

FREE METHODIST CHURCH OF PENWORTHAM

England & Wales · Charity number 701133

Details

Other names KINGS CHURCH, PENWORTHAM FREE METHODIST CHURCH

Status Registered

Legal form Other

Registered 1989-02-09

Register [View on the Charity Commission register](#)

Contact

Address Penwortham Community Centre
Kingsfold Drive
Penwortham
Preston
PR1 9EQ

Phone 07716304206

Email admin@kingschurchfm.org.uk

Website www.kingschurchfm.org.uk

Activities

Objects: THE FURTHERANCE IN PENWORTHAM OF THE RELIGIOUS AND OTHER CHARITABLE WORK OF THE FREE METHODIST CHURCH OF NORTH AMERICA IN ACCORDANCE WITH THE DOCTRINES, DISCIPLINES AND USAGES OF THAT CHURCH FOR THE TIME BEING AS SET FORTH IN THE BOOK OF DISCIPLINE.

Activities: Kings Church Purpose is to know God and to glorify Him by making Him known. Our Vision to be a healthy church with Spirit-filled leadership. We are a worshipping community, enfolding & reproducing congregation, producing discipled, growing, holy people, regularly reaching the lost for Christ, ministering to the poor & characterised by extraordinary intercessory prayer. www.kingschurchfm.org.uk.

Classification

- **How:** Provides Services, Other Charitable Activities
- **What:** Religious Activities
- **Who:** Children/young People, Elderly/old People, Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** PENWORTHAM
- Lancashire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£79,891	£88,547	-	-
2023-12-31	£76,413	£75,491	-	-
2022-12-31	£77,864	£81,515	-	-
2021-12-31	£67,466	£61,853	-	-
2020-12-31	£69,983	£66,147	-	-

Trustees

Name	Role	Appointed
MARK WILLETT		2026-01-01
Manolo Benjamin Mendoza Brook		2026-01-01
Matthew Moll		2016-06-13
Moira Smith		2025-01-01
Patrick Mason		2025-01-01
Penelope Joy Carey		2022-01-01
Sarah Wylie		2021-01-01
Tim Young		2024-01-01
Xiaoyin Guan		2023-01-02

FREE METHODIST CHURCH OF PENWORTHAM

England & Wales - Charity number 701133

Accounts

Penwortham Free Methodist Church
Registered Charity 701133

Legal and Administrative Information
for the year ending 31 December 2024

Section A

Reference and administration details

Charity name	Penwortham Free Methodist Church
Working name	Kings Church
Registered charity number	701133
Trustees:	<u>Leadership Team</u> Chair - Mike Giddings (Lay Delegate) Tim Young (Deputy Lay Delegate.) Zena Antell Penny Carey Matthew Moll Tony Morton-Jones Sarah Wylie Ian Simpson. Angela Guan Elder (non trustee) Rev Kevin Jones Femi Church Administrator: None. Church Treasurer Matthew Moll
Bankers: CAF Bank Limited	25 Kings Hill West Malling Kent ME19 4JQ
Solicitors: Napthens	7 Winckley Square Preston PR1 3JD
Independent examiner:	Michael J Sullivan Financial Accountants 24 Kingsway West Penwortham Preston PR1 0LA

Section B Structure, Governance & management

The controlling charity document (Charity Number 701133) was approved and established as the Scheme for the regulation of the Charity on 21st April 1983 this scheme also recognises the role of the 'Book of Discipline' of the Free Methodist Church of North America as amended from time to time (latest version dated 2019 is available to read at <https://freemethodist.org.uk/resources/>) The church is part of the GB Conference of the Free Methodist Church and is under the discipline of the Conference as described in the Book of Discipline.

The Church members (partners) elect the Official Church Board who are also the charity's trustees and as such are elected at the Annual Society (Partners) Meeting and these, together with the Church employees engaged in ministry, form the Leadership Team. One of the elected Board of Trustees serves as the Church's Lay Delegate and as such represents the Church at the Annual Free Methodist UK Conference alongside the Elder (Minister).

Section C Trustees Annual Report for the year 2024

EVENTS:

We began 2024 by employing Femi as our worship leader.

In February we had a Pancakes and Praise night with Wrexham Community Church Praise Band raising the roof at Kingsfold community centre.

At the end of February, we partnered with Capernwray College to welcome students on a work experience / student Mission week, a great encouragement to the church. The students took a school assembly and invited all the children to a Friday night special, in hope of boosting the dwindling numbers. A good number came but sadly did not continue attending. The students made us food from their home countries which we enjoyed with a quiz and testimony evening.

The monthly prayer and praise evening service was restarted.

May was our church anniversary meal out with ex pastor Phil Talbot and his wife. Followed by another great church holiday at Keswick, with visiting speakers from local churches.

June is Penwortham gala so we served refreshments to the public on Saturday and Kevin and Femi led the churches together service on the park on Sunday.

August 9th Kevin invited us all to the manse for an Olympic BBQ, and we had Praise and picnic in the park on Sunday 11th.

September we were all back at the manse for an afternoon tea and had our BBQ service at the guide hut.

October 20th was the harvest service and the beginning of a monthly bible exposition evening.

November we entered a tree in the local Christmas tree festival.

December, we sang carols at both local Christmas markets and gave out invites to our craft and carol services. We had lunch together after the carol service. We have had a few

different preachers over the year including our own lay preachers Paul Marston, Patrick Mason, and Neil Towers to lead services. We continue to offer an online service on YouTube for those who cannot attend.

CHURCH GROUPS: The pastoral committee meet monthly, to keep the needs of members in mind and flag up needs for pastoral care.

The King's Church job club have run the steps to employment course and the CAP money course. The relationship with the job centre continues to be strong.

The toddler group has continued running on Fridays from 9.30 to 11am. The Friday evening Children's and Youth club have been meeting from 6 – 7.15pm. With up to 20 children and 15 youth attending.

The Trustees continued to meet as a full board four times a year, and monthly as the Mission and Vision Team (MVT) and Church Action team (CAT). Following the governance structure agreed in 2018.

The Church Nominations Team met to identify persons suitable for serving as trustees, and to fill any vacancies on the board of trustees.

Meetings for prayer are held in small groups (Triplets) and on a Sunday evening. A monthly leaders prayer meeting meets.

Global links (Our overseas support and giving arm) as well as inviting preachers we are linked with to participate in Sunday services, 3 or 4 times a year Global links host a partners meeting, focusing on one of our overseas partners.

A large proportion of the membership is involved in the mission and ministry of the church, from visiting the sick, to helping run job club or parents and toddlers and participating in the Sunday service.

Section D Review of Community Benefits

- Rev Jones serves a trustee / governor at the Priory Academy.
- Three of our people regularly help with the food bank, which is supported by the church and our Harvest Festival.
- One of our members chairs the churches together meetings.
- Two of our members are street pastors in Preston and help with the homeless.
- The CAP job club continued to its 8 - 10 week "steps to employment", offering 4 full courses during the year, as well as the CAP money course, throughout the year.
At Christmas our choir sang Carols at the annual street market in Kingsfold & on Liverpool Road.
- Our young people's community groups: Youth Club, Children's Club and pre-School have decreased in attendance throughout the year.
- A monthly women's craft event has been running over the year and draws people from the local community.
- A men's breakfast meets monthly at a local restaurant.

Section E Review of risk managements

As the church uses a local High School for its Sunday services, and Town Council offices for other work, we work closely with the school property manager, to ensure all aspects of safety and general security. There is a fire evacuation plan in place and a fire drill is carried out annually.

We keep our risk assessment current with the school and the Town council. We lease with the school to ensure safe protocols for public worship. The Trustees are aware of risks and have risk assessments for public worship, and church activities in place. Insurance policies for liability and the buildings are in place and reviewed from time to time to ensure they are fit for purpose.

Changes in the assets are also examined to ensure that the insurances are correctly set. All people working with children and vulnerable adults have DBS clearance, (renewed every three years) and this complemented by our safeguarding policy.

Budgetary control is actively pursued by preparing an annual budget and by studying the monthly financial statements prepared by the treasurer. When necessary, spending controls are introduced in addition to regular controls to keep spending within the actual income.

Section F Review of Financial Performance

King's Church Annual Financial Report for 2024

The Financial Report is usually presented at the Annual General Meeting but as this has been moved to November 2025 the Church Board Trustees requested a summary presented to the congregation to coincide with the Accounts being posted to the Charities Commission.

The Financial Report has been written by Matthew Moll on behalf of the Church Administration Team and the Board of Trustees.

Further detailed copy of the audited accounts for year ending 31st December 2024 can be requested from Matthew Moll the Church Treasurer.

2024 Statement of Financial Activities - Headline

Year	2019	2020	2021	2022	2023	2024
Income Includes designated giving/grants for youth work, job club, and restricted funds e.g. Church Holiday)	£100,099	£69,983	£67,466	£77,864	£76,413	£79,891
Expenditure	£97,211	£66,147	£61,853	£81,515	£75,491	£88,547
Balance	+£3,744	+£3,932	+£5,613	-£3,651	+£722	-£8,656
Carried Forward reserves	£83,700	£87,600	£93,213	£88,147	£88,869	£88,869

After seeing a reduction in income over the COVID period, giving is fluctuating year to year. Expenditure has also increased again after a reduction in 2023, this has led to using some of the reserves to supplement income. Restricted funds had a limited effect on the balance of income and expenditure. (note the church aims to keep approximately £50,000 in reserves so we have a least six months to cover salaries and rentals)

Breakdown in Expenditure

Salaries Including Pensions, NI etc	Church Accommodation (Rentals, equipment)	Church Ministries	Minibus	Restricted giving i.e. Church Holiday, Job Club	Governance, audit, insurance depreciation etc	Other (inc. Manse & equipment)	Gifts and Tithes to UK & Global Charities
50.4%	15.2%	7.4%	1.9%	5.4%	6.5%	4.6%	8.8%

Notes

The Salaries covered employment of a Pastor (full time minus manse rent value) and a Church Worker.

Church Accommodation Rentals included Priory Academy for Sunday Services, Penwortham Community Centre for the Church Offices, Job Club and CAP Money and other meetings at the centre. Penwortham Priory Lane Centre for Toddlers, Kids Club and Youth Club.

The Minibus continues to see some use, mostly for Sunday mornings.

Church Ministries covers all the ministry groups in the church, examples include, Pre School, Children's Work, Messy Church, Schools and Youth Work, Alpha Course, Evangelism and Discipleship, CAP Job Club and CAP Money, Music and Media and International Students.

Summary: Thank you to the Finance Team (in 2024): Treasurer Matthew Moll, Mary Young, Tony Cockeram and Neil Towers. Thank you to everyone at King's Church who have given faithfully to the work each year.

