

Charity registration number: 104483

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Annual Report and Financial Statements

for the Year Ended 31 December 2022

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

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Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Reference and Administrative Details

Trustees

Mr Noel Condry
Mr Ralph Jones
Rev Jackie Spence
Mr Nigel McMullan
Dr Evan Sharkey
Mr Andrew Condry
Mr Nigel Condry
Mr Michael Jones

Charity Registration Number

104483

Principal Office

4 Clontycklevin Road
Dungannon

Independent Examiner

Thomas Oliver and Associates Limited
Certified Public Accountant
1 Moygashel Mills Park
Dungannon

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Trustees' Report

The trustees present the annual report together with the financial statements of the charity for the year ended 31 December 2022.

Objectives and activities

Objects and aims

The Church provides benefit to its members and the general public by making known the Christian Gospel of the Lord Jesus Christ through the advancement of religion.

Public benefit

The congregation meets for worship every Sunday and visitors are welcome to join. The Sacrament of the Lord's Supper is observed on several occasions during the year and all those who have been baptised and who have made a profession of faith in the Lord Jesus Christ are admitted to the Lord's Supper. The congregation holds regular bible study meetings and has a wide range of organisations including:-

- Sunday School
- Youth Club
- Creche
- Junior Christian Endeavour
- Young People's Christian Endeavour
- Young Adult's Christian Endeavour
- Senior Christian Endeavour
- PW (Presbyterian Women)
- Ladies Keep Fit Classes
- Mens's football and tennis table.
- Connect

The trustees confirm that they have complied with the requirements of the Charities Act (Northern Ireland) 2008 to have due regard to the public benefit guidance published by the Charity Commission for Northern Ireland.

Financial review

Within our balance sheet there is a bank loan amount of £ 284,958 owing, which had to taken out by the Church due to banking procedures, which has resulted in a negative balance sheet. This loan relates to a building which is held by Clonaneese Development Group (NI653030) with a Net Book Value of £ 646,945. Donations were made in previous years to Clonaneese Development Group to facilitate the construction of the building. Clonaneese Development Group is controlled by Upper Clonaneese Congregation of the Presbyterian Church in Ireland trustees.

Structure, governance and management

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Trustees' Report (continued)

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The annual report was approved by the trustees of the charity on 17 October 2023 and signed on its behalf by:



Rev Jackie Spence
Trustee



Dr Evan Sharkey
Trustee

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

The law applicable to charities requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:


- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures 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 charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act (Northern Ireland) 2008, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 17 October 2023 and signed on its behalf by:


.....
Rev Jackie Spence
Trustee


.....
Dr Evan Sharkey
Trustee

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Independent Examiner's Report to the trustees of Upper Clonaneese Congregation of the Presbyterian Church in Ireland

I report to the trustees on my examination of the accounts of Upper Clonaneese Congregation of the Presbyterian Church in Ireland for the year ended 31 December 2022.

Responsibilities and basis of report

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

It is my responsibility to

- examine the accounts under section 65 of the Charities Act
- follow the procedures laid down in the general Directions given by the Commission under section 65(9)(b) of the Charities Act
- 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 Charities Commission for Northern Ireland under section 65 (9)(b) of the Charities Act.

My examination included the 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 my attentions giving me 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

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



Thomas Oliver and Associates Limited
Certified Public Accountant

1 Moygashel Mills Park
Dungannon

17 October 2023

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2022 £
Income and Endowments from:					
Donations and legacies		67,438	70,513	-	137,951
Other trading activities		-	3,030	-	3,030
Investment income	4	174	164	-	338
Other income		1,978	7,206	-	9,184
Total income		69,590	80,913	-	150,503
Expenditure on:					
Charitable activities		(1,224)	-	-	(1,224)
Other expenditure	7	(74,112)	(55,671)	-	(129,783)
Total expenditure		(75,336)	(55,671)	-	(131,007)
Net (expenditure)/income		(5,746)	25,242	-	19,496
Net movement in funds		(5,746)	25,242	-	19,496
Reconciliation of funds					
Total funds brought forward		(224,455)	47,390	27,445	(149,620)
Total funds carried forward	16	(230,201)	72,632	27,445	(130,124)
	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2021 £
Income and Endowments from:					
Donations and legacies		61,151	70,773	-	131,924
Other trading activities		-	5,250	-	5,250
Investment income	4	103	111	-	214
Other income		1,177	1,987	-	3,164
Total income		62,431	78,121	-	140,552
Expenditure on:					
Charitable activities		(1,476)	-	-	(1,476)
Other expenditure	7	(234,886)	(31,398)	-	(266,284)
Total expenditure		(236,362)	(31,398)	-	(267,760)
Net (expenditure)/income		(173,931)	46,723	-	(127,208)
Net movement in funds		(173,931)	46,723	-	(127,208)
Reconciliation of funds					
Total funds brought forward		(50,523)	666	27,445	(22,412)
Total funds carried forward	16	(224,454)	47,389	27,445	(149,620)

All of the charity's activities derive from continuing operations during the above two periods.

The notes on pages 9 to 17 form an integral part of these financial statements.

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Statement of Financial Activities for the Year Ended 31 December 2022 (continued)

The funds breakdown for 2021 is shown in note 16.


