

SHEDDOCKSLEY BAPTIST CHURCH
FINANCIAL STATEMENTS
FOR THE YEAR TO 31 DECEMBER 2022
Scottish Charity Registered Number SC024101

**SHEDDOCKSLEY BAPTIST CHURCH
TRUSTEES REPORT and ACCOUNTS
FOR THE YEAR TO 31 DECEMBER 2022**

CONTENTS

	Page
Report of the Trustees	3 – 5
Statement of Financial Activities	6
Balance Sheet	7
Notes to the Accounts	8 – 13
Independent Examiners' Report	14
Income and Expenditure Account	15

**SHEDDOCKSLEY BAPTIST CHURCH
TRUSTEES REPORT
FOR THE YEAR TO 31 DECEMBER 2022**

Report of the Trustees

The Trustees present their report and accounts for the year ended 31 December 2022.

Objectives and Activities

The objectives of the Church are to worship together in Spirit and truth, build the members up in the Faith and to proclaim the Gospel of Jesus Christ in word and in action. The Church aims to develop as a healthy Christian community, to serve the local neighbourhood and to make a global impact.

The objectives of the Church are fulfilled through the following activities:

- Offering regular opportunities for worship, community and mission.
- Ensuring our building is used to strengthen and support local community wellbeing – eg. including a physiotherapy group for people with Parkinson's disease, a Tamil Church group, and a brain injury clinic from Horizons rehab centre.
- Investing time and energy in our local schools and community centres.
- Providing holistic pastoral care for the church and local community through its pastoral and practical care teams, with an equal emphasis on all ages – from toddlers to the elderly.
- Providing a peaceful space for friendship and support through its Wellbeing Cafe.
- Partnering with local business and government organisations to provide local community events.

Achievements and Performance

2022 was a year of regrouping after a global pandemic. Some of our in-person projects and ministries began to operate again. Our most significant development of the year was a successful search for a Ministry Associate, which resulted in two (part time) appointments. This was partly funded by the Baptist Union in Scotland, and will have a significant impact on our ability to fulfil our objectives in the years ahead.

We continued to serve the most vulnerable in our community via :

- Northfield Community Foodbank – 12 church members volunteer weekly to support 95 local families. We also support the foodbank financially. This project is ongoing.
- Wellbeing Cafe – our café continued to operate two days per week, to provide an oasis of friendship and hospitality.
- We established a quality setup for hybrid meetings for all our main gatherings (Sunday services, members meetings, leadership meetings). This is now the 'new normal', and is working well, enhancing the ability for people to join with us regardless of personal mobility, health etc.

A highlight of the year was a first whole church weekend away for 3 years, offering inter-generational space to enjoy, outwith the normal church environment. We also took a group of 14 young leaders to a global 24*7 Prayer Gathering in Belfast, which was incredibly impactful on every person.

In mid-2022 we decided to appoint our first ever Youth Work Trainee, on a temporary (10 month basis) in partnership with the Baptist Union of Scotland. This was our first paid training pathway for a young adult working with teenagers and worked well in resourcing our youth programme. Our long term youth worker resigned at the end of 2022 and we will aim to recruit for that role in early 2023.

Formal membership continues to decline slightly. This reflects a sizeable movement of church attenders post-pandemic, as well as an influx of new people who are not familiar with our baptistic conviction of church membership.

**SHEDDOCKSLEY BAPTIST CHURCH
TRUSTEES REPORT
FOR THE YEAR TO 31 DECEMBER 2022 (continued)**

We continued to pursue a transition of charity structure from UVA to a SCIO, to better serve the objectives of the church in the years ahead. This was a lengthy process which was completed in April 2023.

We aim to re-launch our extensive schools work, as well as our midweek work with local families (mums and toddlers) in 2023. We also hope to begin a new project feeding children in poverty in 2023.

We continue to explore avenues for furthering our work in the Northfield community, specifically seeking to create a safe drop-in space for local people. We will continue to develop growing partnerships with other local churches and charities in this regard.

Financial Information

Overall income was down slightly from last year to £212,989 (2021 - £213,619).