Thanks to God for His amazing provision.

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J
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KING'S CHURCH

PENWORTHAM COMMUNITY CENTRE

KINGSFOLD DRIVE, PENWORTHAM

PR1 9EQ

ACCOUNTS FOR THE YEAR ENDED

31 DECEMBER 2024

Michael J. Sullivan

FINANCIAL ACCOUNTANTS

24 KINGSWAY WEST, PENWORTHAM, PRESTON. LANCS. PR1 0JA

Penwortham Free Methodist Church
Annual Accounts
for the year ended 31 December 2024
(Registered charity number 701133)

Balance Sheet

	<u>Notes</u>	<u>2024</u>	<u>2023</u>
<u>Fixed Assets</u>			
Tangible Fixed Assets			
Moorhey Drive	5	180000	180000
Minibus (After Donations)		0	0
Equipment and Refurbishments (Less Grants Received)	6	542	184
		<u>180542</u>	<u>180184</u>
<u>Current Assets</u>			
Debtors, Prepayments and accrued Income	7	2890	2910
Cash at Bank and in Hand		91227	100167
		<u>94117</u>	<u>103077</u>
<u>Accruals</u>	8	1113	1059
<u>Net Current Assets</u>		<u>93004</u>	<u>102018</u>
<u>Total Assets less Current Liabilities</u>		<u>273546</u>	<u>282202</u>
 <u>Funds</u>			
<u>Unrestricted</u>			
General Funds		80642	88940
Designated Funds			
Property		180000	180000
Building	9	10171	10171
<u>Restricted Funds</u>	10	2733	3091
<u>Total Funds</u>		<u>273546</u>	<u>282202</u>

Penwortham Free Methodist Church
Annual Accounts
for the year ended 31 December 2024
(Registered charity number 701133)
Statement of Financial activities

	<u>Notes</u>	<u>Unrestricted funds</u>	<u>Restricted funds</u>	<u>Total Funds</u> <u>31.12.24</u>	<u>Total Funds</u> <u>31.12.23</u>
<u>Incoming Resources</u>					
<i>Voluntary Income :</i>					
Donations & Grants		60,524		60,524	59,369
Tax Refunds		9,799		9,799	9,115
Interest		3,406		3,406	1,873
Office rent		1,000		1,000	1,000
Misc Income		351		351	0
<i>Charitable Activities :</i>					
Ministry Income		490		490	1,069
Designated Income			4,321	4,321	4,787
<u>Total Incoming Resources</u>		<u>75,570</u>	<u>4,321</u>	<u>79,891</u>	<u>77,213</u>
<u>Resources Expended</u>					
<u>Charitable Activities</u>					
Staff Costs	1	42,221		42,221	30,154
Church Personnel Expenses		2,437		2,437	2,521
Manse Costs		2,415		2,415	1,202
Church Services		5,433		5,433	5,392
Operating Expenses	2	10,852		10,852	10,492
Ministries	3	6,504		6,504	6,871
Gifts and Tithing		8,035		8,035	8,622
Designated Giving Expenditure			4,679	4,679	4,789
Depreciation (after Donations/Grants w/off)		243		243	869
<u>Governance Costs</u>	4	5,728		5,728	5,579
<u>Total Resources Expenses</u>		<u>83,868</u>	<u>4,679</u>	<u>88,547</u>	<u>76,491</u>
<u>Net Incoming Resources for the year</u>		0	0	0	722
<u>Net Resources Expended</u>		8,298	358	8,656	0
<u>Balances brought forward at 1 January 2024</u>		268,940	13,262	282,202	281,480
<u>Balances carried forward 31 December 2024</u>		<u>260,642</u>	<u>12,904</u>	<u>273,546</u>	<u>282,202</u>

NOTES ON ACCOUNTS Year Ended 31st December 2024

1 UK staff Costs

	<u>2024</u>	<u>2023</u>
Stipends, salaries & NHI (Pastor)	28,809	28,498
Worship Leader	11,540	0
Pension Costs	1,872	1,656
	<u>42,221</u>	<u>30,154</u>

2 Operating Expenses

Office Rent	5640	5640
Other Rent Charges	3676	3698
Website	582	224
Equipment	474	0
Recruitment	0	370
Promotion	237	341
Others	243	219
	<u>10852</u>	<u>10492</u>

3 Ministries

Catering	453	375
Minibus	1611	1859
Evangelism	315	1016
Job Club	1806	1424
Media / Worship	1330	910
Teaching	150	531
Kids Club	89	293
King's Kids	350	0
Toddlers	0	104
Friends Here	183	119
Sunday	11	190
Various	206	50
	<u>6504</u>	<u>6871</u>

4 Governance Costs

FM Conference Payments	3168	2955
Liability Insurance	1692	1679
Independent Examiner	500	500
DBS & Miscellaneous	368	445
	<u>5728</u>	<u>5579</u>

5 Tangible Fixed Assets

<u>Cost or Valuation</u>	<u>Unrestricted</u>	<u>Equipment</u>	<u>Minibus</u>	<u>Total</u>
	<u>Freehold</u>	<u>/ Refurb.</u>		
	<u>Property</u>			
at 1 January 2024	180000	4370	7232	191602
Less written off				
Additions		601		
at 31 December 2024	<u>180000</u>	<u>4971</u>	<u>7232</u>	

5 Tangible Fixed Assets

Cost or Valuation

	<u>Unrestricted Equipment</u>	<u>Minibus</u>	<u>Total</u>	
	<u>Freehold</u>	<u>/ Refurb.</u>		
	<u>Property</u>			
at 1 January 2024	180000	4370	7232	191602
Less written off				
Additions		601		
at 31 December 2024	<u>180000</u>	<u>4971</u>	<u>7232</u>	

The Property is shown at its market revaluation amount.

Accumulated depreciation and replacement provisions

Capital equipment is depreciated on a straight line basis over four years.

at 1 January 2024	-	4186	7232	11418
charge for year		243	0	243
at 31 December 2024	-	<u>4429</u>	<u>7232</u>	<u>11661</u>

Net Book Values

at 31 December 2024	<u>180000</u>	<u>542</u>	<u>0</u>	<u>180542</u>
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6 Property Valuation

The Property of 42 Moorhey Drive was re-valued in 2011 and has been shown at its valuation of £180,000

7 Debtors and Prepayments

Analysis of debtors and prepayments falling due within one year

	<u>2024</u>	<u>2023</u>
<u>Prepayments</u>		
Insurance paid in advance	943	911
Manse Insurance	390	348
Gift Aid due	905	964
Minibus Licence & Insurance	463	398
Other Prepayments	189	289
	<u>2890</u>	<u>2910</u>

8 Creditors and Accruals

	<u>2024</u>	<u>2023</u>
Independent Examiner's Fee	500	500
Rent	376	356
Other Creditors	237	203
	<u>1113</u>	<u>1059</u>

9 Designated Building Fund

	<u>2024</u>	<u>2023</u>
Balance at 1.1.24	10171	10171
Restricted Giving in Year	0	-
Balance at 31.12.24	<u>10171</u>	<u>10171</u>

10 Restricted Funds

	<u>2024</u>	<u>2023</u>
Balance at 1.1.24	3091	3093
Income	4321	4787
Paid out during year	-4679	-4789
Balance at 31.12.24	<u>2733</u>	<u>3091</u>

Independent Examiner's Report to the Trustees of Penwortham
Free Methodist Church

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2024.

Respective responsibilities of trustees and examiner

As the charity's trustees of Penwortham Free Methodist Church 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 Penwortham Free Methodist Church accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

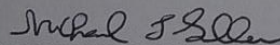
Basis of independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 seeking 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 we do not express an audit opinion on the accounts.

Independent examiner's report

In the course of our examination, no matter has come to our attention :

- 1) which gives us reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that
 - a) proper accounting records are kept (in accordance with section 130 of the 2011 Act); and
 - b) accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or
- 2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.


.....

Michael J Sullivan FFA FTA FIPA
Financial Accountants
24 Kingsway West
Penwortham
Preston
PR1 0JA

26 May 2025

FREE METHODIST CHURCH OF PENWORTHAM

England & Wales - Charity number 701133

Accounts

Penwortham Free Methodist Church
Registered Charity 701133

Legal and Administrative Information
for the year ending 31 December 2023

Section A

Reference and administration details

Charity name **Penwortham Free Methodist Church**

Working name King's Church

Registered charity number 701133

Trustees: Leadership Team

Chair - Mike Giddings (Lay Delegate)

Zena Antell (Deputy Lay Delegate.)

Penny Carey

Matthew Moll

Tony Morton-Jones

Sarah Wylie

Helen Cockeram

Ian Simpson.

Angela Guan

Elder (non-trustee) Rev David Kevin Jones

Church Administrator: None.

Church Treasurer Matthew Moll

Bankers: CAF Bank Limited

25 Kings Hill

West Malling

Kent

ME19 4JQ

Solicitors: Napthens

7 Winckley Square

Preston

PR1 3JD

Independent examiner: Michael J Sullivan Financial Accountants

24 Kingsway West

Penwortham

Preston

PR1 0LA

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Section C Trustees Annual Report for the year 2023

EVENTS: At the end of February, we partnered with Capernwray College to welcome students on a work experience / student Mission week, a great encouragement to both the church and the students. This **launched our men's** breakfast, which is running successfully each month. It was also in February we welcomed Ian and Elizabeth Wylie into membership.

Over the Spring and Easter period the leadership was **considering** very carefully the spiritual direction of the church participating in a week of prayer in Holy Week, specifically to seek God about a possible Church Worker, to help us in our worship and Youth work & to consider the possibility of a building of our own.

No progress on a church building was subsequently made. After re-advertising for a church worker over the summer we had 4 applicants, who were interviewed in November / December and an appointment made for the New Year.

Almost straight after Easter we had our first church holiday since covid19, in Keswick, open to members and non-members.

June was Penwortham gala Sunday. We saw a good turnout at the Churches together tent on Saturday, and a joyful service on the Sunday with puppeteers performing and Rev Jones speaking. We also had our first Picnic and praise in the park. Hope of a second one was frustrated by the weather, but our music group took part in a Penwortham 24-hour charity performance marathon singing gospel songs. From the summer on we have seen some small but significant growth with new people attending the church.

In July and September, we had training events with Michael Harvey, encouraging our small groups and whole congregation to ask for God's guidance in connecting more meaningfully with people outside the church. The Saturday and Sunday on Church growth were very good, practical and encouraging, but sadly not well attended.

September: Picnic at the Guide hut. Dedication service for young I. W.

In October we held our first harvest festival since Covid 19 collecting food and donations in aid of the food bank.

