to the Autumn 2021 term and fees paid in advance for the same Autumn term.

TILE KILN CHURCH

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021**

18. Financial instruments

	2021 £	2020 £
Financial assets		
Financial assets measured at fair value through income and expenditure	178,672	172,718
	2021 £	2020 £
Financial liabilities		
Financial liabilities measured at amortised cost	4,273	4,019

Financial assets measured at fair value through income and expenditure comprise the cash at bank and in hand.

Financial liabilities measured at amortised cost comprise trade creditors, other taxation and social security and other creditors.

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

19. Statement of funds

Statement of funds - current Period

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 August 2021 £
Unrestricted funds					
Designated funds					
WAF	9,224	-	(1,807)	-	7,417
Property	395,000	-	-	-	395,000
Contingency	45,000	-	-	-	45,000
Building fund	80,218	-	(7,420)	-	72,798
Designated offerings	-	588	(638)	50	-
	<u>529,442</u>	<u>588</u>	<u>(9,865)</u>	<u>50</u>	<u>520,215</u>
General funds					
General Funds - all funds	22,780	135,186	(132,847)	6,700	31,819
Business grant-Government	6,750	-	-	(6,750)	-
	<u>29,530</u>	<u>135,186</u>	<u>(132,847)</u>	<u>(50)</u>	<u>31,819</u>
Total Unrestricted funds	<u>558,972</u>	<u>135,774</u>	<u>(142,712)</u>	<u>-</u>	<u>552,034</u>
Restricted funds					
Pre-school government funding	-	73,801	(73,801)	-	-
The 155 fund	20,482	14,493	(12,448)	-	22,527
	<u>20,482</u>	<u>88,294</u>	<u>(86,249)</u>	<u>-</u>	<u>22,527</u>
Total of funds	<u>579,454</u>	<u>224,068</u>	<u>(228,961)</u>	<u>-</u>	<u>574,561</u>

During the year, the £6,750 of government grant funding was used to support general activities of the charity, by covering lost income from offerings.

£50 of general unrestricted funds were transferred to support the additional expenditure in the designated offerings fund.

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

19. Statement of funds (continued)

Statement of funds - prior Period

	Balance at 1 September 2019 £	Income £	Expenditure £	Balance at 31 August 2020 £
Unrestricted funds				
Designated funds				
WAF	9,493	-	(269)	9,224
Property	395,000	-	-	395,000
Contingency	45,000	-	-	45,000
Building fund	103,331	-	(23,113)	80,218
Designated offerings	-	2,391	(2,391)	-
	<u>552,824</u>	<u>2,391</u>	<u>(25,773)</u>	<u>529,442</u>
General funds				
General Funds - all funds	14,505	145,034	(136,759)	22,780
Business grant-Government	-	10,000	(3,250)	6,750
	<u>14,505</u>	<u>155,034</u>	<u>(140,009)</u>	<u>29,530</u>
Total Unrestricted funds	<u>567,329</u>	<u>157,425</u>	<u>(165,782)</u>	<u>558,972</u>
Restricted funds				
Pre-school government funding	-	85,213	(85,213)	-
The 155 fund	17,608	15,817	(12,943)	20,482
	<u>17,608</u>	<u>101,030</u>	<u>(98,156)</u>	<u>20,482</u>
Total of funds	<u>584,937</u>	<u>258,455</u>	<u>(263,938)</u>	<u>579,454</u>

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

20. Continuation of statement of funds

Restricted funds:

The 155 Fund was established for lease, maintenance and operational costs related to the use of 155 Robin Way, a shop unit adjacent to the church building that is used for office space and as a contact point with the local community.

Pre school funding is monies received for pre-school children where there is entitlement. The funding claimed can only be used for this purpose. At the period end there were no outstanding funds to carry forward.

Designated funds:

The Building Fund is held for the purpose of strategic improvements to the church buildings and its facilities.

WAF (The Workers Accommodation Fund) is funds set aside for the maintenance of the domestic properties occupied by church workers, in which the church owns a share.

Contingency fund: The trustees have set aside a £45,000 contingency fund for unforeseen expenditure and income loss. This comprises of £15,000 to support the church and £30,000 to support the pre-school.

