

Strathaven Evangelical Church (SCIO)

Annual Report and Accounts

Year Ended 31 March 2022

Scottish Charity No. SC049920

Strathaven Evangelical Church (SCIO)

Contents of the Accounts *for the Year Ended 31 March 2022*

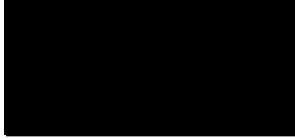
	Page
Church Information	1
Report of the Trustees	2 - 4
Report of the Independent Examiner	5
Statement of Receipts and Payments	6
Statement of Balances	7
Notes to the Accounts	8 - 13

Strathaven Evangelical Church (SCIO)

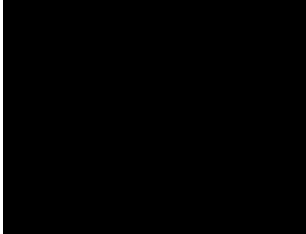
Church Information *for the Year Ended 31 March 2022*

Trustees

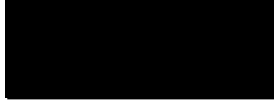
At 31 March 2022



At signing date of Accounts



Principal Address and OSCR Contact Address



Website www.strathavenevangelical.org

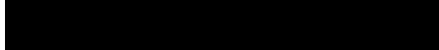
Bankers

Bank of Scotland
The Direct Business Bank
PO Box 17235
Edinburgh
EH11 1YH

Solicitors

Holmes Mackillop
109 Douglas Street
Blythswood Square
Glasgow
G2 4HB

Independent Examiner



Aiton & Co, Chartered Accountants
Baltic Chambers
50 Wellington Street
Glasgow
G2 6HJ

Accountants

Alexander Sloan
Accountants and Business Advisers
180 St Vincent Street
Glasgow
G2 5SG

Strathaven Evangelical Church (SCIO)

Trustees' Annual Report for the Year Ended 31 March 2022

The Trustees are pleased to present the church's Report and Accounts for the year ended 31 March 2022. The comparative figures as shown on pages 6 to 13 represent merged Accounts with the unincorporated charity, Strathaven Evangelical Church (Scottish Charity No. SC003368).

Status of Charity and Governing Document

Strathaven Evangelical Church (SCIO) (also referred to as "SEC" or "the church") was incorporated as a SCIO on 4 February 2020 (Charity No. SC049920) and is governed by the SCIO Constitution.

Prior to obtaining SCIO status, the church's affairs were operated by Strathaven Evangelical Church (Scottish Charity No. SC003368). Consent was given by the Office of the Scottish Charity Regulator on 8 June 2021 to wind up the charity including the transfer of assets to the SCIO. At the signing date of these Accounts, the winding up process was ongoing.

Charitable Objectives and Aims

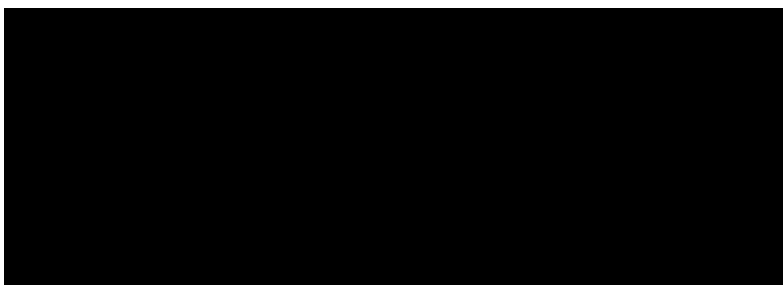
As indicated in paragraph 4 of the SCIO Constitution, the church's purpose is the advancement of the Christian faith, and in furtherance of this:

- to celebrate and promote the Christian faith, primarily in Strathaven and the surrounding area and also throughout Scotland and beyond, by all means consistent with the teachings of the Christian Bible.
- to provide education and equipping in Christian beliefs and life choices to church members and attendees, the local community and beyond.
- to provide spiritual, emotional and practical support to those in need, including church members and attendees, people within our community and beyond.
- to provide support (including financial) to individuals and agencies engaged in Christian ministries, poverty relief and educational development.
- to support and advance local community development and similar charitable purposes insofar as such purposes are not inconsistent with the above.

