

DRUMREAGH PRESBYTERIAN CHURCH
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023

DRUMREAGH PRESBYTERIAN CHURCH

CONTENTS

	Page
Charity information	1
Statement of Trustees responsibilities	2
Independent examiner's report	3
Statement of financial activities	4
Balance sheet	5
Notes to the financial statements	6 - 14

DRUMREAGH PRESBYTERIAN CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Rev. Richard Murray Mr J Walker Mr W Fulton Mr J Christie Mr C Nevin Mr C T Scott Mr T J Craig Mr R J Henry Mr R Eakin Mr D McBride Mr James Gault Mr William Scott
Charity number	NIC105565
Principal address	104 Bann Road Ballymoney Co. Antrim BT53 7NA
Independent examiner	Dr R I Peters Gallagher, OBE, FCA Moore (NI) LLP 32 Lodge Road Coleraine Co Londonderry BT52 1NB
Bankers	Danske Bank 6 High Street Ballymoney Co. Antrim BT53 6AD
Solicitors	Thomas Taggart & Sons Ltd 27 Church Street Ballymoney County Antrim BT53 6HS

DRUMREAGH PRESBYTERIAN CHURCH

STATEMENT OF TRUSTEES RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2023

The Church Session is responsible for preparing the Trustees' Report and the Financial Statements in accordance with applicable law and regulations.

The law applicable to charities in the Northern Ireland requires the Church Session to prepare financial statements for each financial year. Under that law the Church Session has prepared the financial statements in accordance with Generally Accepted Accounting Practice in the United Kingdom (accounting standards issued by the Financial Reporting Council in the UK, including Charities SORP (FRS 102) "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" and promulgated by the Institute of Chartered Accountants in the United Kingdom and United Kingdom Law) Under that law the Church Session must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of the affairs of the charity and of the statement of financial activities of the charity for that period.

In preparing the financial statements the Trustees are required to:

- select suitable accounting policies and then apply them consistently
- make judgements and estimates that are reasonable and prudent
- state whether the financial statements have been prepared in accordance with applicable Accounting Standards and identify the standards in question, subject to any material departures being disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Funds will continue in operation.

The Church Session is responsible for keeping accounting records that are sufficient to show and explain the Parish's transactions and disclose with reasonable accuracy at any time the financial position of the Parish and enable them to ensure that the financial statements comply with the Charities Act (Northern Ireland) 2008, the Charity (Accounts and Reports) Regulations (Northern Ireland) 2015 and the provision of the Constitution of the Presbyterian Church in Ireland. They are also responsible for safeguarding the assets of the Church and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement as to disclosure to our examiners

In so far as the Trustees are aware at the timing of approving our Trustees' annual report:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the Trustees have taken all steps that they ought to have taken to make themselves aware of any relevant information and to establish that the Church's independent examiner is aware of that information.

Independent Examiners

Dr R I Peters Gallagher, of, Moore (NI) LLP, have indicated her willingness to continue in office, and a resolution concerning her reappointment will be proposed at the Trustees meeting on 30th May 2024.

DRUMREAGH PRESBYTERIAN CHURCH

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF DRUMREAGH PRESBYTERIAN CHURCH

I report on the accounts of the Church for the year ended 31 December 2023, which are set out on pages 4 to 14.

Respective responsibilities of Trustees and examiner

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the Charities Act (Northern Ireland) 2008.

It is my responsibility to:

- (i) examine the accounts under section 65 of the Charities Act
- (ii) follow the procedures laid down in the general directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the Charities Act
- (iii) to state whether particular matters have come to my attention.

Basis of independent examiner's report

I have examined your charity accounts as required under section 65 of the Charities Act and my examination was carried out in accordance with the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the Charities Act. The examination included a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also included consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as charity trustees concerning any such matters.