Throughout the year we have also welcomed some of the senior leaders from our denomination, The National leader; John Townley (and his wife Becky), Andrew Gardner, Esther Scholes, Steve Dunn, Paul Wilson, all brought a word of encouragement. We continue to value the ministry of our own lay preachers

Paul Marston, Patrick Mason, and Neil Towers have led and preached. We continue to offer an online service on YouTube for those who cannot attend in person.

In December our Community Craft Service was attended by a local MP and their family.

CHURCH GROUPS: The pastoral committee meet monthly, in person or on Zoom during the year, to keep the needs of members in mind and flag up needs for pastoral care.

The King's Church Job Club met celebrated their 12th anniversary. We have run the steps to employment course and the CAP money course. The relationship with the job centre continues to be strong.

The Pre-School group has continued running on Fridays from 9.30 to 11am. The Friday evening Children's and Youth clubs have been meeting from 6 – 7.15pm, with up to 30 children and 15 youth attending.

The Trustees continued meet as a full board up to four times a year, and monthly as the Mission and Vision Team (MVT) and Church Action Team (CAT) following the governance structure agreed in 2018.

The Church Nominations Team met to review the nominations made by members for trusteeship, and to identify persons suitable for serving as trustees, in order to fill any vacancies on the board of trustees. Nominees are agreed by the current Board of Trustees and then voted upon at the Annual Members Review Meeting.

Meetings for prayer are held in small groups (Triplets) and on a Sunday evening. We also hold a monthly trustees prayer meeting meets.

Global links (our overseas support and giving arm) held several Zoom meetings with overseas partners, as well as inviting, preachers we are linked with to participate in Sunday services. 3 or 4 times a year Global links host a partners meeting, focusing on one of our overseas partners.

A large proportion of the membership is involved in the mission and ministry of the church, from visiting the sick, to helping run job club our children's men's and women's activities, or visiting asylum seekers, and participating in the Sunday service.

Section D Review of Community Benefits

- Rev Jones serves a trustee / governor at the Priory Academy. Mr Tim Young or Deputy Delegate serves as a governor on two school boards.
- Three of our people regularly help with the food bank, which is supported by the church and our re-established Harvest Festival in for the food bank
- One of our members chairs the churches together meetings.
- The CAP job club continued its 8 - 10 week "steps to employment", offering 4 full courses during the year, as well as the CAP money course.
- The ministry to asylum seekers continues with home visits and help with English and form filling.
- Our music group participated in a 24-hour performance community marathon, in aid of local charities. At Christmas our choir sang Carols at the annual street market in Kingsfold & on Liverpool Road. Members also sang carols in a residential home.
- Our young people's community groups: Youth Club, Children's Club and pre-School have grown throughout the year.

- A monthly women's craft event has grown over the year and draws people from the local community.
- A men's breakfast meets monthly at a local restaurant.

Section E Review of risk managements

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Changes in the assets are also examined to ensure that the insurances are correctly set. All people working with children and vulnerable adults have DBS clearance (renewed every three years) and this is complemented by our safeguarding policy, we also provide training for our volunteer workers in safeguarding.

Budgetary control is actively pursued by preparing an annual budget and by studying the monthly financial statements prepared by the treasurer. When necessary, spending controls are introduced in addition to regular controls to keep spending within the actual income.

Section F Review of Financial Performance

King's Church Annual Financial Report for 2023

The Financial Report is usually presented at the Annual General Meeting but as this has been moved to November 2024 the Church Board Trustees requested a summary presented to the congregation to coincide with the Accounts being posted to the Charities Commission.

The Financial Report has been written by Matthew Moll on behalf of the Church Administration Team and the Board of Trustees.

Further detailed copy of the audited accounts for year ending 31 December 2023 can be requested from Matthew Moll the Church Treasurer.

2023 Statement of Financial Activities – Headline

Year	2018	2019	2020	2021	2022	2023
Income Includes designated giving/grants for youth work, job club, and restricted funds e.g. Church Holiday)	£104,195	£100,099	£69,983	£67,466	£77,864	£76,413
Expenditure	£99,776	£97,211	£66,147	£61,853	£81,515	£75,491
Balance	+£4,419	+£3,744	+£3,932	+£5,613	-£3,651	£722
Carried Forward reserves	£80,000	£83,700	£87,600	£93,213	£88,147	£88,869

After seeing a reduction in income over the COVID period, the recovery in 2022 has been followed by a slight drop off in 2023.

Expenditure has also decreased following a significant increase in 2022, this has led to a modest addition to reserves. Excluding restricted funds there was still a small surplus. (note the church aims to keep approximately £50,000 in reserves so we have a least six months to cover salaries and rentals)

Breakdown in Expenditure

Salaries Including Pensions, NI etc	Church Accommodation (Rentals, equipment)	Church Ministries	Minibus	Restricted giving i.e. Church Holiday, Job Club	Governance, audit, insurance depreciation etc	Other (inc. Manse & equipment)	Gifts and Tithes to UK & Global Charities
39.9%	12.4%	6.6%	2.5%	5.0%	7.4%	14.8%	11.4%

Notes

The Salaries covered employment of a Pastor (full time minus manse rent value)

Church Accommodation Rentals included Priory Academy for Sunday Services, Penwortham Community Centre for the Church Offices, Job Club and CAP Money and other meetings at the centre. Penwortham Priory Lane Centre for Toddlers, Kids Club and Youth Club.

The Minibus continues to see some use, mostly for Sunday mornings.

Church Ministries covers all the ministry groups in the church, examples include, Pre School, Children's Work, Messy Church, Schools and Youth Work, Alpha Course, Evangelism and Discipleship, CAP Job Club and CAP Money, Music and Media and International Students.

Summary: Thank you to the Finance Team (in 2023): Treasurer Matthew Moll, Mary Young, Tony Cockeram and Neil Towers. Thank you to everyone at King's Church who have given faithfully to the work each year. Thanks to God for His amazing provision.

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J
S*

KING'S CHURCH
PENWORTHAM COMMUNITY CENTRE
KINGSFOLD DRIVE, PENWORTHAM
PR1 9EQ

ACCOUNTS FOR THE YEAR ENDED

31 DECEMBER 2023

Michael J. Sullivan

FINANCIAL ACCOUNTANTS

24 KINGSWAY WEST, PENWORTHAM, PRESTON. LANCS. PR1 0JA

Independent Examiner's Report to the Trustees of Penwortham
Free Methodist Church

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2023.

Respective responsibilities of trustees and examiner

As the charity's trustees of Penwortham Free Methodist Church 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 Penwortham Free Methodist Church accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.


Basis of independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 seeking 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 we do not express an audit opinion on the accounts.

Independent examiner's report

In the course of our examination, no matter has come to our attention: :

- 1) which gives us reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that
 - a) proper accounting records are kept (in accordance with section 130 of the 2011 Act); and
 - b) accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or
- 2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

.....


Michael J Sullivan FFA FTA FIPA
Financial Accountants
24 Kingsway West
Penwortham
Preston
PR1 0JA

13 June 2024

Penwortham Free Methodist Church
Annual Accounts
for the year ended 31 December 2023
(Registered charity number 701133)
Balance Sheet

	<i>Notes</i>	2023	2022
Fixed Assets			
Tangible Fixed Assets			
Moorhey Drive	5	180000	180000
Minibus (After Donations)		0	0
Equipment and Refurbishments (Less Grants Received)	5	184	1053
		<u>180184</u>	<u>181053</u>
Current Assets			
Debtors, Prepayments and accrued Income	7	2910	2673
Cash at Bank and in Hand		100167	98718
		<u>103077</u>	<u>101391</u>
Accruals	8	1059	964
Net Current Assets		<u>102018</u>	<u>100427</u>
Total Assets less Current Liabilities		<u>282202</u>	<u>281480</u>
 Funds			
Unrestricted			
General Funds		88,940	88216
Designated Funds			
Property	6	180000	180000
Building	9	10171	10171
Restricted Funds	10	3091	3093
Total Funds		<u>282202</u>	<u>281480</u>

Penwortham Free Methodist Church
Annual Accounts
for the year ended 31 December 2023
(Registered charity number 701133)

Statement of Financial activities

	<i>Notes</i>	Unrestricted funds	Restricted funds	Total Funds December 2023	Total Funds December 2022
Incoming Resources					
<i>Voluntary Income :</i>					
Donations & Grants		59,369		59,369	58,403
Tax Refunds		9,115		9,115	9,409
Interest		1,873		1,873	753
Office rent		1,000		1,000	1,000
 <i>Charitable Activities :</i>					
Ministry Income		1,069		1,069	780
Designated Income			3,987	3,987	7,519
Total Incoming Resources		72,426	3,987	76,413	77,864
 Resources Expended					
Charitable Activities					
Staff Costs	1	30,154		30,154	31,158
Church Personnel Expenses		2,521		2,521	1,563
Manse Costs		1,202		1,202	5,385
Church Services		5,392		5,392	6,816
Operating Expenses	2	10,492		10,492	10,077
Ministries	3	6,871		6,871	5,932
Gifts and Tithing		8,622		8,622	7,487
Designated Giving Expenditure			3,789	3,789	6,004
Depreciation (after Donations/Grants w/off)		869		869	1,092
Governance Costs	4	5,579		5,579	5,901
Total Resources Expenses		71,702	3,789	75,491	81,415
Net Incoming Resources for the year		724	-2	722	1,515
Net Resources Expended				0	-5066
Balances brought forward at 1 January 2023		268,216	13,264	281,480	285,031
 Balances carried forward at 31 December 2023		 268,940	 13,262	 282,202	 281,480

NOTES ON ACCOUNTS

1 UK staff Costs	2023	2022
Stipends, salaries & NHI (Pastor)	28,498	26,942
Admin Secretary	0	2,560
Pension Costs	1,656	1,656
	<u>30,154</u>	<u>31,158</u>
2 Operating Expenses		
Office Rent	5640	5640
Other Rent Charges	3698	3710
Advertising	341	128
Recruitment	370	331
Others	443	268
	<u>10492</u>	<u>10077</u>
3 Ministries		
Catering	375	320
Minibus	1859	1158
Evangelism	1016	840
Job Club	1424	1597
Media / Worship	910	829
Teaching	531	0
Kids Club	293	589
King's Kids	0	313
Toddlers	104	0
Friends Here	119	45
Sunday	190	104
Various	50	137
	<u>6871</u>	<u>5932</u>
4 Governance Costs		
FM Conference Payments	2955	3118
Liability Insurance	1679	1940
Independent Examiner	500	500
DBS & Miscellaneous	445	343
	<u>5579</u>	<u>5901</u>

5 Tangible Fixed Assets

Cost or Valuation	Unrestricted Equipment Minibus		Total	
	Freehold Property	/ Refurb.		
at 1 January 2023	180000	4370	7232	191602
Less written off				

Additions

at 31 December 2023	<u>180000</u>	<u>4370</u>	<u>7232</u>	
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The Property is shown at its market revaluation amount.