The Church continued its support to local and international causes through donations from the Giving Fund. In January 2003 the Members agreed to set-up a giving fund, designating 12.5% of all income (excluding specific mission and building donations) to make donations to various organisations as agreed by the Trustees. The Trustees are pleased to report that £25,886 was set aside from total relevant income to local, national and international causes.

There was a deficit for the year of £35,741 (2021 – deficit £18,220) and reserves of £880,257 (2021 - £915,998) details of which are given in the accounts and notes. It is the policy of the Church to fund activity from ongoing revenue rather than to accumulate reserves. There is sufficient confidence in continuation of regular donations and therefore it is considered appropriate to present the activities and financial results on a going concern basis.

Risk management

Where appropriate, systems or procedures have been established to mitigate the risks the charity faces. Many of these risks are covered by insurance and in relation to financial risks there are procedures for the authorisation of expenditures and the minimisation of risk of fraud.

Structure, Governance and Management

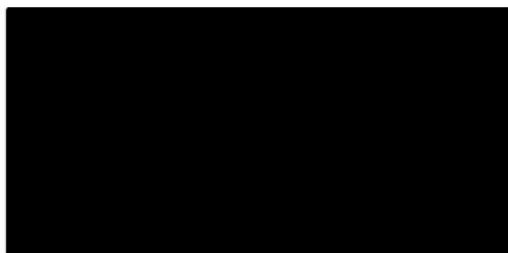
The Church is established by Constitution, which was updated in June 2003, is registered with the Office of the Scottish Charity Regulator (OSCR) under reference SC024101 and for taxation purposes with HM Revenue and Customs under reference CR45793.

The Church is congregational in policy and decision making although the day to day organisation and administration is undertaken by the Church Leadership (Trustees). The Church Leadership is comprised of the appointed Ministers and others appointed following election by the Members at a Church Meeting.

**SHEDDOCKSLEY BAPTIST CHURCH
TRUSTEES REPORT
FOR THE YEAR TO 31 DECEMBER 2022 (cont'd)**

Reference and Administrative Information

Trustees:



Treasurer:



Principal Address:

Sheddocksley Baptist Church
Eday Walk
Aberdeen
AB15 6LW

Independent Examiner:



Bankers:

Bank of Scotland plc
39 Albyn Place
Aberdeen
AB10 1YN

Statement of Trustee's responsibilities

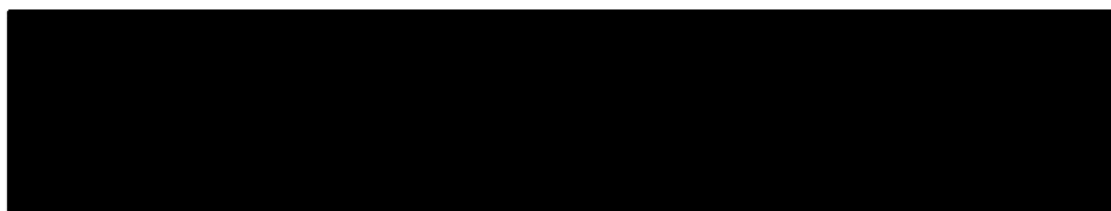
The Trustees are responsible for preparing their Annual Report and Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (UK GAAP).

The law applicable to charities in Scotland requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements which give a true and fair view, the Trustees should follow best practice and:

- select suitable accounting policies and 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 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 operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ascertain the financial position of the charity and which enable them to ensure that the financial statements comply with the applicable law and regulations. They 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.

