

SOUTH BEACH BAPTIST CHURCH  
REPORT AND FINANCIAL STATEMENTS  
YEAR ENDED 30 SEPTEMBER 2022

CHARITY NUMBER: SC021006

JOHN KERR & COMPANY  
CHARTERED ACCOUNTANTS

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LEGAL & ADMINISTRATIVE INFORMATION

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Trustees

Senior Pastor  
Associate Pastor  
Treasurer  
Secretary

resigned 17 November 2022

Principal Office

66a Ardrossan Road, Saltcoats, Ayrshire, KA21 5BW

Independent Examiner

Bsc CA (ICAS)

Chartered Accountants, 32a Hamilton Street, Saltcoats, KA21 5DS

Bankers

Bank of Scotland, 57 Dockhead Street, Saltcoats, Ayrshire, KA21 5EH

Solicitors

Jas Campbell & Company Solicitors, Bank of Scotland Building, 57 Dockhead Street, Saltcoats, Ayrshire, KA21 5EH

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REPORT OF TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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Constitution and Aims

South Beach Baptist Church is a registered charity in Scotland operated under its constitution. The management of the charity is the responsibility of the trustees who are elected under the constitution.

The church is a member of the Baptist Union of Scotland and its aims are to conduct public worship, and to build up the faith of those who attend, and to declare the Christian gospel to others in the community and beyond.

Report of the Trustees

The trustees have pleasure in presenting their report for the year ended 30 September 2022. This report is prepared in accordance with the Trust Deed and the recommendations of the Statement of Recommended Practice – Accounting and Reporting by Charities and complies with applicable law.

The financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), the Companies Act 2006, the Memorandum and Articles of Association, and 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).

Legal and Administrative information set out on page 1 forms part of this report. The financial statements comply with current statutory requirements the memorandum and articles of association and the Statement of Recommended Practice Accounting and Reporting Charities.

Main activities

Worship services on a Sunday  
Special services at various times throughout the year  
Various small house groups  
Bible read through group  
A variety of youth activities on a Sunday and during the week including Sunday school, Bible Class, and Youth Fellowship.  
Little Stars – Toddlers group, meeting in the hall on Fridays  
Social gatherings and meals  
A variety of community and outreach activities throughout the year



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REPORT OF TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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Financial Performance

Incoming resources for the year were £102,057 (2021: £98,007) and with total expenditure of £112,809 (2021: £103,860) the charity ran at a deficit of £10,752 for the year (2021: Deficit £5,853)

As a result, net reserves now stand at £586,050 (2021: £596,802) Non fixed asset reserves are £65,418 (2021: £61,449) which equate to 8 months of costs excluding depreciation (2021 7 months)

All net reserves will now be transferred to charity number : SC051896, South Beach Baptist Church SCIO.

Reserves Policy

The trustees have confirmed that in the event of the church having to close, there will always be more than enough in the assets, church building and manse of the church, to cover any outstanding debt. The funds in the bank are there for the day to day running of the church.

Investment Policy and Performance

In accordance with the constitution, the trustees have the power to invest in such stocks, shares, investments and property as they see fit.

Grant Making Policy

The church does not give grants, rather it will give 'love gifts' when and where the trustees see a need.

Risk Management

The trustees have assessed the major risks to which the church is exposed in particular those related to the operation and finances of the church and are satisfied that systems are in place to mitigate our exposure to the major risks.

Our Senior Pastor, Rev. Don Currie, is fully involved in the life of the church, taking a lead role in preaching and pastoral work, and encouraging a team approach in many areas of church life. This post is paid at the rate of the Baptist Union of Scotland recommendation plus 10%. He has also become well established in chaplaincy roles with a local junior football team and local secondary school and is making strong links in the community.

The church has employed Douglas Crabb, a part time (20 hours) Associate Pastor, paid at the rate of the Baptist Union of Scotland plus 10% pro rata. He is fully involved in all aspects of church life as well as in the community.

The Leadership team now has eight members, two of whom continue their work as members of the Scottish Baptist Lay Preachers Association. Development work continues with the leadership, pastoral and lead organisation teams.

Maintenance of the property which is used by a large number of people throughout each week continues, with a programme of work scheduled to refurbish the hall and adjacent rooms.

A range of activities are run by the church for people of all ages. The 'Little Stars' (toddlers) group continues to grow and is well established on a Friday morning and enjoys a positive reputation within the local community.

REPORT OF TRUSTEES  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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The church continues to hold community fun events such as the Fun day during the summer, as well as a more significant and very successful presence at the Ardrossan Highland games. The church also supports Christian musicians by providing a venue for concerts.


The church collaborates with other churches in the area to run events at Christmas, Easter and for the week of prayer for Christian Unity. The church as part of its belief to share continues to financially support other charities.

