

PARR STREET EVANGELICAL CHURCH

Registered Charity No. 1141454

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JANUARY 2020

**Stables Thompson & Briscoe
Chartered Accountants
Lowther House
Lowther Street
Kendal
LA9 4DX**

PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2020

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PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2020

CHARITY INFORMATION

Charity trustees	Mr J E Addison Mr P G Baxendale Mr J D Bosdle Mr P J Bramhall Mr J W Cooke Mr J Edmondson Mr B Maiden Mr M J White Mr C Dugdale
Contact	Mr J W Cooke
Registered Number	1141454
Registered Office	68 Greenside Kendal LA9 5DT
Independent Examiner	Miss H M Holmes FCA Stables Thompson & Briscoe Lowther House Lowther Street Kendal LA9 4DX
Type of governing document	Constitution adopted 24 March 2011

PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2020

TRUSTEES' ANNUAL REPORT

Charity information

The Church became a registered charity on 14th April 2011.

Appointment of trustees

When the church elders identify the need for a new trustee candidates are usually identified by existing trustees and approached to see if they would be able to fulfil the role of trustee. If the candidate is eligible and wishes to become a trustee this is agreed at the next meeting of the trustees. New trustees are given a copy of the governing document. Guidance is provided by existing trustees and all trustees are kept up to date by regular reading.

Aims of the Church

To advance the Christian faith in accordance with the statement of beliefs in such ways and in Kendal and such parts of the United Kingdom or the world as the trustees from time to time may think fit.

Public Benefit

The Trustees have had due regard to guidance published by the Charities Commission on public benefit.

Activities

Full details of the Church's activities in the year can be found in the Annual Reports 2019-2020 available from the Church.

Financial Review

The Church income was more than expenses, increasing reserves by £4,540 compared to the decrease last year of £15,205. This reflects the budgets done to manage expenses last year.

Reserves Policy

The unrestricted reserves of the charity at 31 January 2020 amounted to £36,623 in cash funds of which £19,256 had been designated by the trustees leaving £17,437 as free reserves. The trustees aim to have sufficient in reserves to cover regular operating costs and to be able to improve the properties as required in the future. The present level of reserves is adequate.

PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2020

TRUSTEES' ANNUAL REPORT

Statement of trustees' responsibilities

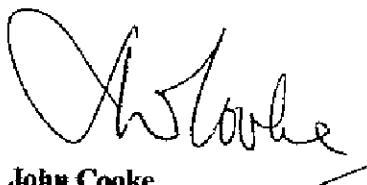
The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England & Wales 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;
- 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 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 2011, the Charity (Accounts Reports) Regulations 2008 and trust deed. 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.

This report was approved by the trustees on *21 October 2020* and signed on their behalf by:



John Cooke
Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF PARR STREET
EVANGELICAL CHURCH**

I report on the financial statements of Parr Street Evangelical Church for the year ended 31st January 2020, which are set out on pages 6 to 13.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent Examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

**Helen Holmes B.Sc. FCA
ICAEW
Chartered Accountant
Stables Thompson & Briscoe
Lowther House
Kendal
LA9 4DX**

Date: 22/9/20

**PARR STREET EVANGELICAL CHURCH
RECEIPTS AND PAYMENTS ACCOUNT
FOR THE YEAR ENDED 31ST JANUARY 2020**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
Income					
- Tithes and offerings	2	158,809	47,013	205,822	151,214
- Missionary and Special Collections	3	-	6,683	6,683	18,816
- Gift aid tax repayments		237	27,245	27,482	27,497
- Legacies	4	-	-	-	5,772
- Cottage rent & other	5	6,900	-	6,900	8,884
- Bank interest and investment income	6	31	-	31	32
Total Income		165,977	80,941	246,918	212,215
Expenditure					
Charitable activities:					
- General Church Expenses	7	160,474	47,471	207,945	192,967
- Missionary and Special Collections	8		33,928	33,928	33,791
- Cottage expenses		505	-	505	662
Total Expenses		160,979	81,399	242,378	227,420
Net incoming resources before transfers		4,998	(458)	4,540	(15,205)
Transfer between Funds		(8,417)	8,417	-	-
Net movement in cash for the year		(3,419)	7,959	4,540	(15,205)
Total cash balances brought forward		40,112	21,850	61,962	77,167
Total cash balances carried forward		36,693	29,809	66,502	61,962

