

The Charity Registration Number is :- 1191792

The Baptist Building Fund For Wales

Report and Accounts

31 December 2021

***Cross & Bowen
Chartered Accountants
11 Calvert Terrace
Swansea
SA1 6AT***

The Baptist Building Fund For Wales

Report and accounts for the year ended 31 December 2021

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The Baptist Building Fund For Wales
Trustees' Annual Report for the year ended 31 December 2020

The Trustees present their Report and Accounts for the year ended 31 December 2020.

Reference and administrative details

The charity name.

The legal name of the charity is:- The Baptist Building Fund For Wales.

The charity is also known by its operating name, The Baptist Building Fund For Wales.

The charity's areas operation and UK charitable registration.

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 1191792.

The charity does not operate in any overseas jurisdictions.

Legal structure of the charity

The charity is governed in accordance with a scheme established by the Charity Commission for England and Wales on 6th October 2020.

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

The principal operating address, telephone number, email and web addresses of the charity are:-

Y Llwyfan

Heol y Coleg, Caerfyrddin

SA31 3EQ

Telephone 01267 245660

Email Address judith@ubc.cymru Web address www.buw.wales

The Trustees in office on the date the report was approved were:-

The Welsh Baptist Union Corporation Limited

Objects and activities of the charity

The purposes of the charity as set out in its governing document.

The charitable object of the charity is primarily to assist churches by advancing loans normally on an interest free basis for constructing, extending, improving or renovating places of worship or other buildings belonging to, or used for the purpose of the Welsh Baptist Denomination and, subject thereto, for such other charitable purposes of the said Denomination as the trustee shall from time to time direct.

The Baptist Building Fund For Wales

Trustees' Annual Report for the year ended 31 December 2020

The main activities undertaken in relation to those purposes during the year.

During 2021 the main activities have been:

Advancing loans to churches and maintaining properties under its ownership. Facilitating a loan for the purposes of establishing a missional community.

The short term and longer term aims and objectives.

To consider how best the Fund might assist churches strategically within the Baptist Union of Wales and to raise awareness about the availability of the Fund.

The main achievements and performance of the charity during the year.

Facilitation of loans.

Fundraising activities during the year.

The charity relies on investment income and also receives gifts from other donors whose support is valued, and, on occasion, as ultimate beneficiary of trusts for chapel properties when finally closed for worship.

The difference the charity's performance during the year has made to the beneficiaries of the charity.

The performance of the Charity during the year has enabled it to continue to be able to offer interest free loans to its member churches.

The degree to which the achievements and performance during the year have benefited wider society.

Interest free loans have enabled some churches to improve their buildings so as to provide services to the community, for example lunch clubs, youth groups and playgroups. A loan is assisting a fellowship to build a new church building and to establish a missional community.

Investment performance against the investment objectives.

In the financial review section of this report there is a description of the investment policies and objectives established by the trustees and the extent to which social environmental or ethical considerations are taken into account.

The investment performance achieved against the objectives set was satisfactory.

Structure, governance and management of the charity

The sole trustee is The Welsh Baptist Union Corporation Limited.

The Baptist Building Fund For Wales

Trustees' Annual Report for the year ended 31 December 2020

The charity as a part of a wider network.

Links between the charity and a wider network are through the associations fostered by the Baptist Union of Wales with Baptist associations throughout the world and with other churches in Wales, for example, Cytun (Churches Together in Wales), Free Church Council of Wales, Federation of Baptists in Britain and Ireland, European Baptist Fellowship and Baptist World Alliance.

The charity's relationships with related parties.

The work of the charity is intricately linked both with The Welsh Baptist Union Corporation Limited and also with the Baptist Union of Wales.

Bankers	Unity Trust Bank PLC
Solicitors	Pothecary Witham Weld, 84 Eccleston Square, Pimlico, London SW1V 1PX
Investment advisors	Charles Stanley Wealth, 7/8 Park Place, Cardiff CF10 3 DP
Accountants	Cross & Bowen, Chartered Accountants, 11 Calvert Terrace, Swansea, SA1 6AT.

Financial review

The charity's financial position at the end of the year ended 31 December 2021

The financial position of the charity at 31 December 2020 and comparatives for the prior period, as more fully detailed in the accounts, can be summarised as follows:-

	2021	2020
	£	£
Net income	329,216	107,103
Unrestricted Revenue Funds available for the general purposes of the charity	3,766,192	3,436,976
Total Funds	3,766,192	3,436,976

Financial review of the position at the reporting date, 31 December 2021 .

