

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021
FOR
THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

Wyatt, Morris, Golland Ltd
Park House
200 Drake Street
Rochdale
Lancashire
OL16 1PJ

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**REFERENCE AND ADMINISTRATIVE DETAILS
FOR THE YEAR ENDED 31 DECEMBER 2021**

TRUSTEES

Mrs A Richardson
C Francis
Mrs D Lemon
A Clarke
Revd R Lowe
L McKenzie
N Popo

PRINCIPAL ADDRESS

Wesleyan Holiness Church
Holyhead Road
Handsworth
Birmingham
West Midlands
B21 0LA

REGISTERED CHARITY NUMBER 291478

INDEPENDENT EXAMINER

Wyatt, Morris, Golland Ltd
Park House
200 Drake Street
Rochdale
Lancashire
OL16 1PJ

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of 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 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The primary objective of the Trust is of advancing the principles and commissions outlined in the Christian Religion, underpinned by the promotion of Christian Education teaching and practical application in the values and lifestyle of the covenant and community members.

Significant activities

On the 1 January 2016 the activities of the charity together with the net assets at that date (excluding the property) were transferred to the CIO, Wesleyan Holiness Church - British Isles District, which is a charity with similar objects and whose trustees are the same. During the current year the trust continued to allow the CIO to occupy the property rent free as long as it was being used for the CIO's charitable purposes.

Public benefit

During the term of ministry this year, the Church has been compliant in the execution of its public benefit responsibilities by opening its locations around the UK as places where people are free to enter for spiritual worship and to engage in a number of social functions.

In the planning of activities for the year, the trustees have given due consideration to the Commission's guidance on public benefit, and the specific guidance on charities for the advancement of religion.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year the trust made available to the CIO the properties it held in order that the CIO could operate from these venues to promote its aims and objectives. In allowing its property to be so used the trust has achieved its primary objective. During the year a property was sold and the proceeds donated to the CIO.

FINANCIAL REVIEW

Reserves policy

On the 1 January 2016 the trust agreed to transfer all its reserves as a donation to the CIO, however it maintained title to the property owned at that date. The CIO is allowed to occupy the property for no rent provided it continues to carry out its stated charitable objectives and provided it undertakes all maintenance and repairs to the property. As property is sold the funds are donated to the CIO.

FUTURE DEVELOPMENTS

It is intended that the trust will continue to hold the property to facilitate the charitable activities to be undertaken by the CIO.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

The Wesleyan Holiness Church Charitable trust is a registered charity originally established under a Deed of Trust dated 14 January 1985, which was subsequently amended by way of a Scheme of Arrangement approved by the Charity Commission on 15 January 2002.

Recruitment and appointment of new trustees

Under the requirements of the Trust Deed, the trustees are appointed by a District Conference and serve for two years. The Trust Deed makes provision for 3 to 9 trustees. The Trustees form the District Board of Administration and provide strategic direction, ensure appropriate governance arrangements and oversee operational management of the local churches.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

Having undertaken a risk assessment and having duly put in place mitigating actions to reduce/omit the risk identified, the Trustees are confident that they have met the necessary requirements.

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

Approved by order of the board of trustees on 26 October 2022 and signed on its behalf by:

Ruth Lowe RUTH LOWE
Rev'd R Lowe - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

Independent examiner's report to the trustees of The Wesleyan Holiness Church Charitable Trust

I report to the charity trustees on my examination of the accounts of The Wesleyan Holiness Church Charitable Trust (the Trust) for the year ended 31 December 2021.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the 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.



Patricia Richards FCA DChA.
Institute of Chartered Accountants in England & Wales
Wyatt, Morris, Golland Ltd
Park House
200 Drake Street
Rochdale
Lancashire
OL16 1PJ

Date: 26 October 2022

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021**

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM					
Other income	2	<u>76,200</u>	<u>-</u>	<u>76,200</u>	<u>-</u>
EXPENDITURE ON					
Charitable activities					
Donations		172,500	-	172,500	-
Support costs		<u>59,460</u>	<u>-</u>	<u>59,460</u>	61,600
Total		<u>231,960</u>	<u>-</u>	<u>231,960</u>	<u>61,600</u>
NET INCOME/(EXPENDITURE)		(155,760)	-	(155,760)	(61,600)
RECONCILIATION OF FUNDS					
Total funds brought forward		2,804,002	-	2,804,002	2,865,602
TOTAL FUNDS CARRIED FORWARD		<u><u>2,648,242</u></u>	<u><u>-</u></u>	<u><u>2,648,242</u></u>	<u><u>2,804,002</u></u>