Accumulated depreciation and replacement provisions

Capital equipment is depreciated on a straight line basis over four years.

at 1 January 2023	-	3317	7232	10549
charge for year		869	0	869
at 31 December 2023	-	<u>4186</u>	<u>7232</u>	<u>11418</u>

Net Book Values

at 31 December 2023	<u>180000</u>	<u>184</u>	<u>0</u>	<u>180184</u>
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6 Property Valuation

The Property of 42 Moorhey Drive was re-valued in 2011 and has been shown at its valuation of £180,000

7 Debtors and Prepayments

Analysis of debtors and prepayments falling due within one year

	<u>2023</u>	<u>2022</u>
Prepayments		
Insurance paid in advance	911	845
Manse Insurance	348	334
Gift Aid due	964	730
Minibus Licence & Insurance	398	487
Other Prepayments	289	277
	<u>2910</u>	<u>2673</u>

8 Creditors and Accruals

	<u>2023</u>	<u>2022</u>
Independent Examiner's Fee	500	500
Rent	356	317
Other Creditors	203	147
	<u>1059</u>	<u>964</u>

9 Designated Building Fund

	<u>2023</u>	<u>2022</u>
Balance at 1.1.23	10171	10171
Restricted Giving in Year	0	-
	<u>10171</u>	<u>10171</u>

10 Restricted Funds

	<u>2023</u>	<u>2022</u>
Balance at 1.1.23	3093	1578
Income	4787	7519
Paid out during year	-4789	-6004
Balance at 31.12.23	<u>3091</u>	<u>3093</u>

11 Accounting Policies

These accounts have been prepared on the basis of Charities - Statement of recommended practice (SORP 2015 FRSSEE) and the Charities Act 2011

There has been no change to the accounting policies since last year.

FREE METHODIST CHURCH OF PENWORTHAM

England & Wales - Charity number 701133

Accounts

Penwortham Free Methodist Church

Registered Charity 701133

Legal and Administrative Information **for the year ending 31 December 2022**

Section A Reference and administration details

Charity name	Penwortham Free Methodist Church
Working name	Kings Church
Registered charity number	701133
Trustees:	<u>Leadership Team</u> Chair - Mike Giddings (Lay Delegate) Zena Antell (Deputy Lay Delegate) Ian Simpson Tony Morton-Jones Penny Carey Sarah Wylie Matthew Moll
Elder (non trustee)	Rev Kevin Jones
Church Administrator	Carol Salisbury (until June 2022)
Church Treasurer	Matthew Moll
Bankers:	CAF Bank Limited 25 Kings Hill West Malling Kent ME19 4JQ
Solicitors:	Naphens 7 Winckley Square Preston PR1 3JD
Independent examiner:	Michael J Sullivan Financial Accountants 24 Kingsway West Penwortham Preston PR1 0LA

Section B Structure, Governance & management

The controlling charity document (Charity Number 701133) was approved and established as the Scheme for the regulation of the Charity on 21st April 1983 this scheme also recognises the role of the 'Book of Discipline' of the Free Methodist Church of North America as amended from time to time (latest version dated 2019 is available to read at <https://freemethodist.org.uk/resources/>) The church is part of the GB Conference of the Free Methodist Church and is under the discipline of the Conference as described in the Book of Discipline.

The Church members (partners) elect the Official Church Board who are also the charity's trustees and as such are elected at the Annual Society (Partners) Meeting and these, together with the Church employees engaged in ministry, form the Leadership Team. One of the elected Board of Trustees serves as the Church's Lay Delegate and as such represents the Church at the Annual Free Methodist UK Conference.

Section C Trustees Annual Report for the year 2022

King's Church began to meet in person, whilst continuing to broadcast service on YouTube for those unable to attend, throughout 2022. We are thankful to our Service and worship leaders who work on a rota basis and to our IT team for making this possible.

Life groups (house groups) have been re-established following covid. There are 4 evening groups and one day time group, as well as a group for Chinese ex-students and friends of King's Church that meets on Zoom.

We have also begun to refocus our mission program around invitational events. The first of which was well attended on Pancake Day 2022. Invitation and welcome have been the focus for church growth throughout the year.

The pastoral committee meet monthly, in person or on Zoom during the year, to keep the needs of members in mind and flag up needs for pastoral care.

Meetings in the School were sparsely attended over Christmas 2021, but have grown over the year. Many more now attend in person than online. (A united open-air service was held in the park with the other local churches on Penwortham gala day.)

The King's Church job club celebrated their 10th anniversary. We have run the steps to employment course and the CAP money course. The relationship with the job centre continues to be strong.

The Toddlers has continued running on Fridays though it now runs one session 9.30 to 11 rather than the 2 sessions pre covid19. The Friday evening Children's and Youth club also reopened and have been growing steadily, with up to 30 children and 15 youth attending.

The Trustees continued to meet each quarter as a Full board of trustees and, as Mission and Vision Team (MVT) and Church Action team (CAT), monthly. The meetings follow the new governance structure agreed in 2018. In addition, the Church Nominations Team met to identify persons suitable for serving on the Church Leadership Team and to fill any vacancies on the board of trustees.

Meetings for prayer are held in small groups (Triplets) and on a Sunday evening. They were often held outdoors in gardens in the summer months. A leader's prayer meeting has been established.

Global links (Our overseas support and giving arm) held several Zoom meetings with overseas partners, as well as inviting preachers we are linked with to participate in Sunday services.

It has been a challenging year but we are gathering again after covid and all the community and mission arms of the church are functioning again.

A large proportion of the membership is involved in the mission and ministry of the church: from visiting the sick; to helping run job club, parents and toddlers, youth and kids clubs; to visiting asylum seekers; and participating in the Sunday service.

Now that the church is meeting regularly at the Priory Academy, we find that the number of regular attenders is about 75% of the amount attending before Covid19. We continue to offer an online, as well as a physical worship service, for those who cannot attend.

Section D Review of Community Benefits

- Three of our people regularly help with the food bank.
- One of our members chairs the Churches Together meetings.
- The CAP job club continued to its “steps to employment” eight-week course, offering 4 full courses as well as the CAP money course throughout the year.
- The ministry to asylum seekers continues with home visits and help with English and form filling.
- The international students group continued on Teams, though online connections with students abroad were often difficult.
- At Christmas our choir sang Carols at the annual street market, and members went Carol singing at a local residential home.
- Community groups such as Youth Club, Children’s Club and pre-School have grown throughout the year.
- A monthly women’s friendship and craft event has been successfully started.

Section E Review of risk managements

As the church uses a local High School for its Sunday services, rather than a purpose-built building of our own, we work closely with the school property manager, to ensure all aspects of safety VSV covid and general security. There is a fire evacuation plan in place and a fire drill is carried out annually.

We keep our risk assessment current with the school and the Town council. We have liaised with the school to ensure safe protocols for public worship. The Trustees are aware of risks and take appropriate steps to control these risks and mitigate any impact they might have, including where mandated the wearing of masks, social distancing and hand sanitising. Insurance policies for the equipment stored at various locations are in place and reviewed from time to time to ensure that valuables are insured adequately.

Changes in the assets are also examined to ensure that the insurances are correctly set. All people working with children and vulnerable adults have DBS clearance (renewed every three years) and this is complemented by our safeguarding policy.

Budgetary control is actively pursued by preparing an annual budget and by studying the monthly financial statements prepared by the treasurer. When necessary, spending controls are introduced in addition to regular controls to keep spending within budget.

Section F Review of Financial Performance

King's Church Annual Financial Report for 2022

The Financial Report is usually presented at the Annual General Meeting but as this has been moved to November 2022 the Church Board Trustees requested a summary presented to the congregation to coincide with the Accounts being posted to the Charities Commission.

The Financial Report has been written by Matthew Moll on behalf of the Church Administration Team and the Board of Trustees.

Further detailed copy of the audited accounts for year ending 31st December 2022 can be requested from Matthew Moll the Church Treasurer.

2022 Statement of Financial Activities – Headline

Year	2017	2018	2019	2020	2021	2022
Income Includes designated giving/grants for youth work, job club, and restricted funds e.g. Church Holiday)	£120,753	£104,195	£100,099	£69,983	£67,466	£77,864
Expenditure	£112,276	£99,776	£97,211	£66,147	£61,853	£81,515
Balance	+£8,477	+£4,419	+£3,744	+£3,932	+£5,613	-£3,651
Carried Forward reserves (note we used £10,000 for purchase of minibus)	£76,000	£80,000	£83,700	£87,600	£93,213	£88,147

After recording the highest income in 2017 in recent times of the church, the income fell during 2018,19,20 & 21 has risen again slightly in 2022. However, we still recorded a deficit of £3,651 though in reality this is £5,066 when restricted funds are excluded. (note the church aims to keep approximately £50,000 in reserves so we have a least six months to cover salaries and rentals)

Breakdown in Expenditure

Salaries Including Pensions, NI etc	Church Accommodation (Rentals, equipment)	Church Ministries	Minibus	Restricted giving i.e. Church Holiday, Job Club	Governance, audit, insurance depreciation etc	Other (inc. Manse & equipment)	Gifts and Tithes to UK & Global Charities
40.7%	19.1%	6.6%	2.0%	7.3%	7.8%	9.1%	7.3%

Notes

The Salaries covered employment of a Pastor (full time minus manse rent value), an admin secretary (10 Hours per week), the latter only for half the year.

Church Accommodation Rentals included Priory Academy for Sunday Services.

Penwortham Community Centre for the Church Offices, Job Club and CAP Money, Prayer Meeting, Leadership meeting, Family Group and other meetings at the centre. Penwortham Young Peoples Centre for Toddlers, Kids Club and Youth Club.

The Minibus was returned to the road in May.

Church Ministries covers all the ministry groups in the church, examples include, Pre School, Children's Work, Messy Church, Schools and Youth Work, Alpha Course, Evangelism and Discipleship, CAP Job Club and CAP Money, Music and Media and International Students.

Summary: Thank you to the Finance Team (in 2022): Treasurer Matthew Moll, Mary Young, Tony Cockeram and Neil Towers. Thank you to everyone at King's Church who have given faithfully to the work each year. Thanks to God for His amazing provision.

