

WELCOME HALL EVANGELICAL CHURCH CIO
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2021

LANGARD LIFFORD HALL LIMITED

Accountants and Registered Auditors

Lifford Hall
Lifford Lane
Kings Norton
Birmingham
B30 3JN

WELCOME HALL EVANGELICAL CHURCH CIO
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2021

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WELCOME HALL EVANGELICAL CHURCH CIO

TRUSTEES' ANNUAL REPORT

YEAR ENDED 31 DECEMBER 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 December 2021.

Reference and administrative details

Registered charity name Welcome Hall Evangelical Church CIO

Charity registration number 1182574

Principal office Woodrow Lane
Catshill
Bromsgrove
Worcestershire
B61 0PU

The trustees

J Brooks
A Wells
S Jack
A Jack (Resigned 31 March 2021)
G Robbins (Appointed 4 January 2021)

Independent examiner R D Coton
Lifford Hall
Lifford Lane
Kings Norton
Birmingham
B30 3JN

Structure, governance and management

Appointment of trustees is governed by the Memorandum and Articles of Association and all new trustees are invited to join the board at the behest of the existing trustees and members.

WELCOME HALL EVANGELICAL CHURCH CIO

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2021

Objectives and activities

The Objects are:

(i) the advancement of the Christian faith in accordance with the Basis of Faith, Doctrinal Distinctives and Ethical Statements, primarily, but not exclusively, within Bromsgrove and the surrounding neighbourhood; and

(ii) such other charitable purposes as shall, in the opinion of the charity trustees, put into practice the Christian faith in accordance with the Basis of Faith, including but not limited to: the prevention and relief of need, hardship and sickness; the advancement of education; and the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life

Our primary aim is to advance the Christian faith and our meetings include specific teaching (from the Holy Bible) to achieve this. A secondary aim is the relief of hardship or sickness and is one means of loving one's neighbour, as taught in the Bible.

Weekly services and events are in normal times held for pensioners, adults, teenagers and children. All members of the public are invited to attend activities appropriate to their age groups, and we make no charge for attendance at these published services.

The teaching and ministry of the Church primarily in our locality promotes the ethical and moral standards of the Bible, in particular the command to love one's neighbour. This fosters harmony and good community relationships. Activities for various age groups including toddlers, children, teenagers, adults and the elderly are all part of the Church ministry and benefit to the public.

All sermons preached at our Church are available to church members, and members of the public, free of charge, on the church website www.welcomehallchurch.org

Achievements and performance

The Covid 19 pandemic had a continuing impact on the church's activities in 2021. However, we were pleased to be able to recommence a wider range of activities. In-person Sunday services were held weekly throughout the year, combined with a live stream broadcast, with a fuller congregation returning once Covid restrictions were eased in July. Children's and teenagers' activities recommenced in April, followed by street evangelism, coffee mornings, toddlers group and mid-week church meetings. By these varied means the Church continued to proclaim the gospel and teach the truth of the Bible in the locality throughout the year.

A new initiative in the year was a fortnightly litter pick. This serves the local community, raises the visibility of the church and provides opportunity for interaction with passers by.

During the year the Church made grants totalling over £20,000 to reputable Christian organisations to support direct gospel work in the UK, continental Europe and Africa and to provide relief in the UK, Zimbabwe and Afghanistan.

WELCOME HALL EVANGELICAL CHURCH CIO

TRUSTEES' ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2021

Achievements and performance *(continued)*

One of the trustees, Jeremy Brooks, acts as the Church's full-time pastor with primary responsibility for public preaching and teaching and for pastoral care. Gordon Robbins works in a part-time capacity alongside Jeremy as associate pastor.

The trustees, who are also elders of the Church, met at least twice a month to review the activities and achievements of the Charity.

The elders and deacons met monthly to consider the practical arrangements of all services and activities.

Financial review

The trustees aim to maintain reserves at a level that will provide for the ongoing maintenance of the Church premises and equipment, to support the Church's paid workers and to fund the special events during the year. There is no deficit in the Charity accounts.