In response to the Coronavirus pandemic and subsequent lockdowns, the church moved its Sunday service to be available online. The services continue to be online as we now run a hybrid approach where people can both meet in the building and view the service live online.

Future Developments

A new charity was registered on 1 August 2022, South Beach Baptist Church SCIO, Registration number: SC051896.

The Trustees have agreed to wind up the existing charity registration number: SC021006 and transfer title of all assets and liabilities as at 30 September 2022 to this new charity registration.

  
Secretary  
27 February 2023



INDEPENDENT EXAMINER'S REPORT  
TO THE TRUSTEES OF SOUTH BEACH BAPTIST CHURCH

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I report on the accounts of the Charity for the year ended 30 September 2022 which are set out on pages 6 to 12.

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. The charity trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is our responsibility to examine the accounts as required under section 44(1)(c) of the Act and to state whether particular matters have come to our attention.

Basis of independent examiner's statement

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. 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 we 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, and
  - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations have 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.

for [REDACTED]  
John Kerr & Company  
Chartered Accountants  
32a Hamilton Street  
Saltcoats  
KA21 5DS

16 March 2023.

Date



# SOUTH BEACH BAPTIST CHURCH

## STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 30 SEPTEMBER 2022 6

	Notes	<u>2022</u> <u>Endowment</u> £	<u>General</u> £	<u>Total</u> £	<u>2021</u> <u>Endowment</u> £	<u>General</u> £	<u>Total</u> £
<u>Income</u>							
General Offerings		-	16,343	16,343	-	-	-
Gift Aid Offerings	2	-	78,067	78,067	-	95,490	95,490
Donations - others		-	7,647	7,647	-	2,517	2,517
		-	102,057	102,057	-	98,007	98,007
<u>Charitable Expenditure</u>							
Ministry Costs	3(a)	-	57,318	57,318	-	58,905	58,905
Running costs and maintenance of Church	3(b)	-	35,336	35,336	-	25,798	25,798
Governance		-	20,155	20,155	-	19,157	19,157
		-	112,809	112,809	-	112,809	112,809
Operating surplus/(deficit) for the year		-	(10,752)	(10,752)	-	(5,853)	(5,853)
Net incoming/(outgoing) resources Before transfers		-	(10,752)	(10,752)	-	(5,853)	(5,853)
Fund transfer		-	-	-	-	-	-
Net movement in funds for the year		-	(10,752)	(10,752)	-	(5,853)	(5,853)
General fund at 1 October 2021		-	36,208	36,208	-	42,061	42,061
Endowment fund		560,594	-	560,594	560,594	-	560,594
<u>Total funds at 30 September 2022</u>		560,594	25,456	586,050	560,594	36,208	596,802

All amounts relate to continuing activities.

All recognised gains and losses are included in the profit and loss account.

The notes on pages 9 to 12 form part of these financial statements.



## SOUTH BEACH BAPTIST CHURCH

BALANCE SHEET  
AS AT 30 SEPTEMBER 2022

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		<u>2022</u>	<u>2021</u>
	Notes	£	£
<u>Fixed assets</u>			
Tangible asset	6	520,632	535,353
<u>Current assets</u>			
Cash at bank and in hand		63,234	62,675
Debtors	7	3,128	-
		<u>66,362</u>	<u>62,675</u>
<u>Creditors: Amounts falling due within one year</u>	8	944	1,226
<u>Net current assets</u>		<u>65,418</u>	<u>61,449</u>
<u>Total assets less current liabilities</u>		<u>586,050</u>	<u>596,802</u>
<u>Funds</u>			
Unrestricted funds – Reserve fund	9	586,050	596,802

These accounts were approved by the board of trustees on 12 December 2022 and signed on their behalf by:

For the financial year in question the company was entitled to exemption under section 477 of the Companies Act 2006 relating to small companies.

No members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and for the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

These accounts were approved by the Board of Trustees on 27 February 2023 and signed on their behalf by:-

Trustee  
27 February 2023

The notes on pages 9 to 12 form part of the financial statements.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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1 Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

b) Reconciliation with previous Generally Accepted Accounting Practice

In preparing the accounts, the trustees have considered whether in applying the accounting policies required by FRS 102 and the Charities SORP FRS 102 the restatement of comparative items was required. No such restatement was required.

c) Preparation of the accounts on a going concern basis

The uncertain economic outlook caused by the COVID 19 pandemic is a significant area of financial uncertainty.