Approved by the Trustees and signed on their behalf:



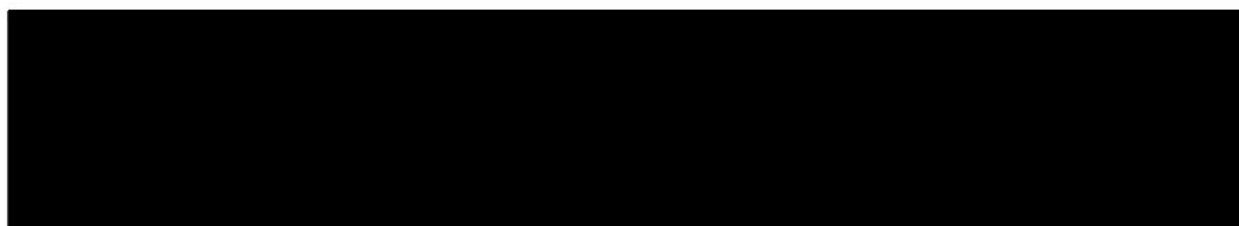
**SHEDDOCKSLEY BAPTIST CHURCH
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

		2022			2021		
	Notes	Unrestricted Fund £	Restricted Funds £	Total £	Unrestricted Fund £	Restricted Fund £	Total £
Income and endowments from:							
Donations and legacies	2	206,001	3,928	209,929	193,544	3,798	197,342
Charitable activities	3	-	1,595	1,595	14,341	-	14,341
Investments		10	-	10	5	-	5
Other income		1,455	-	1,455	1,931	-	1,931
Total Income		<u>207,466</u>	<u>5,523</u>	<u>212,989</u>	<u>209,821</u>	<u>3,798</u>	<u>213,619</u>
Expenditure on:							
Raising funds		-	-	-	-	-	-
Charitable activities	4	242,816	5,914	248,730	220,092	11,747	231,839
Total Expenditure		<u>242,816</u>	<u>5,914</u>	<u>248,730</u>	<u>220,092</u>	<u>11,747</u>	<u>231,829</u>
Net (deficit)		(35,350)	(391)	(35,741)	(10,271)	(7,949)	(18,220)
Transfers between funds		2,735	(2,735)	-	685	(685)	-
Net movement in funds		<u>(32,615)</u>	<u>(3,126)</u>	<u>(35,741)</u>	<u>(9,586)</u>	<u>(8,634)</u>	<u>(18,220)</u>
Reconciliation of funds:							
Total funds brought forward		911,767	4,231	915,998	921,353	12,865	934,218
Total funds carried forward		<u>879,152</u>	<u>1,105</u>	<u>880,257</u>	<u>911,767</u>	<u>4,231</u>	<u>915,998</u>

**SHEDDOCKSLEY BAPTIST CHURCH
BALANCE SHEET
AS AT 31 DECEMBER 2022**

	Note	2022 £	2021 £
Fixed Assets	7	<u>1,035,110</u>	<u>1,070,039</u>
Current Assets			
Debtors and prepayments	8	15,901	2,697
Cash at bank		<u>15,134</u>	<u>41,848</u>
		<u>31,035</u>	<u>44,545</u>
Creditor: Amounts falling due within one year			
Creditors and Accruals	9	(20,888)	(11,586)
Loans	9	<u>(22,000)</u>	<u>(22,000)</u>
		<u>(42,888)</u>	<u>(33,586)</u>
Net Current (Liabilities)/Assets		(11,853)	10,959
Creditor: Amounts falling due after more than one year			
Loans	10	(143,000)	(165,000)
Provision for liabilities	11	-	-
Net Assets		<u><u>880,257</u></u>	<u><u>915,998</u></u>
FINANCED BY:			
Funds:	12		
Restricted funds:			
Building Renewal Fund		<u>1,105</u>	<u>4,231</u>
		<u>1,105</u>	<u>4,231</u>
Unrestricted funds:			
General Fund		879,152	911,767
		<u><u>880,257</u></u>	<u><u>915,998</u></u>

Approved by the Trustees and signed on their behalf:



**SHEDDOCKSLEY BAPTIST CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 31 DECEMBER 2022**

1 Basis and accounting policies

1.1 Basis of accounts preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Charities and Trustee Investment (Scotland) Act 2005, the Charities Accounts (Scotland) Regulations 2006 (as amended), Section 1A "Small Entities" of the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) and Accounting and Reporting by Charities: Statement of Recommended Practice (FRS102) second edition issued October 2021.

Exemption is taken from the requirements of FRS 1 to prepare a Cash Flow Statement on the grounds that it is a small entity.