The trustees consider the financial performance by the charity during the year to have been satisfactory.

Specific changes in fixed assets are detailed in the notes to the accounts.

Policies on reserves.

The policy is to ensure that the Union has sufficient free and available funds to meet at least 3 months of annual budgeted expenditure. In addition the Trustees consider it is prudent to provide for a further 3 months for funding loans to churches and associations.

The Baptist Building Fund For Wales

Trustees' Annual Report for the year ended 31 December 2020

Availability and adequacy of assets of each of the funds

The Trustees is satisfied that the charity's assets in each fund are available and adequate to fulfil its obligations.

Significant events which have affected the financial performance and the financial position.

There have been no significant events during the year that have affected the financial performance or the financial position.

Investment policy and investment objectives.

The charity has indicated to its investment advisors an attitude to investment balanced for capital and income, with risk limited as is appropriate for charity trustees, and with clear guidelines on sectors to be preferred or avoided because of ethical considerations.

The major risks to which the Charity is exposed and reviews and systems to mitigate them.

The Union recognises that the main risk to which it is exposed is the risk to the value of investments held in global markets.

Factors likely to affect future financial performance .

Due to the charity being heavily reliant on investment income, the major factor likely to affect future financial performance is the volatility of the stock market.

Principal funding sources in the year and how these support the key objectives of the charity.

The charity's main funding during the year has been from investment income and proceeds from closed churches.

Plans For the Future

Summary of plans for the future and the trustees' perspective of the future direction of the charity.

The BBFW is a lasting testimony to those who established the fund for the benefit of Baptist Union of Wales churches. The Fund has assisted many churches to undertake improvements and hopes that it will be able to do so for many years to come.

Details of The Independent Examiner

Mr. Timothy P. Hopkins

Member of Chartered Accountants

11 Calvert Terrace

Swansea

SA1 6AT

The Baptist Building Fund For Wales

Trustees' Annual Report for the year ended 31 December 2020

Statement of Trustee's Responsibilities

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), .

In particular, charity law requires the Trustees, if they prepare accounts on an accruals basis, to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Trustees are required to :-

- to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;

The law requires that the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for the year.

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with regulations made under the Charities Act 2011. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees are also responsible for the contents of the Trustees' report, and the statutory responsibility of the Independent Examiner in relation to the Trustees' report is limited to examining the report and ensuring that, on the face of the report, there are no material inconsistencies with the figures disclosed in the financial statements.

This report was approved by the board of trustees on 19 May 2022.

REVD JUDITH MORRIS, BA, MPHIL, MTH
On behalf of The Welsh Baptist Union Corporation Limited

The Baptist Building Fund For Wales

Independent examiner's report to the Trustees of The Baptist Building Fund For Wales.

I report to the trustees on my examination of the accounts of The Baptist Building Fund For Wales for the year ended 31 December 2021, which are set out on pages 7 to 28.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- . examine the accounts under section 145 of the 2011 Act;
- . to follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- . to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- 1 which gives me reasonable cause to believe that, in any material respect, the requirements:
 - . to keep accounting records in accordance with section 130 of the 2011 Act; and
 - . to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met;

or

- 2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Signed:-

Mr. Timothy P. Hopkins - Independent Accountant

Cross & Bowen

Chartered Accountants

11 Calvert Terrace

Swansea

SA1 6AT

This report was signed on 19 May 2022

The Baptist Building Fund For Wales - Statement of Financial Activities for the year ended 31 December 2021

Statement of Financial Activities for the year ended 31 December 2021

	SORP Ref	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
		2021 £	2021 £	2021 £	2020 £
Income & Endowments from:					
Donations & Legacies	A1	3,125	-	3,125	250
Investments	A4	80,839	-	80,839	72,336
Other	A5	42,945	-	42,945	133,912
Total income	A	126,909	-	126,909	206,498
Expenditure on:					
Charitable activities	B2	22,855	-	22,855	26,713
Total expenditure	B	22,855	-	22,855	26,713
Net gains on investments	B4	225,162	-	225,162	(72,682)
Net income for the year		329,216	-	329,216	107,103
Net income after transfers	A-B-C	329,216	-	329,216	107,103
Net movement in funds		329,216	-	329,216	107,103
Reconciliation of funds:-					
Total funds brought forward		3,436,976	-	3,436,976	3,329,873
Total funds carried forward		3,766,192	-	3,766,192	3,436,976

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A Statement of Total Recognised Gains and Losses is included as a primary statement in these accounts.