The notes form part of these financial statements

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**BALANCE SHEET
31 DECEMBER 2021**

	Notes	Unrestricted fund £	Restricted funds £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	5	2,648,242	-	2,648,242	2,804,002
NET CURRENT ASSETS		-	-	-	-
TOTAL ASSETS LESS CURRENT LIABILITIES		2,648,242	-	2,648,242	2,804,002
NET ASSETS		2,648,242	-	2,648,242	2,804,002
FUNDS	6				
Unrestricted funds				2,648,242	2,804,002
TOTAL FUNDS				2,648,242	2,804,002

The financial statements were approved by the Board of Trustees and authorised for issue on 26 October 2022 and were signed on its behalf by:

 RUTH LOWE
R Lowe - Trustee

 L. McKenzie
L McKenzie - Trustee

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

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

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, 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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

Cost are allocated on a basis considered appropriate by the trustees having regard to the activity.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on valuation
Long leasehold	- Straight line over length of lease
Plant and machinery	- 20% on cost
Fixtures and fittings	- 20% on cost

The properties were valued in 2016 at open market value as provided by a professional valuer. It is the trustees intention that the property will not be revalued in subsequent years unless following an impairment review there is a diminution in value.

Depreciation will be provided in accordance with the rates stated above.

Due to some of the property being held for a number of years and historical records not being available the trustees can no longer provide an accurate historic cost to compare against valuation.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

2. OTHER INCOME

	2021 £	2020 £
Gain on sale of tangible fixed assets	<u>76,200</u>	<u>-</u>

During the year one of the Charity properties was sold resulting in a realised profit of £76,200. The proceeds were donated to the Wesleyan Holiness Church - British Isles District.

3. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021 nor for the year ended 31 December 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021 nor for the year ended 31 December 2020.

4. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted funds £	Total funds £
EXPENDITURE ON			
Charitable activities			
Support costs	61,600	-	61,600
NET INCOME/(EXPENDITURE)	(61,600)	-	(61,600)

RECONCILIATION OF FUNDS

Total funds brought forward	2,865,602	-	2,865,602
TOTAL FUNDS CARRIED FORWARD	<u>2,804,002</u>	<u>-</u>	<u>2,804,002</u>

5. TANGIBLE FIXED ASSETS

	Freehold property £	Long leasehold £	Plant and machinery £	Fixtures and fittings £	Totals £
COST					
At 1 January 2021	2,952,000	160,000	170,820	5,973	3,288,793
Disposals	(107,000)	-	-	-	(107,000)
At 31 December 2021	<u>2,845,000</u>	<u>160,000</u>	<u>170,820</u>	<u>5,973</u>	<u>3,181,793</u>
DEPRECIATION					
At 1 January 2021	295,200	12,800	170,819	5,972	484,791
Charge for year	56,900	2,560	-	-	59,460
Eliminated on disposal	(10,700)	-	-	-	(10,700)
At 31 December 2021	<u>341,400</u>	<u>15,360</u>	<u>170,819</u>	<u>5,972</u>	<u>533,551</u>
NET BOOK VALUE					
At 31 December 2021	<u>2,503,600</u>	<u>144,640</u>	<u>1</u>	<u>1</u>	<u>2,648,242</u>
At 31 December 2020	<u>2,656,800</u>	<u>147,200</u>	<u>1</u>	<u>1</u>	<u>2,804,002</u>

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

6. MOVEMENT IN FUNDS

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	2,804,002	(155,760)	2,648,242
TOTAL FUNDS	<u>2,804,002</u>	<u>(155,760)</u>	<u>2,648,242</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	76,200	(231,960)	(155,760)
TOTAL FUNDS	<u>76,200</u>	<u>(231,960)</u>	<u>(155,760)</u>

Comparatives for movement in funds

	At 1.1.20 £	Net movement in funds £	At 31.12.20 £
Unrestricted funds			
General fund	2,865,602	(61,600)	2,804,002
TOTAL FUNDS	<u>2,865,602</u>	<u>(61,600)</u>	<u>2,804,002</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	-	(61,600)	(61,600)
TOTAL FUNDS	<u>-</u>	<u>(61,600)</u>	<u>(61,600)</u>

**THE WESLEYAN HOLINESS CHURCH
CHARITABLE TRUST**

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2021**

7. RELATED PARTY DISCLOSURES

On the 1 January 2016 the activities of the charity together with the net assets at that date (excluding the property) were transferred to the CIO, Wesleyan Holiness Church - British Isles District, which is a charity with similar objects and whose trustees are the same. During the current year the trust continued to allow the CIO to occupy the property rent free as long as it was being used for the CIO's charitable purposes.