1.2 Accounting policies

The principal accounting policies are summarized below. The accounting policies have been applied consistently throughout this and the preceding year.

a) Income recognition

Donations and grant income is accounted for when the charity is legally entitled to the income and the amount can be quantified with reasonable certainty.

b) Accounting for expenditure

Expenditure has been accounted for on an accruals basis and classified under headings that aggregate all costs related to a category. Where costs cannot be directly attributed to headings, they have been allocated on a basis consistent with the use of resources.

c) Depreciation

Depreciation is provided on all tangible fixed assets in use at rates calculated to write off the cost less estimated residual value over its expected useful life as follows:

PA & Office equipment	- over 5 years
Land	- not depreciated
Heritable property	- over 50 years
Furniture & fittings	- over 5 years
Tenants Improvement	- over 10 years

It is the view of the Trustees that the value of the heritable property on a current use basis is not significantly different from the amount stated in the accounts and so no independent valuation has been sought.

e) Fund accounting

Restricted funds are subject to specific use requirements declared by the donor but still within the wider objects of the charity. A Giving Fund is established annually for the disbursement of a proportion of the annual voluntary donations to the Church. All other funds are unrestricted and can be used in accordance with the charitable objectives at the discretion of the Trustees.

f) Donated services and facilities

Donated services and facilities are recognised as income when the charity has control over them, any related conditions have been met, the receipt of the economic benefit from use is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS102), general volunteer time of congregation members is not recognised. Donated services and facilities are recognised on the basis of the value to the charity being the amount the charity would have been willing to pay for services or facilities of equivalent economic benefit. A corresponding amount is recognised as expenditure in the period of receipt.

g) Taxation

Sheddocksley Baptist Church is recognised as a charity for the purpose of applicable taxation legislation and is therefore not subject to tax on its charitable activities. The charity is not registered for VAT and expenditure therefore includes irrecoverable input VAT.

**SHEDDOCKSLEY BAPTIST CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 31 DECEMBER 2022**

h) Pensions

The Church is an employer within the Ministers' Section of the Baptist Pension Scheme which has been a Defined Contribution scheme since January 2012. Prior to January 2012 this was a Defined Benefit scheme which currently has a funding deficit and deficit contributions are due. New information resulted in the accounting treatment of the funding deficit being amended in 2022 to include a provision for the future liability in the balance sheet. Note 13 to the financial statements refers in greater detail. Other church staff members are provided with pension benefits within a separate Defined Contributions Scheme which complies with the requirements of Auto Enrolment.

2 Donations and legacies

	2022 Unrestricted	2022 Restricted	2022 Total	2021 Total
	£	£	£	£
Donations and legacies	10,523	3,628	14,152	13,821
Offerings	163,543	240	163,783	151,075
Tax recovered	31,935	60	31,995	32,446
	<u>206,001</u>	<u>3,928</u>	<u>209,929</u>	<u>197,342</u>

Income from donations and legacies was £209,929 (2021 - £197,342) of which £206,001 was unrestricted (2021 - £193,544) and £3,798 was restricted (2021 - £3,798).

3 Income from charitable activities

	2022 Unrestricted	2022 Restricted	2022 Total	2021 Total
	£	£	£	£
Grants	-	1,595	1,595	-
Lunch club contributions	-	-	-	-
Conferences	-	-	-	526
Furlough Receipts	-	-	-	13,815
Café income	-	-	-	-
	<u>-</u>	<u>1,595</u>	<u>1,595</u>	<u>14,341</u>

Income from charitable activities was £1,595 (2021 - £14,341) of which £Nil was unrestricted (2021 - £14,341) and £1,595 was restricted (2021 - £ Nil).

4 Expenditure on charitable activities

	2022 Unrestricted	2022 Restricted	2022 Total	2021 Total
	£	£	£	£
Costs of own activities and donations	200,383	5,914	206,297	189,012
Professional fees	2,528	-	2,528	2,892
Loan interest and charges	2,684	-	2,684	2,797
Depreciation	37,221	-	37,138	37,138
	<u>242,816</u>	<u>5,914</u>	<u>248,730</u>	<u>231,839</u>

Expenditure on charitable activities was £248,730 (2021 - £231,839) of which £242,816 was unrestricted (2021 - £220,092) and £5,914 was restricted (2021 - £11,747). Professional fees include £600 payable to the independent examiner (2021 - £600).