Trustees and organisation structure

For the purpose of charity law, the Trustees of the church are also the charity's Trustees. The church is independent and congregational in policy. The Trustees are responsible for the church's overall direction and governance and engage others in helping them to manage the day to day running of the church.

The Trustees who served during the year and up to the signing date of the Accounts were:



Appointment of Trustees

The process for the appointment of Trustees is outlined in the SCIO Constitution with Trustees expected to serve for a period of two years. Prior to their appointment, Trustees would have served the church for some time in various roles and would be familiar with the church's values, its aims and objectives as well as its day-to-day operations. As part of their induction programme, new Trustees are required to understand their statutory responsibilities and are provided with a copy of the church's last annual Accounts along with OSCR's publication, *Guidance and good practice for charity Trustees*.

Strathaven Evangelical Church (SCIO)

Trustees' Annual Report for the Year Ended 31 March 2022

Achievements and Performance

Significant highlights, events and developments of note in the year include the following:

- Following a partial easing of Covid-19 restrictions, the church resumed in person meetings on Sunday 28 March 2021 with numbers attending limited by space to 40. On Sunday 1 August 2021 and, by using seating areas of the church building that had previously been restricted, the limit on numbers attending increased to 50. On 9 August 2021, distancing restrictions for churches were lifted such that our limit increased to 100 attendees based on seating availability and appropriate spacing. The Sunday morning Service continues to be live streamed and accessible thereafter via YouTube.

Week night House Groups and prayer meetings continued via Zoom until the ending of Covid-19 restrictions.

- The church's Pastor Teacher, [REDACTED] took the lead in preaching and pastoral responsibilities aided in preaching by a number of lay preachers who are church members and by others visiting.
- On 23 June 2021, the church held its first AGM as a SCIO at which co-opted Trustees [REDACTED] and [REDACTED] were formally appointed as Trustees joining Pastor [REDACTED]. The Trustees met monthly until November 2021 and twice monthly thereafter to address many issues alongside a number of governance matters arising from the church's SCIO status including the updating of policies for Safeguarding, GDPR, Health and Safety and Fire.

The church's solicitors were engaged to transfer the title of the church building previously held by the church in its unincorporated status to the SCIO. The transfer was concluded in March 2022 although the Trustees still await receipt of the registered title in the name of the SCIO.

After a protracted application process, the church opened a new SCIO bank account in early April 2022 with the Bank of Scotland. The process is still ongoing to transfer transactions from the church's former bank account to the new bank account.

- Care for the local and wider community continued to be expressed by church members through regular donations of food to the East Kilbride Community Food Bank. From a small stock of food held in the church, emergency food packs were delivered to at least two households each week by a team from the church. At Christmas 2021, the church's Food Bank provided festive food hampers to 25 homes along with Christmas presents for children from these homes. With donations from church members, local people and community action groups, the church's Food Bank has also been able to help individuals and households with rising energy costs. This ministry has opened doors to provide pastoral care.

The church's Pastor Teacher is involved in the *Working Together 4 Avondale* community group, which brings him into contact with people in the community who have a wide variety of domestic and financial needs. From time to time, the Pastor receives referrals from Social Services or other local agencies to provide pastoral care.

- The need to establish a new Leadership Team was discussed at a Members' meeting in August 2021. A working group was formed to facilitate this process and, after a number of consultative meetings, church members voted to adopt a single tier Leadership team. At the AGM on 4 May 2022, 5 new leaders were appointed to the Leadership team, with 4 also being appointed as Trustees. The Leadership Team has 8 Leaders with 7 serving as Trustees
- Interest in worldwide Missionary work was promoted throughout the year by the church's Mission Team with various updates and reports from the church's missionary partners across the world and UK Christian agencies with whom the church has the privilege of partnering via

Strathaven Evangelical Church (SCIO)

Trustees' Annual Report for the Year Ended 31 March 2022

Achievements and Performance (continued)

financial and prayer support. Details of regular and periodic gifts to the church's partners are outlined in Note 10.

- The maintenance, repair and refurbishment of the church property was kept under constant review.
- At the date on which the Accounts were signed, the church had a membership of 80.
- Despite the ending of Covid-19 restrictions on 21 March 2022, many of the church's ministries have yet to restart however, with the pandemic receding, the Trustees look forward to the church fully resuming its varied and important ministries.