Penwortham Free Methodist Church
Annual Accounts
for the year ended 31 December 2022

(Registered charity number 701133)

Section G Statement of Financial Activities

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Total Funds</u>	<u>Total Funds</u>
<u>Notes</u>	<u>funds</u>	<u>funds</u>	<u>31.12.22</u>	<u>31.12.21</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
<u>Voluntary Income :</u>				
Donations & Grants	58,403		58,403	54,871
Tax Refunds	9,409		9,409	9,189
Interest	753		753	821
Office rent	1,000		1,000	0
<u>Charitable Activities :</u>				
Ministry Income	780		780	413
Designated Income	<u>0</u>	<u>7,519</u>	<u>7,519</u>	<u>2,097</u>
Total Incoming Resources	<u>70,345</u>	<u>7,519</u>	<u>77,864</u>	<u>67,391</u>
<u>Resources Expended</u>				
<u>Charitable Activities</u>				
Staff Costs	1	31,158	31,158	31,864
Church Personnel Expenses		1,563	1,563	939
Manse Costs		5,385	5,385	1,057
Church Services		6,816	6,816	3,975
Operating Expenses	2	10,077	10,077	3,513
Ministries	3	5,932	5,932	3,445
Gifts and Tithing		7,487	7,487	7,195
Designated Giving Expenditure			6,004	1,519
Depreciation		1,092	1,092	2,508
<u>Governance Costs</u>	4	<u>5,901</u>	<u>5,901</u>	<u>5,838</u>
Total Resources Expenses		<u>75,411</u>	<u>6,004</u>	<u>81,415</u>
<u>Net Incoming Resources for the year</u>			1,515	5,035
<u>Net Resources Expended</u>		-5,066	-5,066	
<u>Balances brought forward 1.1.22</u>		<u>273,282</u>	<u>11,749</u>	<u>285,031</u>
<u>Balances carried forward 31.12.22</u>		<u>268,216</u>	<u>13,264</u>	<u>281,480</u>
			<u>284,453</u>	

1 <u>UK staff Costs</u>	<u>2022</u>	<u>2021</u>
	<u>£</u>	<u>£</u>
Stipends, salaries & NHI (Pastor)	26,942	25,316
Admin Secretary	2,560	5,022
Pension Costs	<u>1,656</u>	<u>1,526</u>
	<u>31,158</u>	<u>31,864</u>
2 <u>Operating Expenses</u>		
Office Rent	5,640	1,880
Other Rent Charges	3,710	1,305
Advertising	128	291
Recruitment	331	0
Others	<u>268</u>	<u>37</u>
	<u>10,077</u>	<u>3,513</u>
3 <u>Ministries</u>		
Catering	320	243
Minibus	1,158	0
Evangelism	840	300
Job Club	1,597	2,140
Media / Worship	829	643
Kids Club	589	0
King's Kids	313	0
Jewels	45	0
Sunday	104	
Children	0	95
Various	<u>137</u>	<u>24</u>
	<u>5,932</u>	<u>3,445</u>
4 <u>Governance Costs</u>		
FM Conference Payments	3,118	4,305
Liability Insurance	1,940	745
Independent Examiner	500	500
DBS & Miscellaneous	<u>343</u>	<u>287</u>
	<u>5,901</u>	<u>5,837</u>

Section I**Notes to the accounts (continued)****5 Tangible Fixed Assets**

<u>Cost or Valuation</u>	<u>Unrestricted Freehold Property</u>	<u>Equipment</u>	<u>Minibus</u>	<u>Total</u>
	<u>£</u>	<u>£</u>	<u>£</u>	<u>£</u>
at 1 January 2022	180,000	4,002	7,232	191,234
Additions		<u>368</u>		<u>368</u>
<u>at 31 December 2022</u>	<u>180,000</u>	<u>4,370</u>	<u>7,232</u>	<u>191,602</u>

Accumulated depreciation and replacement provisions

Capital equipment is depreciated on a straight line basis over four years.

	<u>£</u>	<u>£</u>	<u>£</u>
at 1 January 2022	-	2,225	7,232
charge for year		<u>1,092</u>	<u>1,092</u>
<u>at 31 December 2022</u>	-	<u>3,317</u>	<u>7,232</u>
<u>at 31 December 2022</u>	<u>180,000</u>	<u>1,053</u>	<u>181,053</u>

6 Property Valuation

The Property of 42 Moorhey Drive was re-valued in 2011 and has been shown at its valuation of £180,000.

7 Debtors and Prepayments

Analysis of debtors and prepayments falling due within one year

	<u>2022</u>	<u>2021</u>
<u>Prepayments</u>	<u>£</u>	<u>£</u>
Insurance paid in advance	845	764
Manse Insurance	334	320
Gift Aid due	730	929
Minibus Licence & Insurance	487	0
Other Prepayments	<u>277</u>	<u>269</u>
	<u>2,673</u>	<u>2,282</u>

8 Creditors and Accruals

	<u>2022</u>	<u>2021</u>
Independent Examiner's Fee	500	500
Rent	317	582
Other Creditors	<u>147</u>	<u>409</u>
	<u>964</u>	<u>1,491</u>

9 Designated Building Fund

	<u>2022</u>	<u>2021</u>
Balance at 1.1.22	10,171	10,171
Restricted Giving in Year	0	
<u>Balance at 31.12.22</u>	<u>10,171</u>	<u>10,171</u>

Section I**Notes to the accounts (continued)**

10 <u>Restricted Funds</u>	<u>2022</u>	<u>2021</u>
Balance at 1.1.22	1,578	1,000
Income	7,519	2,097
Paid out during year	-6,004	-1,519
<u>Balance at 31.12.22</u>	<u>3,093</u>	<u>1,578</u>

1 ACCOUNTING POLICIES**INCOMING RESOURCES**

Grants, donations and investment income are included in the Statement of Financial Activities (SOFA) when the charity becomes entitled to the resources and any conditions for performance, delivery or receipt are met; and the trustees are reasonably certain they will receive it; and the trustees are reasonably certain that the monetary value can be measured.

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SOFA.

Incoming resources from tax claims are included on the SOFA at the same time as the gifts to which they relate.

EXPENDITURE AND LIABILITIES

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance costs include payments to FMC (UK), insurance and the costs of the preparation and examination of statutory accounts.

ASSETS

Tangible fixed assets have this year been capitalised if they can be used for more than one year. They are valued at cost less provision for depreciation over a 4 year period. Several small items of equipment have been treated as revenue expenses and included in Pastoral Expenses

2 ADDITIONAL DISCLOSURES

The charity does not have any material commitments not provided for in the accounts.

The charity has not given any guarantees to third parties that could be called on at year end

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed.

3 FRS 102

The accounts have been prepared on an income and expenditure basis in accordance with Financial Reporting for Small Entities (FRS 102) as directed from 1st January 2016.

Penwortham Free Methodist Church
Independent Examiner's report to the Trustees of
Penwortham Free Methodist Church

We report on the accounts of the charity for the year ended 31 December 2022 which are set out on pages 1 to 6.

Charity number 701133.

Respective responsibilities of trustees and examiner

the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of section 144 (2) of the Charities Act 2011 (the act) does not apply and that an independent examination is needed.

It is our responsibility to a) examine the accounts (under section 145 of the Act); b) to follow the procedures laid down in the General Directions given by the Charity Commissioners under section 145 (a) of the Act; and c) to state whether particular matters have come to our attention.

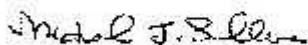
Basis of independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 seeking 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 we do not express an audit opinion on the accounts.

Independent examiner's report

In the course of our examination, no matter has come to our attention: :

- 1) which gives us reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that
 - a) proper accounting records are kept (in accordance with section 130 of the 2011 Act); and
 - b) accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or
- 2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Michael J Sullivan FFA FTA FIPA
Financial Accountants
24 Kingsway West
Penwortham
Preston
PR1 0LA

10 May 2023

FREE METHODIST CHURCH OF PENWORTHAM

England & Wales - Charity number 701133

Accounts

Penwortham Free Methodist Church
Registered Charity 701133

Legal and Administrative Information
for the year ending 31 December 2021

Section A

Reference and administration details

Charity name	Penwortham Free Methodist Church
Working name	Kings Church
Registered charity number	701133
Trustees:	<u>Leadership Team</u> Chair - Mike Giddings (Lay Delegate) Tony Cockeram Matthew Moll Mike Giddings Moirra Smith Tony Morton-Jones Zena Antell Sarah Wylie Elder (non trustee) Rev Kevin Jones Church Administrator Carol Salisbury Church Treasurer Matthew Moll
Bankers: CAF Bank Limited	25 Kings Hill West Malling Kent ME19 4JQ
Solicitors: Napthens	7 Winckley Square Preston PR1 3JD
Independent examiner: Michael J Sullivan Financial Accountants 24 Kingsway West	Penwortham Preston PR1 0LA

Section B Structure, Governance & management

The controlling charity document (Charity Number 701133) was approved and established as the Scheme for the regulation of the Charity on 21st April 1983 this scheme also recognises the role of the 'Book of Discipline' of the Free Methodist Church of North America as amended from time to time (latest version dated 2019 is available to read at <https://freemethodist.org.uk/resources/>) The church is part of the GB Conference of the Free Methodist Church and is under the discipline of the Conference as described in the Book of Discipline.

The Church members (partners) elect the Official Church Board who are also the charity's trustees and as such are elected at the Annual Society (Partners) Meeting and these, together with the Church employees engaged in ministry, form the Leadership Team. One of the elected Board of Trustees serves as the Church's Lay Delegate and as such represents the Church at the Annual Free Methodist UK Conference.

Section C Trustees Annual Report for the year 2021

Due to the Covid 19 restrictions, King's Church continued throughout the first months of 2021 to broadcast its service online. Our IT teacher James Banks was instrumental in facilitating the online services. A small team coordinated by Pastor Kevin Jones, prepared the message, led the services and recorded music on a weekly basis for the broadcasts. These were broadcast live on YouTube.

There was an additional Expository Bible Study broadcast by Pastor Jones throughout the period of lockdown.

Members were kept encouraged and informed by pastoral phone calls, by online Zoom prayer meetings, and prayer triplets, by regular news letters, and through the prayer chain and WhatsApp group.

The pastoral committee met monthly on Zoom during the pandemic to keep in touch with the needs of the church. The Lock Down committee also met regularly via Zoom to plan a safe recommencement once that was possible.

Meetings in the School opened briefly in May 2021, but with the rise of Covid cases locally closed again until September 5th, the start of the school year. (An open-air service and BBQ was held to relaunch physical meetings on the August bank Holiday weekend.)

The King's Church CAP job club met online and ran the 'steps to employment' programme over the Spring and Summer months.

Once the church reopened in September, the Pre-School reformed on Fridays running one session from 9.30 to 11am and has been very successful. The Friday evening Children's and Youth club also reopened and have been growing steadily. With up to 30 children and 15 youth attending.

The Trustees continued to meet on Zoom, and in person, on a regular basis. The meetings followed the new structure agreed in 2018.