My role is to state whether any material matters have come to our attention giving us cause to believe:

- 1. That accounting records were not kept in accordance with section 63 of the Charities Act
- 2. That the accounts do not accord with those accounting records
- 3. That the accounts do not comply with the accounting requirements of the Charities Act
- 4. That there is further information needed for a proper understanding of the accounts to be reached.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am registered as a member of Chartered Accountants Ireland which is one of the listed bodies.

I have completed my examination and have no concerns in respect of the matters (1) to (4) listed above and, in connection with following the Directions of the Charity Commission for Northern Ireland, I have found no matters that require drawing to your attention.



Dr R I Peters Gallagher, OBE, FCA

Chartered Accountant
Moore (NI) LLP
32 Lodge Road
Coleraine
Co Londonderry
BT52 1NB

Dated: 15 October 2024

DRUMREAGH PRESBYTERIAN CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2023

	Unrestricted funds	Restricted funds designated	Restricted funds general	Total	Unrestricted funds	Restricted funds designated	Restricted funds general	Total
	2023	2023	2023	2023	2022	2022	2022	2022
	£	£	£	£	£	£	£	£
Income and endowments from:								
Donations and legacies	163,439	-	160,248	323,687	134,765	-	186,697	321,462
Charitable activities	-	-	700	700	-	-	700	700
Investments	1,032	-	84	1,116	494	-	315	809
Dromore Presbyterian Church funds transferred in	-	-	18,823	18,823	25,601	10,000	87,126	122,727
Other income	933	-	198,618	199,551	24	-	9,438	9,462
Total income	165,404	-	378,473	543,877	160,884	10,000	284,276	455,160
Charitable activities	168,501	1,000	136,772	306,273	139,721	-	157,402	297,123
Net income/(expenditure)	(3,097)	(1,000)	241,701	237,604	21,163	10,000	126,874	158,037
Transfers between funds	(349,250)	-	349,250	-	(2,056,849)	-	2,056,849	-
Net movement in funds	(352,347)	(1,000)	590,951	237,604	(2,035,686)	10,000	2,183,723	158,037
Reconciliation of funds:								
Fund balances at 1 January 2023	439,353	10,000	2,263,063	2,712,416	2,475,039	-	79,340	2,554,379
Fund balances at 31 December 2023	87,006	9,000	2,854,014	2,950,020	439,353	10,000	2,263,063	2,712,416

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

DRUMREAGH PRESBYTERIAN CHURCH

BALANCE SHEET

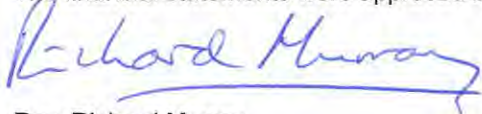
AS AT 31 DECEMBER 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		2,800,198		2,831,122
Current assets					
Debtors	12	43,903		38,786	
Cash at bank and in hand		109,405		233,257	
		<u>153,308</u>		<u>272,043</u>	
Creditors: amounts falling due within one year	13	3,486		46,124	
Net current assets			<u>149,822</u>		<u>225,919</u>
Total assets less current liabilities			<u>2,950,020</u>		<u>3,057,041</u>
Creditors: amounts falling due after more than one year	15		-		(344,625)
Net assets			<u><u>2,950,020</u></u>		<u><u>2,712,416</u></u>
The funds of the Church					
Restricted income funds - general	16		2,854,014		2,263,063
Restricted income funds - designated	17		9,000		10,000
Unrestricted funds			87,006		439,353
			<u><u>2,950,020</u></u>		<u><u>2,712,416</u></u>

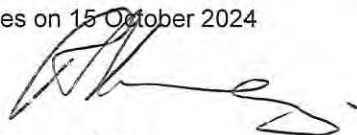
Dromore Presbyterian Church has merged with Drumreagh Presbyterian Church and was dissolved at 31/10/22. On 7/11/22 £122,726.72 was transferred to Drumreagh Presbyterian Church - £25,601 of this is unrestricted funds. £10,000 is to be held by Drumreagh for the upkeep of Moody Grave. The remainder was transferred to Drumreagh Building Fund.