Property asset fund: The property assets were acquired with the specific purpose to support accommodation needs of church workers and to allow them to live within the community served by the church. They are not seen as an investment vehicle for church funds. In recognition of this, the Trustees have decided to create a designated Property Asset Fund for the property assets. At the period end the value of the fund was £395,000. This matches the net book value of fixed assets and can only be realised by disposing of the tangible assets.

Designated offerings: This is income collected for specific causes and expended as received.

21. Summary of funds

Summary of funds - current Period

	Balance at 1 September 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 August 2021 £
Designated funds	529,442	588	(9,865)	50	520,215
General funds	29,530	135,186	(132,847)	(50)	31,819
Restricted funds	20,482	88,294	(86,249)	-	22,527
	<u>579,454</u>	<u>224,068</u>	<u>(228,961)</u>	<u>-</u>	<u>574,561</u>

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

21. Summary of funds (continued)

Summary of funds - prior Period

	<i>Balance at 1 September 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 August 2020 £</i>
Designated funds	552,824	2,391	(25,773)	529,442
General funds	14,505	155,034	(140,009)	29,530
Restricted funds	17,608	101,030	(98,156)	20,482
	<u>584,937</u>	<u>258,455</u>	<u>(263,938)</u>	<u>579,454</u>

22. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	395,000	-	395,000
Current assets	171,285	22,527	193,812
Creditors due within one year	(14,251)	-	(14,251)
Total	<u>552,034</u>	<u>22,527</u>	<u>574,561</u>

Analysis of net assets between funds - prior year

	<i>Unrestricted funds 2020 £</i>	<i>Restricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Tangible fixed assets	395,000	-	395,000
Current assets	178,372	20,482	198,854
Creditors due within one year	(14,400)	-	(14,400)
Total	<u>558,972</u>	<u>20,482</u>	<u>579,454</u>

TILE KILN CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2021

23. Capital commitments

	2021 £	2020 £
Contracted for but not provided in these financial statements		
Repairs, maintenance or enhancements to Tile Kiln Building Trust property	22,340	-

During the year, doors and access to the Church building were improved at total costs of £7,420. This can be seen as expenditure within the designated Building Fund.

At the year end, the CIO had committed to extending and altering the Church building and this is shown above. These costs are recognised as costs of the CIO and will benefit the condition of the building from which the CIO undertake the majority of their activities. All costs associated with the building held in trust continue to be treated as expenditure and do not form part of the assets of the CIO.

24. Pension commitments

The CIO operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the CIO in an independently administered fund. The pension cost charge represents contributions payable by the CIO to the fund and amounted to £4,035 (2020: £4,012).

25. Operating lease commitments

At 31 August 2021 the Charitable Incorporated Organisation had commitments to make future minimum lease payments under non-cancellable operating leases as follows:

	2021 £	2020 £
Not later than 1 year	10,000	10,000
Later than 1 year and not later than 5 years	834	10,834
	10,834	20,834

26. Members' liability

If the CIO is wound up, the members of the CIO have no liability to contribute to its assets and no personal responsibility for settling its debts and liabilities.

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2021

27. Related party transactions

During the period there were donations made to other charities where some of the Trustees and members of the Leadership team of the CIO are also Trustees or key management of the charity receiving the donation. The Trustees have confirmed that each donation made to the charities is reviewed and formalities are in place regarding the risk and the assessment of the charitable gift. The leadership team are responsible for making the decisions.

Donations were received from related party FG Charitable Trust totalling £20,130 during the year. FG Charitable Trust has a financial interest in the freehold properties included on the balance sheet, to the extent they provided financial support for the original purchases. Further details are contained in Note 15 to the accounts. Both Pastors also have a financial interest in the properties, with each being a part owner of one of the freehold properties. Disposal of the properties would require permission from all relevant related parties.

The Trustees and their family make regular donations to the CIO as part of their regular offerings. £21,420 (2020: £18,527) in total was received during the year without conditions.

The Leadership Team and their family make regular donations to the CIO as part of their regular offerings. £10,762 (2020: £15,042) in total was received in the year without conditions.

On 25 June 2020 an agreement was signed with David Miles and Partners Limited where there is a connection with one of the Trustees, Mr Stephen Moore. This is for plumbing, electrical and mechanical services. The Trustees and Leadership Team have reviewed the position and followed the Charity Commission guidance and can confirm all procedures were put in place to consider the best interests of the CIO. There has been no expenditure relating to these services in the year ended 31 August 2021.