All the prior year transactions were unrestricted items, and no further analysis is required

All activities derive from continuing operations

The notes attached on pages 14 to 28 form an integral part of these accounts.

The Baptist Building Fund For Wales - Statement of Financial Activities for the year ended 31 December 2021

Statement of Total Recognised Gains and Losses for the year ended 31 December 2021

	2021 £	2020 £
Surplus for the year :-		
Net excess of income over expenditure from operations before tax	104,054	179,785
Realised gains on disposals of social investments which are programme related	-	-
<i>Income from operations before tax in the Statement of Financial Activities</i>	104,054	179,785
<i>Add/(deduct) non income and expenditure items:-</i>		
Unrealised gains on investments	225,162	(72,682)
Net Movement in funds before taxation	329,216	107,103
Funds generated in the year as shown on Statement of Financial Activities	329,216	107,103

The notes attached on pages 14 to 28 form an integral part of these accounts.

The Baptist Building Fund For Wales - Resources applied in the year ended 31 December 2021 towards fixed assets for Charity use:-

	2021 £	2020 £
Funds generated in the year as detailed in the SOFA	329,216	107,103
Resources applied on functional fixed assets	-	(254,500)
Other applications of funds	-	-
Net resources available to fund charitable activities	329,216	(147,397)

The resources applied on fixed assets for charity use represents the cost of additions less proceeds of any disposals.

The notes attached on pages 14 to 28 form an integral part of these accounts.

The Baptist Building Fund For Wales - Statement of Financial Activities for the year ended 31 December 2021

Movements in revenue and capital funds for the year ended 31 December 2021

Revenue accumulated funds

	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year Total Funds 2020 £
Accumulated funds brought forward	3,436,976	-	3,436,976	3,329,873
Recognised gains and losses before transfers	329,216	-	329,216	107,103
	3,766,192	-	3,766,192	3,436,976
Closing revenue funds	3,766,192	-	3,766,192	3,436,976

Designated revenue funds included within the unrestricted funds above

	Total Funds 2021 £	Last year Total Funds 2020 £
At 1 January	-	-
At 31 December	-	-

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Fixed asset funds

	Designated Funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last year Total Funds 2020 £
At 1 January	-	-	-	-
At 31 December	-	-	-	-

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Summary of funds

	Unrestricted and Designated funds 2021 £	Restricted Funds 2021 £	Total Funds 2021 £	Last Year Total Funds 2020 £
Revenue accumulated funds	3,766,192	-	3,766,192	3,436,976

The notes attached on pages 14 to 28 form an integral part of these accounts.

The Baptist Building Fund For Wales - Statement of Financial Activities for the year ended 31 December 2021

**The Baptist Building Fund For Wales
Income and Expenditure Account for the year ended 31 December 2021 as required by the Companies Act 2006**

	2021 £	2020 £
<i>Income</i>		
Income from operations	3,125	250
Investment income		
Income from investments, other than interest receivable	77,141	72,019
Interest receivable	3,698	317
Other operating income	42,945	133,912
Gross income in the year before exceptional items	126,909	206,498
Gross income in the year including exceptional items	126,909	206,498
<i>Expenditure</i>		
Charitable expenditure, excluding depreciation and amortisation	21,571	25,477
Governance costs	1,284	1,236
Realised losses on disposals of social investments which are programme related	-	-
Total expenditure in the year	22,855	26,713
Net income before tax in the financial year	104,054	179,785
Tax on surplus on ordinary activities	-	-
Net income after tax in the financial year	104,054	179,785
Retained surplus for the financial year	104,054	179,785
All activities derive from continuing operations		

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

The notes attached on pages 14 to 28 form an integral part of these accounts.