The balance of £18,699.07 in Progressive Building Society from Dromone Presbyterian Church was transferred along with interest received of £124.29 to Drumreagh Presbyterian Church Building Fund in the year ended 31/12/23. The Church Assets including the Church, hall and land were held by Dromone Presbyterian Church. When these were sold, the proceeds of £130,000 were donated to Drumreagh Presbyterian Church in year ended 31/12/23.

The financial statements were approved by the Trustees on 15 October 2024



Rev. Richard Murray
Trustee



Mr R J Henry
Trustee

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

Charity information

Drumreagh Presbyterian Church is a unincorporated entity governed by a Constitution.

1.1 Accounting convention

These accounts have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for charities applying FRS 102, the Charities Act (Northern Ireland) 2008 and UK Generally Accepted Accounting Practice as it applies from 1 January 2015. The Church is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Church. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Church has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors or grantors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the Church.

1.4 Income

Income is recognised when the Church is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Church has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Church has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

These accounts for the year ended 31 December 2023 for Drumreagh Presbyterian Church are prepared in accordance with FRS 102, The Financial Reporting Standard applicable in the UK and Republic of Ireland.

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	2% reducing balance
Fixtures and fittings	4% - 20% reducing balance

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the Church reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The Church has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Church's balance sheet when the Church becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Church's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

Termination benefits are recognised immediately as an expense when the Church is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the Church's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Income from charitable activities

	Restricted funds 2023 £	Restricted funds 2022 £
Charitable rental income	700	700

4 Income from investments

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Interest receivable	1,032	84	1,116	494	315	809

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

5 Donations and legacies

	Unrestricted funds	Restricted funds general	Total 2023	Total 2022
	£	£	£	£
Donations and gifts	163,439	-	163,439	134,765
Other	-	160,248	160,248	186,697
	<u>163,439</u>	<u>160,248</u>	<u>323,687</u>	<u>321,462</u>
For the year ended 31 December 2022	<u>134,765</u>	<u>186,697</u>		<u>321,462</u>

6 Other income

	Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Released from endowment funds	-	1,000	1,000	-	-	-
Net gain on disposal of tangible fixed assets	-	176,237	176,237	-	-	-
Other income	933	21,381	22,314	24	9,438	9,462
	<u>933</u>	<u>198,618</u>	<u>199,551</u>	<u>24</u>	<u>9,438</u>	<u>9,462</u>

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

7 Charitable activities

	2023 £	2022 £
Staff costs	87,928	69,002
Depreciation and impairment	82,237	82,110
Rental property expenses	490	2,763
Missions and other groups	43,371	45,286
Repairs and maintenance	9,227	26,508
Insurance	6,081	5,621
Heat and Light	15,417	13,312
Admin costs	3,962	5,589
Stationery and printing	2,345	3,183
Rates	2,533	2,045
Financial charges	18,932	17,146
General expenses	30,114	24,558
Other charitable expenditure	3,636	-
	<u>306,273</u>	<u>297,123</u>
	<u>306,273</u>	<u>297,123</u>
Analysis by fund		
Unrestricted funds	168,501	
Restricted funds - designated	1,000	
Restricted funds - general	136,772	
	<u>306,273</u>	
For the year ended 31 December 2022		
Unrestricted funds		139,721
Restricted funds - general		157,402
		<u>297,123</u>

8 Trustees

None of the Trustees (or any persons connected with them), other than Rev. Richard Murray, received any remuneration or benefits from the Church during the year.

9 Employees

The average monthly number of employees during the year was:

2023 Number	2022 Number
<u>1</u>	<u>1</u>

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

9 Employees (Continued)

Employment costs	2023 £	2022 £
Wages and salaries	<u>87,928</u>	<u>69,002</u>

There were no employees whose annual remuneration was more than £60,000.