Financial Review

Principal sources of funding

The church receives its funding from church members and visitors by way of offerings and donations including Gift Aid donations.

Results for the year

The Accounts for the year are set out in pages 6 to 13. Per the *Statement of Receipts and Payments* on page 6, the church reported a Deficit for the year of £37,743 (2021 - Surplus £107,409). As indicated in Note 5, the church received an unrestricted legacy (£121,131) during the year ended 31 March 2021 from a former member. Resultantly, and with unrestricted reserves of £162,608 in the church's General Fund at 31 March 2021, church members approved a Deficit budget for the year ended 31 March 2022 at the Annual General Meeting on 23 June 2021 which included sizeable increases in the church's giving to mission organisations operating in the UK and around the world with which the church has an affinity and partnership.

Reserves Policy

It is the policy of the church to maintain Unrestricted Funds, i.e. funds not committed or invested in fixed assets, at a level which equates to approximately three months of unrestricted expenditure. This allows sufficient funds to enable the ongoing work of the church to be maintained. Per the *Statement of Balances* on page 7, the General Fund at 31 March 2022 amounted to £126,864 (2021 - £162,608) which, despite exceeding the required level, was acceptable to the Trustees in light of the legacy as mentioned above.

Grant Making Policy

The church makes grants from its income to individuals and organisations that are generally known to the Trustees and the church. The beneficiaries are involved in activities or ministries compatible with the church's objectives. Reputable bodies involved in disaster relief work would be included whenever support needs arise.

Independent Examiner

The Trustees recommend that [REDACTED] Aiton & Co, Chartered Accountants, remains in office as Independent Examiner until further notice.

This Report was approved by the Trustees on 16 August 2022 and signed on their behalf by:

[REDACTED]

Trustee

Strathaven Evangelical Church (SCIO)

Independent Examiner's Report to the Trustees of Strathaven Evangelical Church (SCIO)

I report on the Accounts of the charity for the year ended 31 March 2022 which are set out on pages 6 to 13.

Respective Responsibilities of Trustees and Examiner

The charity's Trustees are responsible for the preparation of the Accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The charity Trustees consider that the audit requirement of Regulation 10(1) (d) of the Accounts Regulations does not apply. It is my responsibility to examine the Accounts as required under Section 44(1) (c) of the Act and to state whether particular matters have come to my attention.

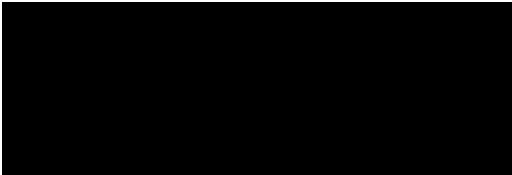
Basis of Independent Examiner's Statement

My examination was carried out in accordance with Regulation 11 of the 2006 Accounts Regulations. 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 seeks explanations from the Trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the Accounts.

Independent Examiner's Statement

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

1. which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with Section 44(1) (a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations
 - to prepare Accounts which accord with the accounting records and comply with Regulation 9 of the 2006 Accounts Regulationshave not been met, or
2. to which in my opinion, attention should be drawn in order to enable a proper understanding of the Accounts to be reached.



Aiton & Co.
Chartered Accountants
Baltic Chambers
50 Wellington Street
Glasgow
G2 6HJ

Date: 18/8/2022

Strathaven Evangelical Church (SCIO)

Statement of Receipts and Payments for the Year Ended 31 March 2022

	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Receipts					
<i>Voluntary Income</i>	5	80,331	2,985	83,316	233,865
<i>Income from Charitable Activities:</i>	6	2,391	-	2,391	1,432
<i>Other Income</i>					
Sundry Income	7	262	-	262	220
Total Receipts		82,984	2,985	85,969	235,517
Payments					
<i>Charitable Activities</i>					
Local Ministries & Activities	8	7,364	4,193	11,557	14,286
Property and Resources	9	11,347	-	11,347	17,509
National and Overseas Ministries	10	44,065	750	44,815	43,808
Staff Costs	11	52,265	-	52,265	49,805
<i>Governance Costs</i>					
Accountancy fees	12	1,686	-	1,686	1,596
Independent Examiner's fee		1,142	-	1,142	1,104
Legal and Professional fees (re SCIO conversion)		900	-	900	-
Total Payments		118,769	4,943	123,712	128,108
Net (Payments) / Receipts		(35,785)	(1,958)	(37,743)	107,409
Transfers	13	41	(41)	-	-
(Deficit) / Surplus for year		(35,744)	(1,999)	(37,743)	107,409

The Notes on pages 8 to 13 form an integral part of these Accounts.