The analysis of 2022 Charitable Activities costs by activity is as follows:

	Activities undertaken directly	Donations to other charitable activities	Support costs	Total
	£	£	£	£
Worship and fellowship	90,611	48,433	83,360	222,404
Fine peace café	24,309	-	-	24,309
Building Fund	2,017	-	-	2,017
	<u>116,937</u>	<u>48,433</u>	<u>83,360</u>	<u>248,730</u>

SHEDDOCKSLEY BAPTIST CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 31 DECEMBER 2022

During 2022 donations from the Giving Fund of £25,248 were made to local (17%), national (43%) and international organisations (41%). Mission work donations of £22,547, national (53%) and international organisations (47%). Funded Social Care activities includes restricted fund expenditure of £Nil (2021 - £7,438). All other expenditure is from the general unrestricted fund.

5 Remuneration

	2022	2021
	£	£
Wages and salaries	84,782	89,511
National insurance costs	-	975
Pension costs	3,841	7,877
Expenses reimbursement	3,970	3,842
Housing allowances	<u>7,973</u>	<u>7,593</u>
	<u>100,566</u>	<u>109,798</u>
Average number of employees during year	7	9

No employee received emoluments of over £60,000 during the year (2021 – Nil)

6 Trustees remuneration and benefits

In their executive capacity remuneration including wages, pension contributions, expenses and housing allowance was paid [REDACTED] during the year of £44,722. [REDACTED] received £937 for building maintenance service provided. Remuneration of £6,970 was paid to [REDACTED] who is the spouse of a trustee. Other related party expenses totalling 2,718 were incurred during the year.

The aggregate amount of donations received from Trustees in 2022, all with no conditions attached, was £62,780 (2021 - £53,550).

7 Fixed assets

	Land £	Tenants Improvements £	Equipment £	Heritable Property £	Furniture & fittings £	Total £
COST						
At 31 December 2021	69,204	15,645	36,522	1,349,094	29,859	1,500,324
Additions	-	-	833	873	587	2,293
At 31 December 2022	<u>69,204</u>	<u>15,645</u>	<u>37,355</u>	<u>1,349,967</u>	<u>30,446</u>	<u>1,502,617</u>
DEPRECIATION						
At 31 December 2021	-	9,390	24,461	380,382	16,052	430,285
Charge for year	-	1,565	3,791	26,984	4,882	37,222
At 31 December 2022	<u>-</u>	<u>10,955</u>	<u>28,252</u>	<u>407,366</u>	<u>20,934</u>	<u>467,507</u>
NET BOOK VALUE						
At 31 December 2022	<u>69,204</u>	<u>4,690</u>	<u>9,103</u>	<u>942,601</u>	<u>9,512</u>	<u>1,035,110</u>
At 31 December 2021	<u>69,204</u>	<u>6,255</u>	<u>12,061</u>	<u>968,712</u>	<u>13,807</u>	<u>1,070,039</u>

**SHEDDOCKSLEY BAPTIST CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 31 DECEMBER 2022**

8 Debtors and prepayments

	2022	2021
	£	£
Gift aid receivable	15,491	2,697
Other debtors	410	-
	<u>15,901</u>	<u>2,697</u>

9 Creditors and accruals

Amounts falling due within one year:	2022	2021
	£	£
PAYE/NIC	-	449
Accrued costs	18,878	11,137
Other creditors	1,663	-
Baptist Building CIO – building loan	22,000	22,000
Pension	347	-
	<u>42,888</u>	<u>33,586</u>

10 Amounts falling due after more than one year:

	2022	2021
	£	£
Baptist Building CIO – building loan	<u>143,000</u>	<u>165,000</u>

A loan of £220,000 was secured from The Baptist Building CIO in September 2019. The loan is repayable over a 10-year period by 20 equal amounts of £11,000 with the first repayment due in September 2020.