The notes on the following pages form part of these accounts

**PARR STREET EVANGELICAL CHURCH
STATEMENT OF ASSETS AND LIABILITIES
AS AT 31ST JANUARY 2020**

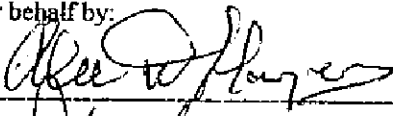
		2020		2019	
Notes	£	£	£	£	£
Assets used for Church purposes					
The Trustees of the church and cottage buildings are the Elders, who hold them on trust for purposes connected with Parr Street Evangelical Church. For insurance purposes the church buildings and contents are insured by the church for £1.3m and £50,000 respectively. During 2016 the electricity system was upgraded, and various improvements to the kitchen and the layout were made to the sum of £153,742.					
Cash funds					
Unrestricted funds					
General Fund	9	17,437		20,956	
Designated Funds	10	19,256		19,156	
		36,693		40,112	
Restricted funds	11	29,809		21,850	
Cash at Bank and in Hand			66,502		61,962
Liabilities					
Independent Examiner's fees			740		720
Pension			95		-
PAYE/NI due at 31 January 2020			-		692
			835		1,412

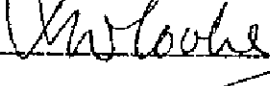
Approved by the Elders on

Alex Hayes (Treasurer)

John Cooke (Elder)

and signed on their behalf by:





The notes on the following pages form part of these accounts

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2020**

1. Accounting Policies

- a. The Financial Statements have been prepared on a receipts and Payments basis in accordance with the Statement of Recommended Practice (SORP 2015), "Accounting and Reporting by Charities".

The accounts comprise two primary statements supported by notes. These statements are:

- i) Receipts and Payments Account – This statement discloses all capital and income resources and expenditure and contains a reconciliation of all movements of the church's funds. The figures are analysed between general and restricted funds.
- ii) Statement of Assets and Liabilities – This summarises the assets that are used by the church to achieve its objectives.

b. Funds

The church's funds are divided into legally distinct categories which are defined as follows:

i) General Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the church and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

ii) Restricted Funds

Restricted funds are funds subject to specific trusts or conditions which are declared or made by the donor, or with the authority of the donor (e.g. an appeal).

Expenditure which meets these criteria is identified to the fund, together with a fair allocation of support costs.

c. Incoming Resources

All income is included in the Receipts and Payments Account as it is received. The following specific policies are applied to particular categories of income:

- Donated services and facilities are not reflected in these accounts and nor is the value of services provided by volunteers.
- Gift aid is allocated as far as possible back to the nature of the donation that gave rise to it, so that any amounts relating to specific appeals, etc, are passed on to those appeals.

d. Resources Expended

- Charitable expenditure comprises those costs incurred by the church in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the church and include the accountancy fees and costs linked to the strategic management of the church.
- All costs are allocated between the expenditure categories of the SOFA on a basis designed to reflect the use of the incoming resource. Costs include the related VAT as the church is not VAT registered.

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2020**

2. Tithes and offerings

	Unrestricted Funds £	Restricted Funds £	2020 Total £	2019 Total £
Church general expenses collections	150,699	-	150,699	90,190
Contributions - Building project			-	-
Contributions - Copier, etc	23		23	21
Contributions - Events	3,718		3,718	3,057
Contributions - Hall Use and Lettings	710		710	640
Contributions - Ladies Group	-		-	118
Contributions to Mens Lunch	-		-	245
Contributions to Out & About Group	1,270		1,270	420
Contributions Toddlers	759		759	697
Donations- CAP		85	85	2,591
Donations - Other			-	-
Donations - Service Gifts	-		-	-
Donations - Gifts			-	-
Donations - Youth Work	667		667	903
Donations - Ministry Trainee	30	30	60	360
Donations - For the Poor			-	-
Donations - Ladies Group			-	-
Donations - Building project	100		100	100
Trinity Church Milnthorpe		43,898	43,898	48,872
Grants - building project	500	3,000	3,500	3,000
Ministry Trainee			-	-
Sales	333		333	-
	<u>158,809</u>	<u>47,013</u>	<u>205,822</u>	<u>151,214</u>