Strathaven Evangelical Church (SCIO)

Statement of Balances *as at 31 March 2022*

	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Bank and Cash in Hand					
Opening balances		162,608	9,443	172,051	64,642
(Deficit) / Surplus for year		(35,744)	(1,999)	(37,743)	107,409
Closing Balances		126,864	7,444	134,308	172,051
Reserves					
General Fund		126,864	-	126,864	162,608
Restricted Funds		-	7,444	7,444	9,443
Closing Balances		126,864	7,444	134,308	172,051
Other Assets					
Fixed Assets	4	135,000	-	135,000	127,146
Debtors (Income Tax on Gift Aid)		1,166	-	1,166	1,258
		136,166	-	136,166	128,404
Liabilities					
Accountancy	12	1,674	-	1,674	1,563
Independent Examiner's fee		1,200	-	1,200	1,142
Professional fees	12	708	-	708	-
Creditors (Expenses)		411	-	411	401
Pastor's Expenses		108	-	108	98
Legal fees		2,510	-	2,510	-
		6,611	-	6,611	3,204

Approved by the Trustees on 16 August 2022 and signed on their behalf by:

[Redacted Signature Area]

Trustee

Trustee

The Notes on pages 8 to 13 form an integral part of these Accounts.

Strathaven Evangelical Church (SCIO)

Notes to the Accounts for the Year Ended 31 March 2022

1. Basis of Accounting

The Accounts have been prepared on a Receipts and Payments basis in accordance with the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended).

Funds

For the purpose of the *Statement of Receipts and Payments* (page 6) and the *Statement of Balances* (page 7), Funds are defined as follows:

Unrestricted funds comprise offerings, donations, grants and other income received for the objects of the church without further specified purpose and are available as General funds.

Restricted funds comprise income which has been received for the objects of the church and specified for a restricted purpose within these objects by the donor.

Note 13 on page 13 contains further information about Restricted Funds.

VAT

The church is not registered for VAT and accordingly, expenditure includes VAT where appropriate.

2. Charitable Expenditure comprises the following:

Local Ministries represent expenditure on the church's weekly activities and ministries.

Property and Resources mainly represent expenditure relating to the church's building.

National and Overseas Ministries represent the church's giving to Christian ministries, charities and individuals whose activities are compatible with the church's objectives.

Staff Costs represent the employment costs of the church's Pastor, Administrator and Cleaner.

3. Governance Costs

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the Independent Examiner's fee.

4. Fixed Assets

Fixed Assets (per page 7) of £135,000 reflect the valuation of the church building as provided by Whyte & Barrie, Chartered Surveyors on 11 February 2022. At 31 March 2021, the Accounts indicated Fixed Assets of £127,146 which included a £100,000 valuation of the church building as provided by Whyte & Barrie, Chartered Surveyors on 13 June 2003. Following the valuation of the church building on 11 February 2022, the Trustees decided that other Fixed Assets with a historic carrying value of £27,146 should be removed from Fixed Assets.

Strathaven Evangelical Church (SCIO)

Notes to the Accounts for the Year Ended 31 March 2022

5. Voluntary Income	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Offerings (by cash, cheques, BACS)	59,857	-	59,857	63,546
Income Tax on Gift Aid	13,998	94	14,092	15,348
Other Donations	6,476	2,891	9,367	33,840
Legacies	-	-	-	121,131
	80,331	2,985	83,316	233,865
6. Income from Charitable Activities	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Little Buttons	-	-	-	37
Ladies Bible Study	281	-	281	53
Use of church building	200	-	200	680
Sale of Calendars (with Bible verses) & books	343	-	343	662
Ticket income from Philippa Hanna concert	1,190	-	1,190	-
Income from film, <i>Return to the Hiding Place</i>	377	-	377	-
	2,391	-	2,391	1,432
7. Other income	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Sundry	259	-	259	220
Interest on repayment of Income Tax	3	-	3	-
	262	-	262	220