Church members and other members of the regular congregation provided all of the Charity's funds through voluntary donations. We are thankful that giving has been maintained during 2021, in spite of the financial impact of Covid on society, and the Church has ended the year in a strong financial position. During the year a property and associated loan held by the Church's predecessor charity were transferred to this charity, following approval by the charity's bank, HSBC. Once this was completed the predecessor charity was wound up.

The trustees' annual report was approved on 29 March 2022 and signed on behalf of the board of trustees by:



A Wells
Trustee

WELCOME HALL EVANGELICAL CHURCH CIO

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF WELCOME HALL EVANGELICAL CHURCH CIO

YEAR ENDED 31 DECEMBER 2021

I report to the trustees on my examination of the financial statements of Welcome Hall Evangelical Church CIO ('the charity') for the year ended 31 December 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements 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

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

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

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

Lynneal Lifford Hall Limited

R D Coton
Independent Examiner

Lifford Hall
Lifford Lane
Kings Norton
Birmingham
B30 3JN

29 March 2022

WELCOME HALL EVANGELICAL CHURCH CIO
STATEMENT OF FINANCIAL ACTIVITIES

YEAR ENDED 31 DECEMBER 2021

			2021		2020
	Note	Unrestricted funds £	Restricted funds £	Total funds £	Total funds £
Income and endowments					
Donations and legacies	4	178,658	-	178,658	202,509
Other - donation of assets from Welcome Hall Evangelical Church	5	142,449	-	142,449	770,848
Total income		<u>321,107</u>	<u>-</u>	<u>321,107</u>	<u>973,357</u>
Expenditure					
Expenditure on charitable activities	6,7	176,451	12,640	189,091	154,830
Total expenditure		<u>176,451</u>	<u>12,640</u>	<u>189,091</u>	<u>154,830</u>
Net income and net movement in funds		<u>144,656</u>	<u>(12,640)</u>	<u>132,016</u>	<u>818,527</u>
Reconciliation of funds					
Total funds brought forward		377,186	556,160	933,346	114,819
Total funds carried forward		<u>521,842</u>	<u>543,520</u>	<u>1,065,362</u>	<u>933,346</u>

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

All income and expenditure derive from continuing activities.

The notes on pages 8 to 15 form part of these financial statements.

WELCOME HALL EVANGELICAL CHURCH CIO

STATEMENT OF FINANCIAL POSITION

31 DECEMBER 2021

	Note	2021 £	£	2020 £	£
Fixed assets					
Tangible fixed assets	13		1,083,368		819,694
Current assets					
Debtors	14	194		20,716	
Cash at bank and in hand		80,594		96,143	
		<u>80,788</u>		<u>116,859</u>	
Creditors: amounts falling due within one year	15	<u>15,556</u>		<u>3,207</u>	
Net current assets			65,232		113,652
Total assets less current liabilities			<u>1,148,600</u>		<u>933,346</u>
Creditors: amounts falling due after more than one year	16		<u>83,238</u>		<u>-</u>
Net assets			<u>1,065,362</u>		<u>933,346</u>
Funds of the charity					
Restricted funds			543,520		556,160
Unrestricted funds			521,842		377,186
Total charity funds	18		<u>1,065,362</u>		<u>933,346</u>

These financial statements were approved by the board of trustees and authorised for issue on 29 March 2022, and are signed on behalf of the board by:



A Wells
Trustee

The notes on pages 8 to 15 form part of these financial statements.