The Baptist Building Fund For Wales - Balance Sheet as at 31 December 2021

		SORP		2021	2020
		Note Ref		£	£
Fixed assets		A			
Tangible assets	5	A2	609,238	609,238	
Investments held as fixed assets	6	A4	2,506,864	2,481,702	
Total fixed assets			3,116,102	3,090,940	
Current assets		B			
Debtors	7	B2	418,194	139,860	
Cash at bank and in hand		B4	235,645	207,420	
Total current assets			653,839	347,280	
Creditors: amounts falling due within one year	8	C1	(3,749)	(1,244)	
Net current assets			650,090	346,036	
The total net assets of the charity			3,766,192	3,436,976	
The total net assets of the charity are funded by the funds of the charity, as follows:-					
Restricted funds			-	-	
Unrestricted Funds					
Unrestricted Revenue Funds	12	D3	3,766,192	3,436,976	
			3,766,192	3,436,976	
Designated Funds					
Total charity funds			3,766,192	3,436,976	

The 'SORP Ref' indicated above is the classification of Balance Sheet items as set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the SOFA..

The Trustees acknowledge their responsibilities for complying with the requirements of charity legislation with respect to accounting records and the preparation of accounts.

The Trustees are satisfied that, although the charity is not registered under the Companies Acts, if it were so registered, it would be eligible to prepare accounts in accordance with the provisions in Part 15 of the Companies Act 2006. applicable to companies subject to the small companies regime.

REVD JUDITH MORRIS, BA, MPHIL, MTH

Trustee

Approved by the board of trustees on 19 May 2022

The notes attached on pages 14 to 28 form an integral part of these accounts.

The Baptist Building Fund For Wales

Cash Flow Statement for the year ended 31 December 2021

		2021 £	2020 £
Cash flows from operating activities			
Net cash provided by operating activities as shown below	A	<u>(252,614)</u>	<u>40,167</u>
<i>Cash flows from investing activities</i>			
Interest received		3,698	317
Other investment income, including rents from investments		77,141	72,019
Proceeds from sales of investments		200,000	-
Purchase of property, plant and equipment		-	(254,500)
Purchase of investments		-	(12,501)
Net cash provided by investing activities	B	<u>280,839</u>	<u>(194,665)</u>
<i>Cash flows from financing activities</i>			
Net cash provided by financing activities	C	<u>-</u>	<u>-</u>
Overall cash provided by all activities	A+B+C	<u>28,225</u>	<u>(154,498)</u>
Cash movements			
Change in cash and cash equivalents from activities in the year ended 31 December 2021		28,225	(154,498)
Cash and cash equivalents at 1 January 2021		207,420	361,918
Change in cash and cash equivalents due to exchange rate movements		-	-
Cash at bank and in hand less overdrafts at 31 December		<u>235,645</u>	<u>207,420</u>

The Baptist Building Fund For Wales

Cash Flow Statement for the year ended 31 December 2021

The Baptist Building Fund For Wales

Cash Flow Statement for the year ended 31 December 2021 - Continued

Reconciliation of net income to net cash flow from operating activities

Net income as shown in the Statement of Financial Activities	329,216	107,103
<i>Adjustments for :-</i>		
Write downs of investments	-	-
Net unrealised (gains)losses on investment assets	(225,162)	72,682
Dividends, interest and rents from investments	(80,839)	(72,336)
(Increase)Decrease in debtors	(278,334)	(67,778)
Increase in creditors, excluding loans	2,505	496
Net cash provided by operating activities	A (252,614)	40,167

Analysis of cash and cash equivalents

	2021	2020
	£	£
Cash in hand at for the year ended 31 December 2021	235,645	207,420
Notice deposits - (less than 3 months)	-	-
Total cash and cash equivalents	235,645	207,420

The Baptist Building Fund For Wales

Cash Flow Statement for the year ended 31 December 2021 - Continued

Analysis of change in net debt

	<i>At start of year</i>	<i>Cash Flows</i>	<i>At end of year</i>
Cash	207,420	28,225	235,645
Total	207,420	28,225	235,645

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

1 Accounting policies

Policies relating to the production of the accounts.

Basis of preparation and accounting convention

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), published by the Charity Commission in England & Wales (CCEW) , effective January 2016, , and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

Going Concern

The Trustee is satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements. The Trustee is not aware of any material uncertainties about the charity's ability to continue as a going concern.

Risks and future assumptions

The accounts have been prepared on a going concern basis and the Trustee confirms that there are no key assumptions concerning the future, and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next reporting period.

The charity is a public benefit entity

Policies relating to categories of income and income recognition.