Drumreagh Presbyterian Church has one employee which is the Music Coordinator. Staff costs include the cost of the Music Coordinator, the ministers' wages and caretaker costs. Although the wages of are paid by Drumreagh Presbyterian Church, the minister of the church is an employee of the Presbyterian Church in Ireland, and is therefore not reflected in the employee numbers of Drumreagh Presbyterian Church.

10 Taxation

The charity is exempt from taxation on its activities because all its income is applied for charitable purposes.

11 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Total £
Cost			
At 1 January 2023	2,890,272	235,934	3,126,206
Additions	29,254	30,142	59,396
Disposals	(8,082)	-	(8,082)
At 31 December 2023	<u>2,911,444</u>	<u>266,076</u>	<u>3,177,520</u>
Depreciation and impairment			
At 1 January 2023	208,244	86,841	295,085
Depreciation charged in the year	52,609	29,628	82,237
At 31 December 2023	<u>260,853</u>	<u>116,469</u>	<u>377,322</u>
Carrying amount			
At 31 December 2023	<u>2,650,591</u>	<u>149,607</u>	<u>2,800,198</u>
At 31 December 2022	<u>2,682,028</u>	<u>149,094</u>	<u>2,831,122</u>

12 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	<u>43,903</u>	<u>38,786</u>

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

17 Restricted funds - designated

These are restricted funds which are material to the Church's activities.

	At 1 January 2023	Incoming resources	Resources expended	At 31 December 2023
	£	£	£	£
	10,000	-	(1,000)	9,000
	<u>10,000</u>	<u>-</u>	<u>(1,000)</u>	<u>9,000</u>
Previous year:	At 1 January 2022	Incoming resources	Resources expended	At 31 December 2022
	£	£	£	£
	-	10,000	-	10,000
	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>10,000</u>

18 Analysis of net assets between funds

	Unrestricted funds	Restricted funds designated	Restricted funds	Total
	2023	2023	2023	2023
	£	£	£	£
Fund balances at 31 December 2023 are represented by:				
Tangible assets	-	-	2,800,198	2,800,198
Current assets/(liabilities)	87,006	9,000	53,816	149,822
	<u>87,006</u>	<u>9,000</u>	<u>2,854,014</u>	<u>2,950,020</u>
	<u>87,006</u>	<u>9,000</u>	<u>2,854,014</u>	<u>2,950,020</u>
	Unrestricted funds	Restricted funds designated	Restricted funds	Total
	2022	2022	2022	2022
	£	£	£	£
Fund balances at 31 December 2022 are represented by:				
Tangible assets	-	-	2,831,122	2,831,122
Current assets/(liabilities)	439,353	10,000	(223,434)	225,919
Long term liabilities	-	-	(344,625)	(344,625)
	<u>439,353</u>	<u>10,000</u>	<u>2,263,063</u>	<u>2,712,416</u>
	<u>439,353</u>	<u>10,000</u>	<u>2,263,063</u>	<u>2,712,416</u>

DRUMREAGH PRESBYTERIAN CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2023

19 Unrestricted funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:-

- £10,000 held by Drumreagh for the upkeep of Moody Grave.

	At 1 January 2023	Incoming resources	Resources expended	Transfers	At 31 December 2023
	£	£	£	£	£
General funds	439,353	165,404	(168,501)	(349,250)	87,006

Previous year:	At 1 January 2022	Incoming resources	Resources expended	Transfers	At 31 December 2022
	£	£	£	£	£
General funds	2,475,039	160,884	(139,721)	(2,056,849)	439,353

20 Analysis of changes in net funds/(debt)

	At 1 January 2023	Cash flows	At 31 December 2023
	£	£	£
Cash at bank and in hand	233,257	(123,852)	109,405
Loans falling due within one year	(38,292)	38,292	-
Loans falling due after more than one year	(344,625)	344,625	-
	(149,660)	259,065	109,405