Strathaven Evangelical Church (SCIO)

Notes to the Accounts for the Year Ended 31 March 2022

8. Local Ministries	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Gifts to visiting speakers	745	-	745	250
Aspire	-	21	21	190
Children's Church	348	-	348	1,436
Children's Holiday Clubs	807	-	807	510
Little Buttons	-	-	-	332
Bible Study materials	597	-	597	558
Evangelism	-	-	-	3,058
Food Bank	-	526	526	266
Intern expenses (incl. Study course fees)	-	3,646	3,646	4,515
Advertising and Publicity	70	-	70	144
Catering	606	-	606	-
Communion Wine and Cups	114	-	114	-
Copyright Licence (Music)	1,162	-	1,162	1,230
Printing and Stationery	1,204	-	1,204	1,265
Resources for Sunday services	-	-	-	13
Software	101	-	101	66
Subscriptions	420	-	420	448
Training	-	-	-	5
Compassion UK (forwarding of concert income)	1,190	-	1,190	-
	7,364	4,193	11,557	14,286
9. Property and Resources	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Bank charges	70	-	70	-
Building repairs and maintenance	1,853	-	1,853	2,742
Cleaning services and materials	179	-	179	979
Equipment items and repairs	1,154	-	1,154	7,541
Fire Certificates	508	-	508	300
Heat and light	2,864	-	2,864	2,947
IT and website	249	-	249	249
Insurance	1,722	-	1,722	1,685
Payroll fees	336	-	336	275
Sundries	203	-	203	150
Telephone and Network	829	-	829	641
Employment pack	360	-	360	-
Professional fees (Surveyors' re Building valuation)	1,020	-	1,020	-
	11,347	-	11,347	17,509

Strathaven Evangelical Church (SCIO)

Notes to the Accounts for the Year Ended 31 March 2022

10. National and Overseas Ministries	Notes	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Beneficiaries (Regular)					
<i>Missionary Partners</i>					
Craig & Amanda Cunningham	12	1,200	-	1,200	1,200
Alan & Pat Davey		400	-	400	400
David & Brigitte Sutherland		600	-	600	600
Derek & Heidi Malcolm		400	-	400	400
<i>Ministries/Organisations</i>					
Gospel Literature Outreach		200	-	200	200
OPAL Trust Limited		1,200	-	1,200	600
Open Doors		1,200	-	1,200	1,200
Release International		1,200	-	1,200	1,200
SAT-7 UK		1,200	-	1,200	1,200
SU Scotland (Gowanbank)		1,200	-	1,200	1,000
Beneficiaries (Periodic)					
Dan Alcantara (Student Intern)		1,000	-	1,000	100
Gareth Armstrong (Student Intern)		-	-	-	500
Craig & Amanda Cunningham	12	-	-	-	100
Rev Alan Donaldson		250	-	250	-
Chris & Pam English		50	-	50	-
Oleksandr Geychenko		1,500	-	1,500	100
Waseem Khokar (Pakistan)		500	-	500	500
Avendale Old Parish Church, Strathaven		188	-	188	-
Barnabas Fund		500	-	500	-
CARE		-	-	-	100
Christianity Explored		75	-	75	75
Cornhill Scotland		-	-	-	100
Craighalbert Church (Support re Chloe Brown)		500	-	500	-
Crosslinks		100	-	100	-
FIEC		-	-	-	75
Firm Foundation Trust (Bible Commentary)		-	-	-	4,250
Foolproof Creative		100	-	100	100
Friends of Kitenga		500	-	500	-
Gospel Literature Outreach		5,000	-	5,000	-
Hope for Glasgow		500	-	500	-
Junction 12		500	-	500	620
Odessa Theological Seminary		1,000	-	1,000	4,500
OMF International		500	-	500	-
OPAL Trust Limited		5,675	-	5,675	3,875
Open Doors (India Appeal)		1,000	-	1,000	2,000
Open Doors (Christmas Project)		-	-	-	500
Pastoral Gifts (Christmas)		227	-	227	289
Release International (South Sudan Project)		3,000	-	3,000	5,000
Release International		100	-	100	-
SAT-7 UK		5,500	-	5,500	500
Scottish Bible Society		50	-	50	-
SU Scotland (General)		5,000	-	5,000	5,200
SU Scotland (Support re Valerie Sim)		200	-	200	-
SU Scotland (Gowanbank)		1,100	-	1,100	-
SU Scotland (Ayrshire)		50	-	50	-
SU International (India)		200	-	200	-
Searchlight Theatre Company		300	-	300	-
SIM International (Support re L & E Jah)		-	-	-	5,000
Solas Centre		-	-	-	150
Strathaven Community Fund		-	-	-	1,000
The Christian Institute		100	-	100	-
Others		-	-	-	104
UCCF (Support re Lynn Graham)		-	-	-	300
<i>Via Foodbank Fund</i>					
East Kilbride Community Foodbank		-	750	750	270
<i>Via Coffee & Chat Fund</i>					
The Leprosy Mission (Scotland)		-	-	-	500
		44,065	750	44,815	43,808