11 Funds

Unrestricted Funds	General Fund £	Total Unrestricted £	Total 2021 £
As at 1 January 2022	911,767	911,767	921,353
Income in period	207,466	207,466	209,821
Expenditure in period	(242,816)	(242,816)	(220,092)
Transfer from restricted funds	2,735	2,735	685
As at 31 December 2022	<u>879,152</u>	<u>879,152</u>	<u>911,767</u>

The general fund comprises all income and expenditure relating to the activities of the charity other than those for which funding is restricted.

**SHEDDOCKSLEY BAPTIST CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR TO 31 DECEMBER 2022**

11 Funds (Contd.)

Restricted Funds	BU Staff Grant	Donations Passed on	Building Renewal Fund	Total Restricted	Total 2022
		£	£	£	£
As at 1 January 2022	-	-	4,231	4,231	12,865
Income in period	1,595	3,578	350	5,523	3,798
Expenditure in period	-	(3,897)	(2,017)	(5,914)	(11,747)
Transfer from/(to) unrestricted funds	(1,595)	319	(1,459)	(2,735)	(685)
At 31 December 2022	-	-	1,105	1,105	4,231

The BU staff grant has been provided to cover part of the payroll cost of two new employees who will be involved in various ministry activities.

The church received donation to be passed on to charitable organisations, both national and international, and to individuals working for a UK charitable organisation.

The Build Renewal Fund comprises amounts received from church members, adherents and various organisations to support a church building extension project which was substantially completed in 2020.

12 Contribution of volunteers

In common with most churches, the church benefits substantially from the contribution made by volunteers who give their time and talents willingly for the benefit of the activities of the church. All areas of church life rely on the contribution of volunteers and much of the activity would be unable to continue were it not for the commitment shown.

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES of
SHEDDOCKSLEY BAPTIST CHURCH**

FOR THE YEAR TO 31 DECEMBER 2022

I report on the accounts of the charity for the year ended 31 December 2022 which are set out on pages 3 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 (as amended). The charity trustees consider that the audit requirement of Regulation 10(1) (a) to (c) 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.

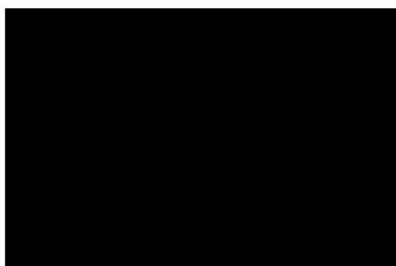
Basis of independent examiner's statement

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



Date: 18/12/23

**SHEDDOCKSLEY BAPTIST CHURCH
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022	2021
INCOME:	£	£
Freewill offerings	32,112	20,621
Donations	5,368	6,138
Gift Aid	132,726	136,950
Giving Days	31,949	27,986
Grants	1,595	-
Solar Panel electricity	1,455	1,216
HMRC Furlough Grant	-	13,815
Bank interest received	10	5
Gain on disposal of assets	-	715
Cafe	7,774	6,173
	<u>212,989</u>	<u>213,619</u>
EXPENDITURE:		
Salaries, Pensions and pastoral expenses	73,217	67,281
Manse rental	7,973	7,593
Café supplies, wages etc	24,309	30,893
Funded Social Care activities	-	7,438
Building Fund costs	2,017	3,064
Baptist Union defined benefit scheme deficit	-	(5,100)
Donations	25,886	23,020
Office expenses	3,120	2,320
Building Maintenance	4,941	2,040
Utilities	21,711	13,184
Church groups	5,468	3,913
Pulpit supply and conferences	2,952	2,258
Miscellaneous	5,829	4,041
Room/Venue Hire	240	415
Training	73	-
Worship group and PA maintenance	928	684
Mission work	22,547	21,024
Software & IT Costs	2,512	2,522
Insurance	2,574	2,422
Professional fees	2,528	2,892
Loan Interest and charges	2,684	2,797
Depreciation	37,221	37,138
	<u>248,730</u>	<u>231,829</u>
NET DEFICIT FOR YEAR	<u>(35,741)</u>	<u>(18,220)</u>

This page is for the information of members only and does not form part of the accounts.