In addition, the Church Nominations Team met to identify persons suitable for serving on the Church Leadership Team to fill the vacancies which had occurred during the year.

Meetings for prayer were held outdoors in small groups as restrictions allowed in the summer months.

Global links held several Zoom meetings with overseas workers. A team met in the park with asylum seekers over the time of lockdown.

It has been a challenging year but thanks to technology and James and Carol's ability to work it we have still been able to function as a church.

There have been many other opportunities offered to members of the church to meet/serve on a spiritual / social level (Sunday service activities and preparation, home groups, prayer meetings, mission presentations, rambles, meals etc.). These are in addition to the activities serving the community mentioned in Section D.

Now that the church is meeting regularly at the Priory Academy, we find that the number of regular attenders is about 2/3 of the amount attending before Covid19. We continue to offer an online, as well as a physical worship service, for those who cannot attend or are continuing to isolate.

Section D Review of Community Benefits

- Lockdown greatly restricted our community presence in 2021.
- The Friday Zoom quiz night continued through lockdown.
- Two of our members regularly help with the food bank and one of our members chairs the churches together meetings.
- The CAP job club continued to offer online 'money club' and 'steps to employment' courses. Recommencing in person in September.
- The ministry to asylum seekers met outdoors in small groups for language study and friendship as restriction allowed.
- The international students group continued on Teams, though online connections with students abroad were often difficult.
- At Christmas we had a choir at the annual street market singing Carols.
- We ran an online 'Wellbeing' course which was well attending and received.
- Community groups such as Youth Club, Children's Club and pre-School began to meet again in September.
- A successful craft event for parents and children was held during the Christmas period.

Section E Review of risk managements

As the church uses a local High School for its Sunday services, rather than a purpose-built building of our own, we work closely with the school property manager, to ensure covid and general security. There is a fire evacuation plan in place and a fire drill is carried out annually.

The lock down task force liaised with the school doing a risk assessment to ensure safe protocols for re-opening public worship. The Trustees are aware of risks and take appropriate steps to control these risks and mitigate any impact they might have; Including where mandated the wearing of masks, social distancing and hand sanitising. Insurance policies for the buildings are in place and reviewed from time to time to ensure that valuables are insured adequately. Changes in the assets are also examined to ensure that the insurances are correctly set. All people working with children and vulnerable adults have DBS clearance, (renewed every three years) and this complemented by a safeguarding policy. Budgetary control is actively pursued by preparing an annual budget and by studying the monthly financial statements prepared by the treasurer. When necessary, spending controls are introduced in addition to regular controls to keep spending within the actual income.

Section F Review of Financial Performance

King's Church Annual Financial Report for 2022

The Financial Report is usually presented at the Annual General Meeting but as this has been moved to November 2022 the Church Board Trustees requested a summary presented to the congregation to coincide with the Accounts being posted to the Charities Commission.

The Financial Report has been written by Matthew Moll on behalf of the Church Administration Team and the Board of Trustees.

Further detailed copy of the audited accounts for year ending 31st December 2021 can be requested from Matthew Moll the Church Treasurer.

2022 Statement of Financial Activities – Headline

Year	2016	2017	2018	2019	2020	2021
Income Includes designated giving/grants for youth work, job club, and restricted funds e.g. Church Holiday)	£94,758	£120,753	£104,195	£100,099	£69,983	£67,466
Expenditure	£96,336	£112,276	£99,776	£97,211	£66,147	£61,853
Balance	-£1,578	+£8,477	+£4,419	+£3,744	+£3,932	+£5,613
Carried Forward reserves	£78,000	£76,000 (note we used £10,000 for purchase of minibus)	£80,000	£83,700	£87,600	£93,213

After recording the highest income in 2017 in recent times of the church, the income fell during 2018,19,20 & 21 but we recorded a small surplus of £5,613 leaving us with reserves of £93,213. (note the church aims to keep approximately £50,000 in reserves so we have a least six months to cover salaries and rentals)

Breakdown in Expenditure

Salaries Including Pensions, NI etc	Church Accommodation (Rentals, equipment)	Church Ministries	Minibus	Restricted giving i.e. Church Holiday, Job Club	Governance, audit, insurance depreciation etc	Other (inc. Manse & equipment)	Gifts and Tithes to UK & Global Charities
55.8%	10.3%	5.8%	0.0%	2.6%	10.6%	4.0%	11.0%

Notes

The Salaries covered employment of a Pastor (full time minus manse rent value), an admin secretary (10 Hours per week)

Church Accommodation Rentals included Priory Academy for Sunday Services.

Penwortham Community Centre for the Church Offices, Job Club and CAP Money, Prayer Meeting, Leadership meeting, Family Group and other meetings at the centre. Penwortham Young Peoples Centre for Toddlers, Kids Club and Youth Club.

The Minibus was SORN for the full year.

It should be noted that minimal rental was paid after lockdown commenced in March 2020 up to spring 2021. Church Ministries covers all the ministry groups in the church, examples include, Pre School, Children's Work, Messy Church, Schools and Youth Work, Alpha Course, Evangelism and Discipleship, CAP Job Club and CAP Money, Music and Media and International Students.

Summary: Thank you to the Finance Team (in 2021): Treasurer Matthew Moll, Mary Young, Tony Cockeram and Neil Towers. Thank you to everyone at King's Church who have given faithfully to the work each year. Thanks to God for His amazing provision.

Penwortham Free Methodist Church

Annual Accounts for the year ended 31 December 2021

(Registered charity number 701133)

Section G

Statement of Financial Activities

	<i>Notes</i>	Unrestricted fund £	Restricted funds £	Total Funds 31 December 2021 £	Total Funds 31 December 2020 £
Incoming resources					
<i>Voluntary Income :</i>					
Donations & Grants		54,871		54,871	55,106
Tax Refunds		9,189		9,189	10,013
Interest		821		821	1,177
Manse Rent		0		0	0
Office Rent		0		0	1,000
Misc. Income		75		75	75
 <i>Charitable Activities :</i>					
Ministry Income		413		413	1,385
Designated Income			2,097	2,097	1,227
Total Incoming Resources		<u>65,369</u>	<u>2,097</u>	<u>67,466</u>	<u>69,983</u>
 Resources Expended					
Charitable activities					
Staff Costs	3.2	31,864		31,864	31,892
Church Personnel Expenses		940		940	1,245
Manse Costs		1,057		1,057	2,509
Church Services		3,974		3,974	2,471
Operating Expenses	4	3,513		3,513	3,592
Ministries (inc catering)	5	3,446		3,446	6,161
Gifts and Tithing		7,195		7,195	7,940
Designated Giving Expenditure			1,519	1,519	1,323
Depreciation (after Donations/Grants w/off)		2,508		2,508	2,808
Governance Costs	6	5,837		5,837	6,110
Total Resources Expended		<u>60,334</u>	<u>1,519</u>	<u>61,853</u>	<u>66,051</u>
Net Incoming Resources for the year		5,035	578	5,613	4,028
Net Resources Expended					-98
Balances brought forward at 1 January 2021		<u>268,247</u>	<u>11,171</u>	<u>279,418</u>	<u>275,486</u>
Balances carried forward at 31 December 2021		<u>273,282</u>	<u>11,749</u>	<u>285,031</u>	<u>279,418</u>

The notes on pages 7 to 11 form part of these accounts

Penwortham Free Methodist Church
Annual Accounts
for the year ended 31 December 2021

(Registered charity number 701133)

Section H	Balance sheet		
	Notes	2021 £	2020 £
Fixed Assets			
Tangible Fixed Assets			
Moorhey Drive	7.4	180,000	180,000
Minibus (After Donations)		0	1,508
Equipment and Refurbishment (Less Grants received)	7.3	<u>1,777</u>	<u>2,777</u>
		<u>181,777</u>	<u>184,285</u>
Current Assets			
Debtors, repayments and Accrued Income	8	2,282	1,991
Cash at Bank and in Hand		102,463	94,486
		<u>104,745</u>	<u>96,477</u>
Accruals	9	1,491	1,344
Net Current Assets		<u>103,254</u>	<u>95,133</u>
Total Assets less Current Liabilities		<u>285,031</u>	<u>279,418</u>
Funds			
Unrestricted			
General Funds		93,282	88,247
Designated Funds			
Property		180,000	180,000
Building	10	10,171	10,171
Restricted Funds	11	1,578	1,000
		<u> </u>	<u> </u>
Total Funds		<u>285,031</u>	<u>279,418</u>

The notes on page 7 to 11 form part of these accounts

Declaration

I approve the above accounts and sign on behalf of the Trustees.

Mike Giddings : Chair of the Trustees



Note 1 Basis of preparation**1 Basis of accounting**

These accounts have been prepared on the basis of historic cost in accordance with Accounting Standards, Accounting and Reporting by Charities – Statement of Recommended practice (SORP 2015 FRSSEE) and the Charities Act 2011.

There has been no change to the accounting policies since last year.

2 Accounting policies *Please see Section I Note (1) for the detailed accounting policies applied by the charity.***3.1 Independent Examiners Fees**

The amount payable for the year will be £500 .

3.2 UK Staff costs

	2021	2020
	£	£
Stipends, salaries and NHI - (Pastor)	25,316	22,643
Stipends, salaries & NHI (Family Worker)		0
Youth Worker	0	0
Admin Secretary	5,022	7,269
Pension costs	<u>1,526</u>	<u>1,980</u>
	<u>31,864</u>	<u>31,892</u>

No employees earned over £50000 p.a. in 2021 or 2020

Average number of employees in the year was 2

4 Operating Expenses

Office Rent	1,880	1,880
Other Rent Charges	1,305	900
Promotion	291	500
Internet/Zoom	37	180
Other Expenses	<u>0</u>	<u>132</u>
	<u>3,513</u>	<u>3,592</u>

5 Ministries

Catering	243	112
Emergency/Hardship and Contingency Fund	300	650
Job Club	2,140	2,083
Media/Worship	644	1,389
Stewarding	0	79
Toddlers	0	12
Children	95	288
Youth	0	149
Jewels	24	0
Miscellaneous	<u>0</u>	<u>120</u>
	<u>3,446</u>	<u>6,161</u>

6 Governance Costs

FM Conference payments	4,305	4,424
Liability Insurance	745	744
Independent Examiner	500	500
DBS & Miscellaneous	<u>287</u>	<u>442</u>
	<u>5,837</u>	<u>6,110</u>

Section I**Notes to the accounts (continued)****7 Tangible fixed assets****7.1 Cost or valuation**

	Unrestricted Freehold Property £	Equipment /Refurb. £	Minibus £	Total £
at 1 January 2021	<u>180,000</u>	<u>4,002</u>	<u>7,232</u>	<u>191,234</u>
at 31 December 2021	<u>180,000</u>	<u>4,002</u>	<u>7,232</u>	<u>191,234</u>

The Property is shown at its market revaluation amount.
Old equipment with a nil value has been totally written off

7.2 Accumulated depreciation and replacement provisions

Capital equipment is depreciated on a straight line basis over four years. .

at 1 January 2021	--	1,225	5,724	6,949
charge for year		<u>1,000</u>	<u>1,508</u>	<u>2,508</u>
at 31 December 2021	-	<u>2,225</u>	<u>7,232</u>	<u>9,457</u>

7.3 Net book values

at 31 December 2021	<u>180,000</u>	<u>1,777</u>	<u>0</u>	<u>181,777</u>
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7.4 Property Valuation

The property of 42 Moorhey Drive was re-valued in 2011 and has been shown at its valuation of £ 180,000.