Strathaven Evangelical Church (SCIO)

Notes to the Accounts for the Year Ended 31 March 2022

11. Staff Costs	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Salaries (Gross)	48,605	-	48,605	45,918
Social security costs	66	-	66	-
Employer Pension	2,554	-	2,554	2,238
Pastor's Expenses	1,040	-	1,040	1,649
	52,265	-	52,265	49,805

12. Trustees' Remuneration and Related Party Transactions

In his capacity as church Pastor, [REDACTED] Trustee, received remuneration of £40,524 (2021 - £39,638) comprising gross salary and employer pension contributions.

The church have engaged [REDACTED], Accountants and Business Advisers, to provide Accountancy services and other advice. [REDACTED] Trustee until 4 May 2022, is a Partner of Alexander Sloan. In January 2022, £2,586 was paid to [REDACTED] comprising (1) £1,686 (including VAT) for preparation of the church's Accounts for the year ended 31 March 2021 and (2) £900 (including VAT) for work in relation to SCIO conversion matters. In January 2021, £1,596 (including VAT) was paid to [REDACTED] for preparation of the church's Accounts for the year ended 31 March 2020. Liabilities shown within the *Statement of Balances* on page 8 include £1,674 (including VAT) and £708 (including VAT) representing the anticipated Accountancy fees from [REDACTED] for preparation of the church's Accounts for the year ended 31 March 2022 and other Professional fees in relation to SCIO conversion matters respectively.

As shown in Note 10, [REDACTED] son and daughter-in-law of [REDACTED] Trustee until 4 May 2022, received gifts totalling £1,200 from the church's General Fund (Unrestricted) during the year ended 31 March 2022 for their personal support (2021 - £1,300). [REDACTED] serve as missionaries in Santa Cruz, Bolivia with Christian mission agencies, *Latin America Mission Canada* and *Latin Link*.

Strathaven Evangelical Church (SCIO)

Notes to the Accounts for the Year Ended 31 March 2022

13. Restricted Funds	Balance at 01.04.21 £	Receipts £	Payments £	Transfers £	Balance at 31.03.22 £
Pastor Teacher	7,385	-	(3,646)	(41)	3,698
Coffee & Chat	34	-	-	-	34
Little Buttons	21	-	-	-	21
Aspire	1,099	-	(21)	-	1,078
Food Bank	904	2,985	(1,276)	-	2,613
	9,443	2,985	(4,943)	(41)	7,444

Purposes of Restricted Funds

Pastor Teacher

Represents funds originally given to finance expenditure relating to the appointment of the church's Pastor and ongoing Pastor related costs. During the year ended 31 March 2021, the church members agreed that the Fund could be used to finance the fees of the church intern, Dan Alcantara, during his studies at Cornhill Scotland (Scottish Charity No, SC036735) in Glasgow.

Coffee & Chat

Represents income and expenditure specific to the activities of the church ministry, *Coffee & Chat* which, due to Covid-19 restrictions, was inactive during the year ended 31 March 2022.

Little Buttons

Represents income and expenditure specific to the activities of the church ministry, *Little Buttons* which, due to Covid-19 restrictions, was inactive during the year ended 31 March 2022.

Aspire

Represents income and expenditure specific to the activities of the church ministry, *Aspire*, which, due to Covid-19 restrictions, was inactive during the year ended 31 March 2022.

Food Bank Fund

Represents income and expenditure specific to the activities of the church's Food Bank ministry.