Nature of income

Gross income represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Categories of Income

Income is categorised as income from exchange transactions (contract income) and income from non-exchange transactions (gifts), investment income and other income.

Income from exchange transactions is received by the charity for goods or services supplied under contract or where entitlement is subject to fulfilling performance related conditions. The income the charity receives is approximately equal in value to the goods or services supplied by the charity to the purchaser.

Income from a non-exchange transaction is where the charity receives value from the donor without providing equal value in exchange, and includes donations of money, goods and services freely given without giving equal value in exchange.

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

Income recognition

Income, whether from exchange or non exchange transactions, is recognised in the statement of financial activities (SOFA) on a receivable basis, when a transaction or other event results in an increase in the charity's assets or a reduction in its liabilities and only when the charity has legal entitlement, the income is probable and can be measured reliably.

Dividends are accrued when the shareholder's right to receive payment is established.

Income subject to terms and conditions which must be met before the charity is entitled to the resources is not recognised until the conditions have been met.

All income is accounted for gross, before deducting any related fees or costs.

Accounting for deferred income and income received in advance

Where terms and conditions relating to income have not been met or uncertainty exists as to whether the charity can meet any terms or conditions otherwise within its control, income is not recognised but is deferred as a liability until it is probable that the terms or conditions imposed can be met.

Any grant that is subject to performance-related conditions received in advance of delivering the goods and services required by that condition, or is subject to unmet conditions wholly outside the control of the recipient charity, is accounted for as a liability and shown on the balance sheet as deferred income. Deferred income is released to income in the reporting period in which the performance-related or other conditions that limit recognition are met.

When income from a grant or donation has not been recognised due to the conditions applying to the gift not being wholly within the control of the recipient charity, it is disclosed as a contingent asset if receipt of the grant or donation is probable once those conditions are met.

Where time related conditions are imposed or implied by a funder, then the income is apportioned to the time periods concerned, and, where applicable, is accounted for as a liability and shown on the balance sheet as deferred income. When grants are received in advance of the expenditure on the activity funded by them, but there are no specific time related conditions, then the income is not deferred.

Any condition that allows for the recovery by the donor of any unexpended part of a grant does not prevent recognition of the income concerned, but a liability to any repayment is recognised when repayment becomes probable.

Income from legacies

Income from legacies is recognised when the charity has sufficient evidence that a gift has been left to them, that where required, probate has been granted, the executor is satisfied that the property in question will not be required to satisfy claims in the estate, that it is probable that the amount will be received by the charity, and the amount to be received can be estimated with sufficient accuracy, and that any conditions attached to the legacy are either within the control of the charity or have been met.

Where a payment is received from an estate or is notified as receivable by the executors after the reporting date and before the accounts are authorised for issue but it is clear that the payment had been agreed by the executors prior to the end of the reporting period, then the amount concerned is treated as an adjusting event and accrued as income in the accounting period if receipt is probable.

Where the charity has established entitlement to a legacy but there is uncertainty as to the amount of the payment, details of the legacy are disclosed as a contingent asset until the criteria for income recognition are met. Where a legacy is subject to the interest of a life tenant, the legacy is not recognised as income until the death of the life tenant.

If it is doubtful that full settlement of a legacy debtor will be received, then an adjustment is made to reduce the amount of the legacy debtor and legacy income rather than charging the adjustment as expenditure in the Statement of Financial Activities

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

Donated goods, facilities and services

Donated fixed assets are recognised at the current fair value. All such donations are recognised as donation income, and debited to fixed assets.

Donated goods that are not fixed assets are accounted for at a fair value, unless it is impractical to reliably measure the value of the donated items.

In the absence of any direct evidence of fair value of donated goods, then a value is derived from the cost of the item to the donor or, in the case of goods that are expected to be sold, the estimated resale value after deducting any anticipated costs of sales.

If it is impracticable to measure the fair value of goods donated for resale, or the costs of valuation outweigh the benefits, the donated goods are recognised as income when sold, with an equivalent amount being recognised as an expense.

The costs of goods donated for distribution to beneficiaries is deemed to be the fair value of those goods upon receipt. When the goods are distributed freely or for a nominal consideration, then the carrying amount is adjusted at the time of sale, to the value at the point of distribution and the adjustment is shown as a cost of donations made.

