

PARR STREET EVANGELICAL CHURCH

Registered Charity No. 1141454

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JANUARY 2021

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

PARR STREET EVANGELICAL CHURCH
YEAR ENDED 31ST JANUARY 2021

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PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2021

CHARITY INFORMATION

Charity trustees	Mr J E Addison Mr P G Baxendale Mr J D Boadle Mr J W Cooke Mr B Maiden Mr J M Higson
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 2021

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 2020-2021 available from the Church.

Financial Review

The Church income was more than expenses, increasing reserves by £3,295 compared to the increase last year of £4,540. This reflects the budgets done to manage expenses last year.

Reserves Policy

The unrestricted reserves of the charity at 31 January 2021 amounted to £42,650 in cash funds of which £19,256 had been designated by the trustees leaving £23,394 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 2021

TRUSTEES' ANNUAL REPORT

Statement of trustees' responsibilities

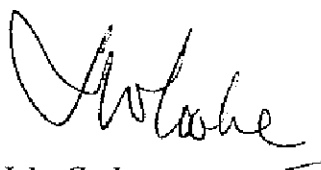
The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 28th September 2021 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 2021, 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:

**PARR STREET EVANGELICAL CHURCH
RECEIPTS AND PAYMENTS ACCOUNT
FOR THE YEAR ENDED 31ST JANUARY 2021**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
Income					
- Tithes and offerings	2	127,803	57,268	185,071	205,822
- Missionary and Special Collections	3	-	400	400	6,683
- Gift aid tax repayments		3,012	28,514	31,526	27,482
- Legacies	4	2,000	-	2,000	-
- Cottage rent & other	5	5,300	-	5,300	6,900
- Bank interest and investment income	6	12	-	12	31
Total Income		138,127	86,182	224,309	246,918
Expenditure					
Charitable activities:					
- General Church Expenses	7	124,911	67,094	192,005	207,945
- Missionary and Special Collections	8	-	28,914	28,914	33,928
- Cottage expenses		95	-	95	505
Total Expenses		125,006	96,008	221,014	242,378
Net incoming resources before transfers		13,121	(9,826)	3,295	4,540
Transfer between Funds		(7,164)	7,164	-	-
Net movement in cash for the year		5,957	(2,662)	3,295	4,540
Total cash balances brought forward		36,693	29,809	66,502	61,962
Total cash balances carried forward		42,650	27,147	69,797	66,502

The notes on the following pages form part of these accounts

**PARR STREET EVANGELICAL CHURCH
STATEMENT OF ASSETS AND LIABILITIES
AS AT 31ST JANUARY 2021**

		2021		2020	
Notes	£	£	£	£	£
Assets used for Church purposes					
<p>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.</p>					
Cash funds					
Unrestricted funds					
General Fund	9	23,394		17,437	
Designated Funds	10	19,256		19,256	
		42,650		36,693	
Restricted funds	11	27,147		29,809	
Cash at Bank and in Hand			69,797		66,502
Liabilities					
Independent Examiner's fees			740		720
PAYE/NI due			3,743		3,630
			4,483		4,350

Approved by the Elders on 28th September 2021 and signed on their behalf by:

Ian Cunningham (Acting Treasurer)

I. J. Cunningham

J. W. Cooke

John Cooke (Elder)

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 2021

1. Accounting Policies

- a. The Financial Statements have been prepared on a receipts and Payments basis in accordance with the Statement of Recommended Practice, "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 2021**

2. Tithes and offerings

	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
Church general expenses collections	121,702	-	121,702	150,699
Contributions - Copier, etc	3	-	3	23
Contributions - Events	465	-	465	3,718
Contributions - Hall Use and Lettings	120	-	120	710
Contributions to Out & About Group	176	-	176	1,270
Contributions Toddlers	127	-	127	759
Donations- CAP	-	-	-	85
Donations - Other	1,545	-	1,545	-
Donations - Gifts	-	15,000	15,000	-
Donations - Youth Work	560	-	560	667
Donations - Ministry Trainee	-	-	-	60
Donations - For the Poor	-	200	200	-
Donations - Building project	-	-	-	100
Trinity Church Milnthorpe	50	38,068	38,118	43,898
Grants	2,919	4,000	6,919	3,500
Sales	136	-	136	333
	<u>127,803</u>	<u>57,268</u>	<u>185,071</u>	<u>205,822</u>

PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2021

3. Missionary and Special Collections	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
AIM International - C & S Power	-	-	-	152
Caring for life	-	-	-	235
ECM - Romanian Work - G & J Stoll	-	400	400	1,629
London City Mission	-	-	-	547
Lovewise	-	-	-	50
Manna House	-	-	-	40
NISCU South Lakeland	-	-	-	1,283
R Cismas - Stewardship	-	-	-	565
Tear Fund	-	-	-	465
UFM -T&M Zam Suan	-	-	-	1,396
O & K Gula - Nigeria	-	-	-	321
	-	400	400	6,683
4. Legacies	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
Legacies	2,000	-	2,000	-
	2,000	-	2,000	-
5. Cottage rent & other	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
Cottage rent	5,300	-	5,300	6,900
Other	-	-	-	-
	5,300	-	5,300	6,900
6. Bank interest	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
Bank interest	12	-	12	31
	12	-	12	31

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2021**

7. General Church Expenses	Unrestricted Funds £	Restricted Funds £	2021 Total £	2020 Total £
FTE Salary and expenses	44,879	-	44,879	43,696
Ministry Gifts & Travel	298	-	298	772
Ministry Trainee 1	28,721	-	28,721	25,485
Ministry Trainees 2	-	-	-	9,245
Assistant Pastor	17,996	15,000	32,996	29,744
Other travel, Gifts & Assistance	1,167	2,978	4,145	271
Insurance, Utilities & Phone	5,522	-	5,522	5,557
Building, Repairs, Servicing & Furnishing	605	442	1,047	1,668
Cleaning and hygiene expenses	387	-	387	470
Office & Sundry Supplies	17	45	62	428
Catering and Refreshments	146	-	146	963
Communion	80	-	80	331
Evangelistic Resources, Publicity & Print	417	-	417	586
FIEC	4,032	-	4,032	5,232
Professional fees	1,333	-	1,333	720
CRB & Child Protection	206	-	206	194
Bank Charges	244	-	244	709
Copyright Licence & Music Equipment	578	-	578	535
IT Equipment	1,612	-	1,612	1,475
Maintenance and Other Equipment	491	-	491	1,065
Event Costs (incl Church Weekend)	(387)	-	(387)	1,342
Youth Workers Salary and expenses	14,060	-	14,060	16,618
Youth Work and Junior Church	1,800	-	1,800	5,412
CAP Running Expenses	49	-	49	7,967
Trinity Church Milnthorpe	-	48,629	48,629	45,764
Oasis	423	-	423	1,302
Toddlers Group	235	-	235	394
	124,911	67,094	192,005	207,945

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2021**

8. Missionary and Special Collections	Tax refund Funds £	Collection Funds £	2021 Total £	2020 Total £
AIM International - C & S Power	5,000	-	5,000	5,000
Barnabas Fund	-	-	-	10
Caring for life	-	-	-	255
ECM - Romanian Work - G & J Stoll	14,654	400	15,054	13,850
Gideons International	-	-	-	10
Kings Food Bank (Kendal)	-	-	-	10
London City Mission	-	-	-	572
Lovewise	750	-	750	800
Manna House	-	-	-	95
New Beginnings Ukraine	-	-	-	10
NISCU South Lakeland	2,520	-	2,520	2,500
R Cismas - Stewardship	-	-	-	5,000
Tear Fund	-	-	-	485
The Christian Institute	-	-	-	10
Others	77	-	77	-
UFM - T&M Zam Suan	5,013	-	5,013	5,000
North West Gospel Partnership	500	-	500	-
O & K Gula - Nigeria	-	-	-	321
	28,514	400	28,914	33,928

9. Funds	General Fund £	Designated Funds £	Restricted Funds £	Total Funds £
At 1st February 2020	17,437	19,256	29,809	66,502
Net movement in funds	13,121	-	(9,826)	3,295
Transfers	(7,164)	-	7,164	-
At 31st January 2021	23,394	19,256	27,147	69,797

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)	4,256	-	-	-	4,256
	19,256	-	-	-	19,256

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2021**

11. Restricted Funds	Balance B/fwd £	Receivable in year £	Expenditure in year £	Transferred in year £	Balance C/fwd £
Missionary & Gifts in Hand	-	28,914	28,914	-	-
For the Poor	1,386	600	1,800	-	186
Church Plant - Milnthorpe	22,010	38,068	48,629	7,164	18,613
Henry Herd Memorial	6,413	3,600	1,665	-	8,348
Investing for Life	-	15,000	15,000	-	-
	<u>29,809</u>	<u>86,182</u>	<u>96,008</u>	<u>7,164</u>	<u>27,147</u>

12. Staff costs

	2021 £	2020 £
Staff Emoluments	145,090	143,385
Employers National Insurance Contributions	11,432	12,693
Employers Pension Contributions	7,254	7,045
	<u>163,776</u>	<u>163,123</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:

	2021	2020
Full Time Elder, Youth Worker, Assistant Pastor and Ministry Trainees	5	7