WELCOME HALL EVANGELICAL CHURCH CIO

STATEMENT OF CASH FLOWS

YEAR ENDED 31 DECEMBER 2021

	2021 £	2020 £
Cash flows from operating activities		
Net income	132,016	818,527
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	31,168	17,546
Interest payable and similar charges	2,146	(186)
Accrued expenses	-	950
Donation of assets into the CIO on 15 July 2020	-	(770,849)
Donation of assets into the CIO on 16 March 2021	(271,235)	-
<i>Changes in:</i>		
Trade and other debtors	20,522	(17,002)
Trade and other creditors	66	179
Cash generated from operations	(85,317)	49,165
Interest paid	(2,146)	186
Net cash (used in)/from operating activities	(87,463)	49,351
Cash flows from investing activities		
Purchase of tangible assets	(23,607)	(3,573)
Net cash used in investing activities	(23,607)	(3,573)
Cash flows from financing activities		
Proceeds from borrowings	95,521	-
Net cash from financing activities	95,521	-
Net (decrease)/increase in cash and cash equivalents	(15,549)	45,778
Cash and cash equivalents at beginning of year	96,143	50,365
Cash and cash equivalents at end of year	80,594	96,143

The notes on pages 8 to 15 form part of these financial statements.

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2021

1. General Information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 34 Woodrow Lane, Catshill, Bromsgrove, Worcestershire, B61 0PU.

2. Statement of Compliance

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

3. Accounting Policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

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

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2021

3. Accounting Policies *(continued)*

Incoming resources

All income is included in the statement of financial activities when entitlement has passed to the charity, it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 2% straight line
Motor vehicles	- 33% straight line
Equipment	- 10% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

Financial instruments

Financial instruments are classified and accounted for according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2021

4. Donations and Legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	149,694	149,694	171,256	171,256
Gifts				
Gifts Aid Claims	28,964	28,964	31,253	31,253
	<u>178,658</u>	<u>178,658</u>	<u>202,509</u>	<u>202,509</u>

5. Other - Donation of Assets from Welcome Hall Evangelical Church

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Transferred into the CIO on 15 July 2020	-	-	-
Transferred into the CIO on 16 March 2021	142,449	-	142,449
	<u>142,449</u>	<u>-</u>	<u>142,449</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Transferred into the CIO on 15 July 2020	209,888	560,960	770,848
Transferred into the CIO on 16 March 2021	-	-	-
	<u>209,888</u>	<u>560,960</u>	<u>770,848</u>

6. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Faith teaching (inc. depreciation)	93,349	12,640	105,989
Holiday and outings	41	-	41
Support costs	83,061	-	83,061
	<u>176,451</u>	<u>12,640</u>	<u>189,091</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Faith teaching (inc. depreciation)	79,843	4,800	84,643
Holiday and outings	405	-	405
Support costs	69,782	-	69,782
	<u>150,030</u>	<u>4,800</u>	<u>154,830</u>

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2021

7. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly	Support costs	Total funds 2021	Total fund 2020
	£	£	£	£
Faith teaching (inc. depreciation)	105,989	74,475	180,464	149,168
Holiday and outings	41	-	41	405
Governance costs	-	8,586	8,586	5,257
	<u>106,030</u>	<u>83,061</u>	<u>189,091</u>	<u>154,830</u>

8. Analysis of Support Costs

	Analysis of support costs	Total 2021	Total 2020
	£	£	£
Staff costs	72,113	72,113	64,279
Finance costs	2,146	2,146	(186)
Governance costs	8,587	8,587	5,257
Legal and professional costs	216	216	432
	<u>83,062</u>	<u>83,062</u>	<u>69,782</u>

9. Net Income

Net income is stated after charging/(crediting):

	2021	2020
	£	£
Depreciation of tangible fixed assets	<u>31,168</u>	<u>17,546</u>

10. Independent Examination Fees

	2021	2020
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>2,900</u>	<u>2,900</u>

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2021

11. Staff Costs

The average head count of employees during the year was 3 (2020: 3).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £68,155 (2020: £45,978).

12. Trustee Remuneration and Expenses

During the period remuneration of £63,075 (2020: £42,803) and pension contributions of £5,080 (2020: £3,175) were paid in respect of the trustees.