The carrying amount of any stock held for distribution is assessed for impairment at the reporting date. All donated goods are recognised as donation income, and debited to trading stock. When trading stock is subsequently sold, or appropriated to meet an expense, then the carrying value of the stock is recognised as an expense. In accordance with the SORP, goods donated for distribution to beneficiaries, or for consumption by the charity are included in '*legacies and donations*'. Goods donated for resale are included in '*Income from other trading activities*'

The cost of any stock of goods donated for distribution to beneficiaries is deemed to be the fair value of those gifts at the time of their receipt. If the goods held are to be distributed freely or for a nominal consideration, then the carrying amount is subsequently adjusted to reflect the lower of deemed cost adjusted for any loss of service potential and replacement cost. Replacement cost is the economic cost incurred if the charity was to replace the service potential of the donated goods at its own expense in the most economic manner.

Donated services and facilities (including seconded staff and use of property) are included in the accounts on the basis of the value of the gift to the charity.

All donated services and facilities are recognised as donation income when received, (provided the value of the gift can be measured reliably) and recognised as an expense with an equivalent value.

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

Policies relating to expenditure on goods and services provided to the charity.

Recognition of liabilities and expenditure

A liability, and the related expenditure, is recognised when a legal or constructive obligation exists as a result of a past event, and when it is more likely than not that a transfer of economic benefits will be required in settlement, and when the amount of the obligation can be measured or reliably estimated..

Liabilities arising from future funding commitments and constructive obligations, including performance related grants, where the timing or the amount of the future expenditure required to settle the obligation are uncertain, give rise to a provision in the accounts, which is reviewed at the accounting year end. The provision is increased to reflect any increases in liabilities, and is decreased by the utilisation of any provision within the period, and reversed if any provision is no longer required. These movements are charged or credited to the respective funds and activities to which the provision relates.

Allocating costs to activities

Direct costs that are specifically related to an activity are allocated to that activity. Shared direct costs and support costs are apportioned between activities.

The basis for apportionment, which is consistently applied, and proportionate to the circumstances, is :-

Premises related costs - on the proportion of floor area occupied by a particular activity.

Non specific support costs - on the basis of the usage of resources, in terms of time taken, capacity used, request made or other measures

Volunteers

In accordance with the SORP, and in recognition of the difficulties in placing a monetary value on the contribution from volunteers, the contribution of volunteers is not included within the income of the charity.

However, the trustees value the significant contribution made to the activities of the charity by unpaid volunteers and this is described more fully in Note0.

Policies relating to assets, liabilities and provisions and other matters.

Fixed Asset Investments

Fixed asset investments in quoted shares, traded bonds, investment properties and similar investments are shown initially at cost upon acquisition and at their market value at the balance sheet date at the end of the financial period. Investment properties are not depreciated.

Fixed asset investments in unlisted equities are shown at the balance sheet date at the best estimate of their market value, where practicable. Where valuation techniques are considered unreliable or where, in the opinion of the trustees, the costs outweigh the benefits to the users of the accounts, the investment is included at cost, and a review is undertaken at each year end as to whether the asset should be written down.

All gains on fixed asset investments, whether realised or unrealised, are included in row B4 of the Statement of Financial Activities.

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

Tangible fixed assets

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition.

A regular annual review of the likelihood of asset impairment is undertaken.

Debtors

Debtors are measured at their recoverable amounts at the balance sheet date.

Cash and bank balances

Cash held by the charity is included at the amount actually held and counted at the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

2 Liability to taxation

The Trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose.

3 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

4 Investment gains

<i>Current Year</i>	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2021	2021	2021	2020
	£	£	£	£
<i>Unrealised gains /(losses) and writing down of carrying values</i>				
Listed investments - Unrealised	225,162	-	225,162	(72,682)
Total unrealised gains/(losses) etc	225,162	-	225,162	(72,682)
Total realised and unrealised gains	225,162	-	225,162	(72,682)

All the gains and losses in the prior year was unrestricted.