8 Debtors and prepayments

Analysis of debtors and prepayments falling due within one year.

	<u>2021</u> £	<u>2020</u> £
Prepayments		
Insurance paid in advance	764	721
Manse Insurance	320	309
Gift Aid Due	929	669
Other prepayments/debtors	269	292
Total	<u>2,282</u>	<u>1,991</u>

9. Creditors and Accruals

	<u>2021</u> £	<u>2020</u> £
Independent Examiners fee	500	500
Property Rent	582	108
Advertising	0	500
Other Creditors	409	236
Total	<u>1,491</u>	<u>1,344</u>

Section I

Notes to the accounts (continued)

10 Restricted Funds

	<u>2021</u>	<u>2020</u>
	£	£
Balance at 1.1.21	1,000	1,096
Income	2,097	1,227
Paid out during year	(1,519)	(1,323)
Balance at 31.12.21	<u>1,578</u>	<u>1,000</u>

11 Designated Building Fund

	<u>2021</u>	<u>2020</u>
	£	£
Balance at 1.1.21	<u>10,171</u>	<u>10,171</u>
Balance at 31.12.21	<u>10,171</u>	<u>10,171</u>

1 ACCOUNTING POLICIES**INCOMING RESOURCES**

Grants, donations and investment income are included in the Statement of Financial Activities (SOFA) when the charity becomes entitled to the resources and any conditions for performance, delivery or receipt are met; and the trustees are reasonably certain they will receive it; and the trustees are reasonably certain that the monetary value can be measured.

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SOFA.

Incoming resources from tax claims are included on the SOFA at the same time as the gifts to which they relate.

EXPENDITURE AND LIABILITIES

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance costs include payments to FMC (UK), insurance and the costs of the preparation and examination of statutory accounts.

ASSETS

Tangible fixed assets have this year been capitalised if they can be used for more than one year. They are valued at cost less provision for depreciation over a 4 year period.. Several small items of equipment have been treated as revenue expenses and included in Pastoral Expenses

2 ADDITIONAL DISCLOSURES

The charity does not have any material commitments not provided for in the accounts.

The charity has not given any guarantees to third parties that could be called on at year end

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed.

3 FRSSE 2015

The accounts have been prepared on an income and expenditure basis in accordance with Financial Reporting for Small Entities (FRSSE) as directed from 1st January 2015.

Penwortham Free Methodist Church
Independent Examiner's report to the Trustees of
Penwortham Free Methodist Church

We report on the accounts of the charity for the year ended 31 December 2021 which are set out on pages 1 to 6.
Charity number 701133.

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the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of section 144 (2) of the Charities Act 2011 (the act) does not apply and that an independent examination is needed.

It is our responsibility to a) examine the accounts (under section 145 of the Act); b) to follow the procedures laid down in the General Directions given by the Charity Commissioners under section 145 (a) of the Act: and c) to state whether particular matters have come to our attention.

Basis of independent examiner's report

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Independent examiner's report

In the course of our examination, no matter has come to our attention: :

- 1) which gives us reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that
 - a) proper accounting records are kept (in accordance with section 130 of the 2011 Act); and
 - b) accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act; or
- 2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Michael J Sullivan FFA FTA FIPA
Financial Accountants
24 Kingsway West
Penwortham
Preston
PR1 0LA

10/03/2022

FREE METHODIST CHURCH OF PENWORTHAM

England & Wales - Charity number 701133

Accounts

Penwortham Free Methodist Church
Registered Charity 701133

Legal and Administrative Information
for the year ending 31 December 2020

Section A	Reference and administration details
Charity name	Penwortham Free Methodist Church
Working name	King's Church
Registered charity number	701133
Trustees:	<u>Leadership Team</u> Chair - Gordon Wardman (Lay Delegate) Beryl Clarkson Matthew Moll Mike Giddings Moira Smith Tony Morton-Jones Elder (non trustee) Rev Kevin Jones Church Administrator Carol Salisbury Church Treasurer Matthew Moll
Bankers:	CAF Bank Limited 25 Kings Hill West Malling Kent ME19 4JQ
Solicitors:	Napthens 7 Winckley Square Preston PR1 3JD
Independent examiner:	Michael J Sullivan Financial Accountants 24 Kingsway West Penwortham Preston PR1 0LA

Section B Structure, Governance & management

The controlling charity document (Charity Number 701133) was approved and established as the Scheme for the regulation of the Charity on 21st April 1983 this scheme also recognises the role of the 'Book of Discipline' of the Free Methodist Church of North America as amended from time to time (latest version is dated 2015 and is now available to read on www.freemethodistchurch.org.uk). The church is also part of the GB Conference of the Free Methodist Church and is under the discipline of the Conference as described in the Book of Discipline.

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Section C Trustees Annual Report for the year 2020

Rev D Kevin Jones was inducted as pastor on January Saturday 18th 2020 and began regular ministry on Sunday 19th. He was also appointed as the Chairman of the Missions Vision Team.

We were sad to lose the Edwards, (CMC and family Worker) the Spenders (Treasurer, Delegate and Youth Worker) and the Beatties (Church Secretary) who have all served the church faithfully for years. Also, the death of founder member Jack Kerridge was a sad loss to all.

Lockdown began in March 22nd so all church activities had to be moved to YouTube and Zoom for the rest of the year. Numbers watching the YouTube services were encouraging, with people tuning in from far and near. A Zoom fellowship chat room was opened after the services.

Two homegroups continued to meet weekly over Zoom.

Kevin recorded a weekly midweek bible study on YouTube.

The Trustees continued to meet on a regular basis. The meetings followed the new structure agreed in 2018.

In addition, the Church Nominations Team met to identify persons suitable for serving on the Church Leadership Team to fill the vacancies which had occurred during the year.

Meetings for prayer were held outdoors in small groups as restrictions allowed in the summer months.

The lockdown taskforce was established to manage the COVID-19 restrictions affecting church activities.

Global links held several Zoom meetings with overseas workers.

It has been a challenging year but thanks to the wonders of modern technology and James and Carol's ability to work it we have still been able to function as a church.

There have been many other opportunities offered to members of the church to meet/serve on a spiritual / social level (Sunday service activities and preparation, home groups, prayer meetings, mission presentations, rambles, meals etc.). These are in addition to the activities serving the community mentioned in Section D.

Section D Review of Community Benefits

Lockdown greatly restricted our community presence in 2020.
A Friday Zoom quiz night was established.

Two members continue to help the food bank.

CAP still offered online money club and steps to employment courses.
Jewels ministry to asylum seekers met outdoors in small groups for language and friendship as restriction allowed.

The international students group continued on Teams.

At Christmas we had a Carols in cars service in priory academy car park which was well attended by the community.

We ran an online Alpha before Christmas .

Section E Review of risk managements

As the church uses a local High School for its Sunday services, rather than a purpose-built building of our own, we are in a position where we need to be constantly vigilant on a week by- week basis to identify any changes to the facilities that we use on the premises and to work closely with the school property manager. There is a fire evacuation plan in place and a fire drill is carried out annually. The Trustees are aware of risks and take appropriate steps to control these risks and mitigate any impact they might have; these include an annual fire evacuation drill. Insurance policies for the buildings are in place and reviewed from time to time to ensure that valuables are insured adequately. Changes in the assets are also examined to ensure that the insurances are correctly set. All people working with children and vulnerable adults have DBS clearance, (renewed every three years) and this complemented by a safeguarding policy. Budgetary control is actively pursued by preparing an annual budget and by studying the monthly financial statements prepared by the treasurer, when necessary, spending controls are introduced in addition to regular controls to keep spending within the actual income.

Section F Review of Financial Performance

King's Church Annual Financial Report for 2020

The Financial Report is usually presented at the Annual General Meeting but as this has been moved to November 2021 the Church Board Trustees requested a summary presented to the congregation to coincide with the Accounts being posted to the Charities Commission.

The Financial Report has been written by Matthew Moll on behalf of the Church Administration Team and the Board of Trustees.

Further detailed copy of the audited accounts for year ending 31st December 2020 can be requested from Matthew Moll the Church Treasurer.

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Year	2016	2017	2018	2019	2020
Income Includes designated giving/grants for youth work, job club, and restricted funds e.g. Church Holiday)	£94,758	£120,753	£104,195	£100,099	£69,983
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Balance	-£1,578	+£8,477	+£4,419	+£3,744	+£3,932
Carried Forward reserves	£78,000	£76,000 (note we used £10,000 for purchase of minibus)	£80,000	£83,700	£87,600

After recording the highest income in 2017 in recent times of the church, the income fell during 2018,19 & 20 but we recorded a small surplus of £3,932 leaving us with reserves of £87,600. (note the church aims to keep approximately £50,000 in reserves so we have a least six months to cover salaries and rentals)

Breakdown in Expenditure

Salaries Including Pensions, NI etc	Church Accommodation (Rentals, equipment)	Church Ministries	Minibus	Restricted giving i.e. Church Holiday, Job Club	Governance, audit, insurance depreciation etc	Other (inc. Manse & equipment)	Gifts and Tithes to Global Links
42.1%	8.2%	9.8%	0.4%	2.4%	9.2%	15.9%	12.0%

Notes

The Salaries covered employment of a Pastor (full time minus manse rent value), an admin secretary (10 Hours from September) and contracted administrative services to Beattie Consultancy (Meriel Beattie 10 hours until September).

Church Accommodation Rentals included Priory Academy for Sunday Services.

Penwortham Community Centre for the Church Offices, Job Club and CAP Money, Prayer Meeting, Leadership meeting, Family Group and other meetings at the centre. Penwortham Young Peoples Centre for Toddlers, Kids Club and Youth Club.

It should be noted that minimal rental was paid after lockdown commenced in March 2020.

Church Ministries covers all the ministry groups in the church, examples include, Pre School, Children's Work, Messy Church, Schools and Youth Work, Alpha Course, Evangelism and Discipleship, CAP Job Club and CAP Money, Music and Media and International Students.