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2020**

7. General Church Expenses	Unrestricted Funds	Restricted Funds	2020 Total	2019 Total
	£	£	£	£
FTE Salary and expenses	43,696	-	43,696	42,273
Ministry Gifts & Travel	50	722	772	722
Ministry Trainee 1	25,455	30	25,485	19,807
Ministry Trainees 2	9,245	-	9,245	8,144
Ministry Trainee course fees	-	-	-	-
Assistant Pastor	29,744	-	29,744	11,625
Other travel, Gifts & Assistance	81	190	271	4,212
Insurance, Utilities & Phone	5,557	-	5,557	5,650
Building, Repairs, Servicing & Furnishing	1,668	-	1,668	2,120
Building Projects Expenses	-	-	-	276
Cleaning and hygiene expenses	470	-	470	555
Office & Sundry Supplies	428	-	428	750
Catering and Refreshments	963	-	963	856
Communion	331	-	331	332
Evangelistic Resources, Publicity & Print	586	-	586	1,099
Professional fees	5,952	-	5,952	4,141
Transport hire	-	-	-	-
CRB & Child Protection	194	-	194	649
Bank Charges for International Transfer	709	-	709	-
Copyright Licence & Music Equipment	535	-	535	520
IT Equipment	1,475	-	1,475	92
Maintenance and Other Equipment	1,065	-	1,065	-
Event Costs (incl Church Weekend)	1,342	-	1,342	1,718
Youth Workers Salary and expenses	16,618	-	16,618	15,774
Youth Work and Junior Church	5,412	-	5,412	4,905
For the Poor	-	-	-	-
CAP Running Expenses	7,782	185	7,967	13,505
Trinity Church Milnthorpe	-	45,764	45,764	51,262
Mens Lunch Group	-	-	-	214
Oasis	722	580	1,302	909
Toddlers Group	394	-	394	561
Ladies Group	-	-	-	296
	160,474	47,471	207,945	192,967

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2020**

8. Missionary and Special Collections	Tax refund Funds £	Collection Funds £	2020 Total £	2019 Total £
AIM International - C & S Power	4,848	152	5,000	2,291
Barnabas Fund	10	-	10	250
British Lung Foundation	-	-	-	
Caring for life	20	235	255	695
ECM - Romanian Work - G & J Stoll	12,221	1,629	13,850	14,410
Gideons International	10	-	10	319
IFES - Mary-Arme Johnson	-	-	-	-
Kings Food Bank (Kendal)	10	-	10	240
London City Mission	25	547	572	275
Lovewise	750	50	800	562
Manna House	55	40	95	805
Marie Curie	-	-	-	-
New Beginnings Ukraine	10	-	10	195
NISCU South Lakeland	1,217	1,283	2,500	4,129
C Perkins Pioneers UK	-	-	-	-
R Cismas - Stewardship	4,435	565	5,000	3,240
St John's Hospice	-	-	-	-
Tear Fund	20	465	485	871
The Christian Institute	10	-	10	277
Others	-	-	-	1,452
UFM - T&M Zam Suan	3,604	1,396	5,000	3,780
O & K Gula - Nigeria	-	321	321	-
	<u>27,245</u>	<u>6,683</u>	<u>33,928</u>	<u>33,791</u>

9. Funds

	General Fund £	Designated Funds £	Restricted Funds £	Total Funds £
At 1st February 2019	20,956	19,156	21,850	61,962
Net movement in funds	4,898	100	(458)	4,540
Transfers	(8,417)	-	8,417	-
At 31st January 2020	<u>17,437</u>	<u>19,256</u>	<u>29,809</u>	<u>66,502</u>

10. Designated Funds

	Balance B/fwd £	Receivable in year £	Expenditure in year £	Transferred in year £	Balance C/fwd £
Contingency Fund	15,000	-	-	-	15,000
Building Project (Designated)	4,156	100	-	-	4,256
	<u>19,156</u>	<u>100</u>	<u>-</u>	<u>-</u>	<u>19,256</u>

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2020**

11. Restricted Funds	Balance B/fwd £	Receivable in year £	Expenditure in year £	Transferred in year £	Balance C/fwd £
Missionary & Gifts in Hand	-	33,928	33,928	-	-
For the Poor	1,576	-	190	-	1,386
Church Plant - Milnthorpe	15,559	43,898	45,764	8,317	22,010
Henry Herd Memorial	4,715	3,000	1,302	-	6,413
Missionary Trainee	-	30	30	-	-
Christians Against Poverty	-	85	185	100	-
	<u>21,850</u>	<u>80,941</u>	<u>81,399</u>	<u>8,417</u>	<u>29,809</u>

12. Staff costs

	2020 £	2019 £
Staff Emoluments	143,385	126,256
Employers National Insurance Contributions	12,693	8,330
Employers Pension Contributions	7,045	5,980
	<u>163,123</u>	<u>140,566</u>

No employee received emoluments totalling £60,000 p.a. or more during the year.
The average number of employees, calculated on a full-time equivalent basis was:

	2020	2019
Full Time Elder and Youth Worker, Pastor and Ministry Trainees	7.0	6.0