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

5 Tangible fixed assets

<i>Current Year</i>	Land and Buildings	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£
Cost				
At 1 January 2021	609,238	-	-	609,238
At 31 December 2021	609,238	-	-	609,238
Depreciation				
At 31 December 2021	-	-	-	-
Net book value				
At 31 December 2021	609,238	-	-	609,238
At 31 December 2020	609,238	-	-	609,238

<i>Prior Year</i>	Land and Buildings	Plant & Machinery	Motor Vehicles	Total
	£	£	£	£
Cost				
02 January 2020	354,738		-	354,738
Additions	254,500		-	254,500
31 December 2020	609,238	-	-	609,238
Depreciation				
Net book value				
31 December 2020	609,238	-	-	609,238
01 January 2020	354,738	-	-	354,738

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

6 Investments held as fixed assets

	Investments in subsidiaries	Listed investments	Other Classes of Investment	Total
	£	£	£	£
Carrying values of investments				
At 1 January 2021	-	2,481,702	-	2,481,702
Revaluation at 31 December 2021	-	225,162	-	225,162
Disposals	-	(200,000)	-	(200,000)
At 31 December 2021	-	2,506,864	-	2,506,864
Analysis between fair value and historical cost				
Investments as above held at fair value	-	2,506,864	-	2,506,864

7 Debtors

	2021 £	2020 £
Other debtors	418,194	139,860

8 Creditors: amounts falling due within one year

	2021 £	2020 £
Accruals	1,291	1,244
Other creditors	2,458	-
	3,749	1,244

9 Income and Expenditure account summary

	2021 £	2020 £
At 1 January 2021	3,509,658	3,329,873
Surplus after tax for the year	104,054	179,785
At 31 December 2021	3,613,712	3,509,658

10 No related party transactions

There were no transactions with related parties in the year, except with regard to trustees' remuneration, trustees' expenses and transactions with subsidiaries which are fully disclosed in the notes above.

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

11 Particulars of how particular funds are represented by assets and liabilities

At 31 December 2021	Unrestricted funds £	Designated funds £	Restricted funds £	Total Funds £
Tangible Fixed Assets	609,238	-	-	609,238
Investments at valuation:-				
<i>Fixed asset investments</i>	2,506,864	-	-	2,506,864
Current Assets	653,839		-	653,839
Current Liabilities	(3,749)	-	-	(3,749)
	3,766,192	-	-	3,766,192
At 1 January 2021	Unrestricted funds £	Designated funds £	Restricted funds £	Total Funds £
Tangible Fixed Assets	609,238	-	-	609,238
Investments at valuation:-				
Fixed asset investments	2,481,702		-	2,481,702
Current Assets	347,280		-	347,280
Current Liabilities	(1,244)		-	(1,244)
	3,436,976	-	-	3,436,976

12 Change in total funds over the year as shown in Note 11 , analysed by individual funds

	Funds brought forward from 2020 £	Movement in funds in 2021 See Note 13 £	Transfers between funds in 2021 See Note 0 £	Funds carried forward to 2022 £
<i>Unrestricted and designated funds:-</i>				
Unrestricted Revenue Funds	3,436,976	329,216	-	3,766,192
Total unrestricted and designated funds	3,436,976	329,216	-	3,766,192
Total charity funds	3,436,976	329,216	-	3,766,192

The Baptist Building Fund For Wales

Notes to the Accounts for the year ended 31 December 2021

13 Analysis of movements in funds over the year as shown in Note 12

	Income	Expenditure	Other Gains & Losses	Movement in funds
	2021	2021	2021	2021
	£	£	£	£
<i>Unrestricted and designated funds:-</i>				
Unrestricted Revenue Funds	126,909	(22,855)	225,162	329,216
	126,909	(22,855)	225,162	329,216

The Baptist Building Fund For Wales

Detailed analysis of income and expenditure for the year ended 31 December 2021 as required by the SORP 2015

This analysis is classsified by conventional nominal descriptions and not by activity.

14 Donations, Grants and Legacies

	Current year Unrestricted Funds 2021 £	Current year Restricted Funds 2021 £	Current year Total Funds 2021 £	Prior Year Total Funds 2020 £
Donations and gifts from individuals				
Small donations individually less than £1000	-	-	-	250
Personal, Association & Church gifts	3,125	-	3,125	-
Total donations and gifts from individuals	3,125	-	3,125	250
Total Donations, Grants and Legacies				
Total Donations, Grants and Legacies A1	3,125	-	3,125	250

The Baptist Building Fund For Wales

Detailed analysis of income and expenditure for the year ended 31 December 2021 as required by the SORP 2015

15 Investment income

		Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
		2021	2021	2021	2020
		£	£	£	£
Property Rental Income		10,560	-	10,560	10,560
Bank Interest Receivable		3,698	-	3,698	317
Other Investment Income		66,581	-	66,581	61,459
Total investment income	A4	80,839	-	80,839	72,336