13. Tangible Fixed Assets

	Land and buildings £	Motor vehicles £	Equipment £	Total £
Cost				
At 1 January 2021	855,442	29,075	81,336	965,853
Additions	-	-	23,607	23,607
Disposals	-	(14,700)	-	(14,700)
Transferred into the CIO on 16 March 2021	308,222	-	-	308,222
At 31 December 2021	1,163,664	14,375	104,943	1,282,982
Depreciation				
At 1 January 2021	91,091	29,075	25,993	146,159
Charge for the year	23,273	-	7,895	31,168
Disposals	-	(14,700)	-	(14,700)
Transferred into the CIO on 16 March 2021	36,987	-	-	36,987
At 31 December 2021	151,351	14,375	33,888	199,614
Carrying amount				
At 31 December 2021	1,012,313	-	71,055	1,083,368
At 31 December 2020	764,351	-	55,343	819,694

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2021

14. Debtors

	2021	2020
	£	£
Other debtors	<u>194</u>	<u>20,716</u>

15. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	12,283	-
Accruals and deferred income	1,950	1,950
Social security and other taxes	1,165	1,257
Other creditors	158	-
	<u>15,556</u>	<u>3,207</u>

16. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	<u>83,238</u>	<u>-</u>

Included within creditors due over 1 year is an amount due of £34,109 repayable by instalments due over 5 years.

17. Pensions and Other Post Retirement Benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £5,080 (2020: £3,673).

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2021

18. Analysis of Charitable Funds

Unrestricted funds

	At 1 Jan 2021	Income	Expenditure	At 31 Dec 2021
	£	£	£	£
General funds	<u>377,186</u>	<u>321,107</u>	<u>(176,451)</u>	<u>521,842</u>

	At 1 Jan 2020	Income	Expenditure	At 31 Dec 2020
	£	£	£	£
General funds	<u>114,819</u>	<u>412,397</u>	<u>(150,030)</u>	<u>377,186</u>

Restricted funds

	At 1 Jan 2021	Income	Expenditure	At 31 Dec 2021
	£	£	£	£
Restricted Funds	<u>556,160</u>	<u>-</u>	<u>(12,640)</u>	<u>543,520</u>

	At 1 Jan 2020	Income	Expenditure	At 31 Dec 2020
	£	£	£	£
Restricted Funds	<u>-</u>	<u>560,960</u>	<u>(4,800)</u>	<u>556,160</u>

19. Analysis of Net Assets Between Funds

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Tangible fixed assets	539,848	543,520	1,083,368
Current assets	80,788	-	80,788
Creditors less than 1 year	(15,556)	-	(15,556)
Creditors greater than 1 year	(83,238)	-	(83,238)
Net assets	<u>521,842</u>	<u>543,520</u>	<u>1,065,362</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Tangible fixed assets	263,534	556,160	819,694
Current assets	116,859	-	116,859
Creditors less than 1 year	(3,207)	-	(3,207)
Creditors greater than 1 year	-	-	-
Net assets	<u>377,186</u>	<u>556,160</u>	<u>933,346</u>

WELCOME HALL EVANGELICAL CHURCH CIO

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 DECEMBER 2021

20. Financial Instruments

The carrying amount for each category of financial instrument is as follows:

	2021	2020
	£	£
Financial assets measured at fair value through income and expenditure		
Financial assets measured at fair value through income and expenditure	<u>80,594</u>	<u>96,143</u>

Financial assets consist of cash and bank balances.

21. Analysis of Changes in Net Debt

	At 1 Jan 2021	Cash flows	At 31 Dec 2021
	£	£	£
Cash at bank and in hand	96,143	(15,549)	80,594
Debt due within one year	-	(12,283)	(12,283)
Debt due after one year	-	(83,238)	(83,238)
	<u>96,143</u>	<u>(111,070)</u>	<u>(14,927)</u>

22. Related Parties

On 16 March 2021 net assets were donated to the value of £142,449 by Welcome Hall Evangelical Church, who have trustees in common with Welcome Hall Evangelical Church CIO.