The Trustees have reviewed the current and forecasted future position of the charity, its cash flows and liquidity position and the potential impact on the charity of a further lockdown and continued reduced capacity. It is not possible to reliably estimate the length or severity of the pandemic. At the date of signing, the trustees are confident that the existing cash position, together with the measures implemented by the UK and Scottish Government, will allow sufficient headroom to meet the forecasted cash requirements

The trustees remain in regular contact with the sponsoring local authority to secure their on-going financial support.

d) Income

Income is recognised when the charity has entitlement to the funds, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of a performance or provision of other specified service it is deferred until the criteria for income recognition are met.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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1 Accounting Policiese) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

f) Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of charity. Designated funds are unrestricted funds of the charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the Trust's work or for specific projects being undertaken by the Trust.

g) Expenditure

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on charitable activities includes the costs of performances, exhibitions and other educational and other activities undertaken to further the purposes of the charity and their associated support costs.
- Other expenditure represents those items not falling into any other heading.

h) Debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

k) Cash at bank and in hand

Cash at bank and cash in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

l) Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

m) Financial instruments

The trust only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.



NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
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n) Depreciation

Depreciation is provided to write off the cost less estimated residual values of all fixed assets, over their expected useful lives. It is calculated on the original cost of the assets at the following rates:

Equipment, Fittings & Furniture	15% per annum reducing balance.
Computer	33 1/3% per annum reducing balance.
Property	2% per annum straight line

2 Gift Aid Offerings

	<u>2022</u>	<u>2021</u>
	£	£
Offerings	57,928	81,921
Tax Credits	20,139	13,569
	<u>78,067</u>	<u>95,490</u>

3 Costs of activities in furtherance of charitable objectives

	<u>2022</u>	<u>2021</u>
	£	£
a) Ministry Stipends	48,187	55,794
Pension contributions	9,131	3,111
	<u>57,318</u>	<u>58,905</u>
b) <u>Running costs and maintenance of Church</u>		
Insurance	1,796	3,936
Heat and Light	3,236	3,026
Council Tax	2,370	2,317
Maintenance, repairs etc	6,461	2,912
Telephone	630	593
Miscellaneous	1,878	682
Cleaning & Kitchen Supplies	409	32
Training & Conferences	1,412	669
Travelling	899	535
Mission Costs	13,133	9,407
Ministry & Events Costs	3,112	1,496
	<u>35,336</u>	<u>25,798</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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3 Governance Costs

	<u>2022</u>	<u>2021</u>
	£	£
Photocopier	279	315
Postage & Stationary	-	96
Accountancy and salary maintenance	1,043	930
Depreciation Charges	14,721	14,954
Fees, Licences and subscriptions	751	1,701
Website & IT Costs	271	111
Legal Fees (SCIO)	3,090	1,650
	<u>20,155</u>	<u>19,157</u>

5 Trustee's Expenses

Trustees' remuneration in year was £Nil. Trustees received reimbursement of out of pocket expenses in the year of £5,698.

Two Trustees were paid in their roles as ministers (note 3a refers)

6 Tangible fixed assets

	<u>Equipment</u>	<u>Property</u>	<u>Computer</u>	<u>Total</u>
	£	£	£	£
<u>At cost</u>				
Balance at 1 October 2021	24,567	670,695	1,180	696,442
Balance at 30 September 2022	24,567	670,695	1,180	696,442
<u>Depreciation</u>				
Balance at 1 October 2021	15,860	144,050	1,179	161,089
Charged in the year	1,306	13,414	1	14,721
Balance at 30 September 2022	17,166	157,464	1,180	175,810
<u>Net book value</u>				
At 30 September 2022	7,401	513,231	-	520,632
At 30 September 2021	8,707	526,645	1	535,353



NOTES FORMING PART OF THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 SEPTEMBER 2022

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## 7 Debtors

	<u>2022</u>	<u>2021</u>
	£	£
Prepaid Costs	3,128	-
	<u>=====</u>	<u>=====</u>

## 8 Creditors: Amounts falling due within one year

	<u>2022</u>	<u>2021</u>
	£	£
Accruals	944	650
PAYE/NI	-	576
	<u>-----</u>	<u>-----</u>
	944	1,226
	<u>=====</u>	<u>=====</u>

## 9 Funds

	<u>2022</u>	<u>2021</u>
	£	£
Opening balance at 1 October 2021	596,802	602,655
Net incoming/(outgoing) resources	(10,752)	5,853
	<u>-----</u>	<u>-----</u>
Balance at 30 September 2022	586,050	596,802
	<u>=====</u>	<u>=====</u>
<u>Represented by:</u>		
Tangible fixed assets	520,632	535,353
Net current assets	65,418	61,449
	<u>-----</u>	<u>-----</u>
	586,050	596,802
	<u>=====</u>	<u>=====</u>

The Reserve fund represents the unrestricted funds which the Trustees are free to use in accordance with the charitable objectives.