Upper Clonaneese Congregation of the Presbyterian Church in Ireland

(Registration number: 104483) Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	27,520	16,802
Current assets			
Cash at bank and in hand	14	127,314	130,212
Creditors: Amounts falling due within one year	15	<u>(284,958)</u>	<u>(296,634)</u>
Net current liabilities		<u>(157,644)</u>	<u>(166,422)</u>
Net liabilities		<u>(130,124)</u>	<u>(149,620)</u>
Funds of the charity:			
Endowment funds		27,445	27,445
Restricted income funds			
Restricted funds		72,632	47,389
Unrestricted income funds			
Unrestricted funds		<u>(230,201)</u>	<u>(224,454)</u>
Total funds	16	<u>(130,124)</u>	<u>(149,620)</u>

The financial statements on pages 6 to 17 were approved by the trustees, and authorised for issue on 17 October 2023 and signed on their behalf by:


Rev Jackie Spence
Trustee


Dr Evan Sharkey
Trustee

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

Upper Clonaneese Congregation of the Presbyterian Church in Ireland meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

2 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Donations from individuals	54,819	58,901	113,720
Gift aid reclaimed	12,619	9,196	21,815
Grants, including capital grants;			
Grants from other charities	-	2,416	2,416
Total for 2022	67,438	70,513	137,951
Total for 2021	61,151	70,773	131,924

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

3 Income from other trading activities

	Restricted funds £	Total funds £
Events income;		
Other events income	3,030	3,030
Total for 2022	3,030	3,030
Total for 2021	5,250	5,250

4 Investment income

	Unrestricted funds General £	Restricted funds £	Total funds £
Interest receivable and similar income;			
Interest receivable on bank deposits	174	164	338
Total for 2022	174	164	338
Total for 2021	103	111	214

5 Other income

	Unrestricted funds General £	Restricted funds £	Total funds £
Organisations other income	1,978	3,156	5,134
Rental income	-	4,050	4,050
Total for 2022	1,978	7,206	9,184
Total for 2021	1,177	1,987	3,164

6 Expenditure on charitable activities

	Note	Unrestricted funds General £	Total funds £
Governance costs		1,224	1,224
Total for 2021		1,476	1,476

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

7 Other expenditure

	Note	Unrestricted funds General £	Restricted funds £	Total funds £
Staff costs				
Wages and salaries		25,282	-	25,282
Social security		3,327	-	3,327
Pension costs		6,068	-	6,068
Other staff costs		4,859	-	4,859
Depreciation, amortisation and other similar costs		-	8,573	8,573
Other resources expended		34,576	47,098	81,674
Total for 2022		74,112	55,671	129,783
Total for 2021		234,886	31,398	266,284

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	1,224	1,224
Total for 2022	1,224	1,224
Total for 2021	1,476	1,476

9 Net incoming/outgoing resources

Net incoming/(outgoing) resources for the year include:

	2022 £	2021 £
Depreciation of fixed assets	8,573	4,115

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

10 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	25,282	24,725
Social security costs	3,327	3,090
Pension costs	6,068	5,934
Other staff costs	4,859	4,771
	<u>39,536</u>	<u>38,520</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Minister	<u>-</u>	<u>1</u>

No employee received emoluments of more than £60,000 during the year

11 Independent examiner's remuneration

	2022 £	2021 £
Examination of the financial statements	<u>1,224</u>	<u>1,476</u>

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

13 Tangible fixed assets

	Furniture and equipment £	Total £
Cost		
At 1 January 2022	23,576	23,576
Additions	19,292	19,292
At 31 December 2022	42,868	42,868
Depreciation		
At 1 January 2022	6,774	6,774
Charge for the year	8,574	8,574
At 31 December 2022	15,348	15,348
Net book value		
At 31 December 2022	27,520	27,520
At 31 December 2021	16,802	16,802

14 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	612	443
Cash at bank	126,702	129,769
	127,314	130,212

15 Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans	284,958	296,634

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

16 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds				
General	(224,455)	69,590	(75,336)	(230,201)
Restricted funds	47,390	80,913	(55,671)	72,632
Endowment funds				
Expendable	27,445	-	-	27,445
Total funds	<u>(149,620)</u>	<u>150,503</u>	<u>(131,007)</u>	<u>(130,124)</u>
	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Balance at 31 December 2021 £
Unrestricted funds				
General	(50,523)	62,431	(236,362)	(224,454)
Restricted funds	666	78,121	(31,398)	47,389
Endowment funds				
Expendable	27,445	-	-	27,445
Total funds	<u>(22,412)</u>	<u>140,552</u>	<u>(267,760)</u>	<u>(149,620)</u>

Upper Clonaneese Congregation of the Presbyterian Church in Ireland

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

17 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total funds at 31 December 2022 £
Tangible fixed assets	-	27,520	-	27,520
Current assets	61,138	38,731	27,445	127,314
Current liabilities	(284,958)	-	-	(284,958)
Total net assets	(223,820)	66,251	27,445	(130,124)
	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total funds at 31 December 2021 £
Tangible fixed assets	-	16,802	-	16,802
Current assets	(392,755)	495,522	27,445	130,212
Current liabilities	(296,634)	-	-	(296,634)
Total net assets	(689,389)	512,324	27,445	(149,620)

18 Analysis of net funds

	At 1 January 2022 £	At 31 December 2022 £
Cash at bank and in hand	130,212	130,212
Net debt	130,212	130,212
	At 1 January 2021 £	At 31 December 2021 £
Cash at bank and in hand	112,411	112,411
Net debt	112,411	112,411