Summary

Thank you to the Finance Team (in 2020): Treasurer Matthew Moll, Mary Young, Meriel Beattie, Tony Cockeram and Neil Towers. Thank you to everyone at King's Church who have given faithfully to work each year. Thanks to God for His amazing provision.

Penwortham Free Methodist Church

Annual Accounts for the year ended 31 December 2020

(Registered charity number 701133)

Section G Statement of Financial Activities

		Unrestricted fund £	Restricted funds £	Total Funds 31 December 2020 £	Total Funds 31 December 2019 £
<i>Notes</i>					
Incoming resources					
<i>Voluntary Income :</i>					
Donations & Grants		53,056		53,056	66,375
Tax Refunds		12,063		12,063	15,357
Interest		1,177		1,177	1,244
Manse Rent		0		0	6,418
Office Rent		1,000		1,000	0
Misc. Income		75		75	3,388
 <i>Charitable Activities :</i>					
Ministry Income		1,385		1,385	3,388
Designated Income			1,227	1,227	3,929
Total Incoming Resources		<u>68,756</u>	<u>1,227</u>	<u>69,983</u>	<u>100,099</u>
 Resources Expended					
Charitable activities					
Staff Costs	3.2	31,892		31,892	33,294
Church Personnel Expenses		1,245		1,245	565
Manse Costs		2,509		2,509	1,371
Church Services		2,471		2,471	10,451
Operating Expenses	4	3,592		3,592	4,965
Ministries (inc catering)	5	6,161		6,161	18,228
Gifts and Tithing		7,940		7,940	12,600
Designated Giving Expenditure			1,323	1,323	4,785
Depreciation (after Donations/Grants w/off)		2,808		2,808	3,541
Governance Costs	6	6,110		6,110	6,555
Total Resources Expended		<u>64,728</u>	<u>1,323</u>	<u>66,051</u>	<u>96,355</u>
Net Incoming Resources for the year		4,028		4,028	4,600
Net Resources Expended			-96	-96	-856
Balances brought forward at 1 January 2020		<u>264,219</u>	<u>11,267</u>	<u>275,486</u>	<u>271,742</u>
Balances carried forward at 31 December 2020		<u>268,247</u>	<u>11,171</u>	<u>279,418</u>	<u>275,486</u>

Penwortham Free Methodist Church
Annual Accounts
for the year ended 31 December 2020

(Registered charity number 701133)

Section H		Balance sheet		
	<i>Notes</i>	2020 £	2019 £	
Fixed Assets				
Tangible Fixed Assets				
Moorhey Drive	7.4	180,000	180,000	
Minibus (After Donations)		1,508	3,316	
Equipment and Refurbishment (Less Grants received)	7.3	<u>2,777</u>	<u>675</u>	
		<u>184,285</u>	<u>183,991</u>	
Current Assets				
Debtors, repayments and Accrued Income	8	1,991	4,811	
Cash at Bank and in Hand		94,486	89,121	
		<u>96,477</u>	<u>93,932</u>	
Accruals	9	1,344	2,437	
Net Current Assets		<u>95,133</u>	<u>91,495</u>	
Total Assets less Current Liabilities		<u>279,418</u>	<u>275,486</u>	
Funds				
Unrestricted				
General Funds		88,247	84,219	
Designated Funds				
Property		180,000	180,000	
Building	10	10,171	10,171	
Restricted Funds	11	1,000	1,096	
		<u> </u>	<u> </u>	
Total Funds		<u>279,418</u>	<u>275,486</u>	

The notes on page 7 to 11 form part of these accounts

Declaration

I approve the above accounts and sign on behalf of the Trustees.


 Gordon Wardman : Chair of the Trustees

Note 1 Basis of preparation**1 Basis of accounting**

These accounts have been prepared on the basis of historic cost in accordance with Accounting Standards, Accounting and Reporting by Charities – Statement of Recommended practice (SORP 2015 FRSSEE) and the Charities Act 2011. There has been no change to the accounting policies since last year.

2 Accounting policies *Please see Section I Note (1) for the detailed accounting policies applied by the charity.***3.1 Independent Examiners Fees**

The amount payable for the year will be £500 .

3.2 UK Staff costs

	2020 £	2019 £
Stipends, salaries and NHI - (Pastor)	22,643	0
Stipends, salaries &NHI (Family Worker)		11,349
Youth Worker	0	16,193
Admin Secretary	7,269	4,320
Pension costs	<u>1,980</u>	<u>1,432</u>
	<u>31,892</u>	<u>33,294</u>

No employees earned over £50000 p.a. in 2020 or 2019
Average number of employees in the year was 2

4 Operating Expenses

Office Rent	1,880	1,295
Other Rent Charges	900	1,890
Advertising	500	
Recruitment	0	896
Zoom Costs	180	
Other Expenses	<u>132</u>	<u>884</u>
	<u>3,592</u>	<u>4,965</u>

5 Ministries

Catering	112	910
Chinese Ministries	0	545
Minibus	1,219	3,479
Evangelism	60	18
Emergency and Contingency Fund	650	
Job Club	2,083	3,611
Media/Worship	1,389	187
Stewarding	79	
Toddlers	12	1,560
Children	288	4,879
Youth	149	2,991
Miscellaneous	<u>120</u>	<u>48</u>
	<u>6,161</u>	<u>18,228</u>

6 Governance Costs

FM Conference payments	4,424	4,824
Liability Insurance	744	738
Independent Examiner	500	500
DBS & Miscellaneous	<u>442</u>	<u>493</u>
	<u>6,110</u>	<u>6,555</u>

Section I**Notes to the accounts (continued)****7 Tangible fixed assets****7.1 Cost or valuation**

	Unrestricted Freehold Property	Equipment /Refurb.	Minibus	Total
	£	£	£	£
at 1 January 2020	<u>180,000</u>	23,696	<u>7,232</u>	210,928
Old Equipment written off		<u>22,796</u>		<u>22,796</u>
	<u>180,000</u>	900	<u>7,232</u>	188,132
Additions		<u>3,102</u>		<u>3,102</u>
at 31 December 2020	<u>180,000</u>	<u>4,002</u>	<u>7,232</u>	<u>191,234</u>

The Property is shown at its market revaluation amount.
Old equipment with a nil value has been totally written off

7.2 Accumulated depreciation and replacement provisions

Capital equipment is depreciated on a straight line basis over four years. .

at 1 January 2020	--	23,021	<u>3,916</u>	26,937
Accumulated charge written off		<u>22,796</u>		<u>22,796</u>
		225	3,916	4,141
charge for year		<u>1,000</u>	<u>1,808</u>	<u>2,808</u>
at 31 December 2020	-	<u>1,225</u>	<u>5,724</u>	<u>6,949</u>

7.3 Net book values

at 31 December 2020	<u>180,000</u>	<u>2,777</u>	<u>1,508</u>	<u>184,285</u>
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7.4 Property Valuation

The property of 42 Moorhey Drive was re-valued in 2011 and has been shown at its valuation of £ 180,000.

8 Debtors and prepayments

Analysis of debtors and prepayments falling due within one year.

	<u>2020</u>	<u>2019</u>	
	£	£	
Prepayments			
Insurance paid in advance	721	720	
Manse Insurance	309	298	
Gift Aid Due	669	1,640	
Other prepayments/debtors	183	1,603	
Loan to Church Members	0	550	(Written off)
Total	<u>1,882</u>	<u>4,811</u>	

9. Creditors and Accruals

	<u>2020</u>	<u>2019</u>
	£	£
Independent Examiners fee	500	500
Property Rent	108	1,349
Advertising	500	
Other Creditors	236	588
Total	<u>1,344</u>	<u>2,437</u>

10 Restricted Funds

	<u>2020</u>	<u>2019</u>
	£	£
Balance at 1.1.20	1,096	1,990
Income	1,227	3,891
Paid out during year	<u>(1,323)</u>	<u>4,785</u>
Balance at 31.12.20	<u>1,000</u>	<u>1,096</u>

11 Designated Building Fund

	<u>2020</u>	<u>2019</u>
	£	£
Balance at 1.1.20	10,171	10,133
Restricted Giving in Year	<u>0</u>	<u>38</u>
Balance at 31.12.20	<u>10,171</u>	<u>10,171</u>

1 ACCOUNTING POLICIES**INCOMING RESOURCES**

Grants, donations and investment income are included in the Statement of Financial Activities (SOFA) when the charity becomes entitled to the resources and any conditions for performance, delivery or receipt are met; and the trustees are reasonably certain they will receive it; and the trustees are reasonably certain that the monetary value can be measured.

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SOFA.

Incoming resources from tax claims are included on the SOFA at the same time as the gifts to which they relate.

EXPENDITURE AND LIABILITIES

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance costs include payments to FMC (UK), insurance and the costs of the preparation and examination of statutory accounts.

ASSETS

Tangible fixed assets have this year been capitalised if they can be used for more than one year. They are valued at cost less provision for depreciation over a 4 year period.. Several small items of equipment have been treated as revenue expenses and included in Pastoral Expenses

2 ADDITIONAL DISCLOSURES

The charity does not have any material commitments not provided for in the accounts.

The charity has not given any guarantees to third parties that could be called on at year end

Sufficient resources are held in an appropriate form to enable each fund to be applied in accordance with the restrictions imposed.

3 FRSSE 2015

The accounts have been prepared on an income and expenditure basis in accordance with Financial Reporting for Small Entities (FRSSE) as directed from 1st January 2015.

Penwortham Free Methodist Church
Independent Examiner's report to the Trustees of
Penwortham Free Methodist Church

We report on the accounts of the charity for the year ended 31 December 2020 which are set out on pages 1 to 6. Charity number 701133.

Respective responsibilities of trustees and examiner

the charity's trustees you are responsible for the preparation of the accounts; you consider that the audit requirement of section 144 (2) of the Charities Act 2011 (the act) does not apply and that an independent examination is needed.

It is our responsibility to a) examine the accounts (under section 145 of the Act); b) to follow the procedures laid down in the General Directions given by the Charity Commissioners under section 145 (a) of the Act: and c) to state whether particular matters have come to our attention.

Basis of independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commissioners. 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 seeking 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 we do not express an audit opinion on the accounts.

Independent examiner's report

In the course of our examination, no matter has come to our attention: :

- 1) which gives us reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that
 - a) proper accounting records are kept (in accordance with section 130 of the 2011 Act); and
 - b) accounts are prepared which agree with the accounting records and comply with the accounting requirements of the Act;or
- 2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Michael J Sullivan FFA FFTA FIPA
Financial Accountants
24 Kingsway West
Penwortham
Preston
PR1 0LA

30/03/2021