16 Other income and gains

		Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
<i>Current year</i>		2021	2021	2021	2020
		£	£	£	£
Proceeds from closed chapels		42,945	-	42,945	133,912
Total other income	A5	42,945	-	42,945	133,912

17 Expenditure on charitable activities - Charitable trading

		Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
<i>Current Year</i>		2021	2021	2021	2020
		£	£	£	£
Cost of charitable letting of non investment property		5,301	-	5,301	5,807
Total charitable trading costs	B2b	5,301	-	5,301	5,807

The Baptist Building Fund For Wales

Detailed analysis of income and expenditure for the year ended 31 December 2021 as required by the SORP 2015

18 Support costs for charitable activities

<i>Current Year</i>	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2021	2021	2021	2020
	£	£	£	£
<i>Administrative overheads</i>				
Admin costs spare (1)	13,078	-	13,078	12,987
<i>Professional fees paid to advisors other than the auditor or examiner</i>				
Legal fees	3,150	-	3,150	6,640
<i>Financial costs</i>				
Bank charges	42	-	42	43
Support costs before reallocation	16,270	-	16,270	19,670
Total support costs - Current Year	16,270	-	16,270	19,670

19 Other Expenditure - Governance costs

<i>Current Year</i>	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2021	2021	2021	2020
	£	£	£	£
Independent Examiner's fees	1,284	-	1,284	1,236
Total Governance costs	1,284	-	1,284	1,236

All the expenditure in the prior year was unrestricted.

The Baptist Building Fund For Wales

Detailed analysis of income and expenditure for the year ended 31 December 2021 as required by the SORP 2015

20 Total Charitable expenditure

<i>Current Year</i>		Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
		2021	2021	2021	2020
		£	£	£	£
Total charitable trading costs	B2b	5,301	-	5,301	5,807
Total support costs	B2d	16,270	-	16,270	19,670
Total Governance costs	B2e	1,284	-	1,284	1,236
Total charitable expenditure	B2	22,855	-	22,855	26,713

All the expenditure in the prior year was unrestricted.

<i>Prior Year</i>		Prior Year Unrestricted Funds	Prior Year Restricted Funds	Prior Year Total Funds
		2020	2020	2020
		£	£	£
Total charitable trading costs	B2b	5,807	-	5,807
Total support costs	B2d	19,670	-	19,670
Total Governance costs	B2e	1,236	-	1,236
Total charitable expenditure	B2	26,713	-	26,713

The Baptist Building Fund For Wales

Activity analysis of Income and expenditure for the for the year ended 31 December 2021

This analysis is classssified by activity and not by conventional nominal descriptions.

21 Analysis of income by activity

	SOFA ref	2021 £	2020 -
Activity			
<i>Summary of Total Income, including the items above</i>			
Donations & Legacies	A1	3,125	250
Investment income	A4	80,839	72,336
Other income	A5	42,945	133,912
Total income as shown in the SOFA	A	126,909	206,498
<i>Categories of income</i>			
Income from exchange transactions		126,909	206,498

22 Analysis of charitable expenditure by activity

Activity

Summary of charitable costs by activity

	Direct costs	Support costs	Grant funding of activities	Total	Total
	2021	2021	2021	2021	2020
	£	£	£	£	£
Total Baptist Building Fund for Wales	5,301	16,270	-	21,571	25,477
Total Governance costs as detailed in Note 19	-	1,284	-	1,284	1,236
Total charitable expenditure	5,301	17,554	-	22,855	26,713

The basis of allocation of costs between activities is described under accounting policies

The breakdown of this expenditure by type of spending (ie nominal classification) is detailed in note 20

Analysis of support and governance costs by charitable activities

Activity	Governance	Finance	Human Resources	Other Overheads	Total
Baptist Building Fund for Wales	1,284	43	-	19,579	20,906
Grand Total	1,284	43	-	19,579	20,906

The Baptist Building Fund For Wales

Activity analysis of Income and expenditure for the for the year ended 31 December 2021

23 Analysis of non charitable expenditure by activity

Activity

<i>Governance costs</i>	Governance costs 2021 £	Governance costs 2020 £
Other Expenditure - Governance costs as detailed in Note 19	<u>1,284</u>	<u>1,236</u>