

**PARR STREET EVANGELICAL CHURCH**

**Registered Charity No. 1141454**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31ST JANUARY 2022**

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

**PARR STREET EVANGELICAL CHURCH**  
**YEAR ENDED 31ST JANUARY 2022**

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**PARR STREET EVANGELICAL CHURCH**

**YEAR ENDED 31ST JANUARY 2022**

**CHARITY INFORMATION**

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

## **PARR STREET EVANGELICAL CHURCH**

**YEAR ENDED 31ST JANUARY 2022**

### **TRUSTEES' ANNUAL REPORT**

#### **Charity information**

The Church became a registered charity on 14<sup>th</sup> 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 2021-2022 available from the Church.

#### **Financial Review**

The Church income was less than expenses, decreasing reserves by £9,079 compared to an increase last year of £3,295.

#### **Reserves Policy**

The unrestricted reserves of the charity at 31 January 2022 amounted to £37,561 (2021 - £42,650) in cash funds of which £15,000 had been designated by the trustees leaving £22,561 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 2022**

**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 30 September 2022 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 2022, 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: 30 September 2022**

**PARR STREET EVANGELICAL CHURCH  
RECEIPTS AND PAYMENTS ACCOUNT  
FOR THE YEAR ENDED 31ST JANUARY 2022**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2022 £	Total 2021 £
<b>Income</b>					
- Tithes and offerings	2	131,391	68,222	199,613	185,071
- Missionary and Special Collections	3	-	-	-	400
- Gift aid tax repayments		28,095		28,095	31,526
- Legacies	4	-	-	-	2,000
- Cottage rent & other	5	6,000	-	6,000	5,300
- Bank interest and investment income	6	2	-	2	12
<b>Total Income</b>		<u>165,488</u>	<u>68,222</u>	<u>233,710</u>	<u>224,309</u>
<b>Expenditure</b>					
<b>Charitable activities:</b>					
- General Church Expenses	7	133,514	77,913	211,427	192,005
- Missionary and Special Collections	8	31,012	-	31,012	28,914
- Cottage expenses		350	-	350	95
<b>Total Expenses</b>		<u>164,876</u>	<u>77,913</u>	<u>242,789</u>	<u>221,014</u>
<b>Net incoming resources before transfers</b>		612	(9,691)	(9,079)	3,295
Transfer between Funds		(5,701)	5,701	-	-
<b>Net movement in cash for the year</b>		(5,089)	(3,990)	(9,079)	3,295
<b>Total cash balances brought forward</b>		42,650	27,147	69,797	66,502
<b>Total cash balances carried forward</b>		<u>37,561</u>	<u>23,157</u>	<u>60,718</u>	<u>69,797</u>

The notes on the following pages form part of these accounts

**PARR STREET EVANGELICAL CHURCH  
STATEMENT OF ASSETS AND LIABILITIES  
AS AT 31ST JANUARY 2022**

		2022		2021	
Notes	£	£	£	£	£
<b>Assets used for Church purposes</b>					
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.					
<b>Cash funds</b>					
Unrestricted funds					
General Fund	9	22,561		23,394	
Designated Funds	10	15,000		19,256	
		37,561		42,650	
Restricted funds	11	23,157		27,147	
Cash at Bank and in Hand			60,718		69,797
<b>Liabilities</b>					
Independent Examiner's fees			792		740
PAYE/NI due			3,951		3,743
			4,743		4,483

Approved by the Elders on 30th September 2022 and signed on their behalf by:

**Ian Cunningham (Treasurer)**

*I. J. Cunningham*  
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**John Cooke (Elder)**

*John Cooke*  
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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 2022**

**I. 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 2022**

**2. Tithes and offerings**

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Church general expenses collections	122,241	-	122,241	121,702
Contributions - Copier, etc	-	-	-	3
Contributions - Events	22	-	22	465
Contributions - Hall Use and Lettings	40	-	40	120
Contributions to Out & About Group	-	-	-	176
Contributions Toddlers	293	-	293	127
Donations - Other	8,580	100	8,680	1,545
Donations - Gifts	-	20,000	20,000	15,000
Donations - Youth Work	-	-	-	560
Donations - For the Poor	-	1,005	1,005	200
Trinity Church Milnthorpe	-	39,017	39,017	38,118
Grants	-	8,100	8,100	6,919
Sales	215	-	215	136
	<u>131,391</u>	<u>68,222</u>	<u>199,613</u>	<u>185,071</u>

**3. Missionary and Special Collections**

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
ECM - Romanian Work - G & J Stoll	-	-	-	400
	<u>-</u>	<u>-</u>	<u>-</u>	<u>400</u>

**4. Legacies**

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Legacies	-	-	-	2,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,000</u>

**5. Cottage rent & other**

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Cottage rent	6,000	-	6,000	5,300
	<u>6,000</u>	<u>-</u>	<u>6,000</u>	<u>5,300</u>

**6. Bank interest**

	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
Bank interest	2	-	2	12
	<u>2</u>	<u>-</u>	<u>2</u>	<u>12</u>

**PARR STREET EVANGELICAL CHURCH  
NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31ST JANUARY 2022**

7. General Church Expenses	Unrestricted Funds £	Restricted Funds £	2022 Total £	2021 Total £
FTE Salary and expenses	45,647	-	45,647	44,879
Ministry Gifts & Travel	-	-	-	298
Associate Pastor	20,992	15,433	36,425	32,996
Assistant Pastor	21,648	8,000	29,648	28,721
Other travel, Gifts & Assistance	3,472	811	4,283	4,145
Insurance, Utilities & Phone	4,002	-	4,002	5,522
Building, Repairs, Servicing & Furnishing	9,591	-	9,591	1,047
Cleaning and hygiene expenses	302	-	302	387
Office & Sundry Supplies	-	-	-	62
Catering and Refreshments	155	-	155	146
Communion	113	-	113	80
Evangelistic Resources, Publicity & Print	785	-	785	417
Course fees	700	-	700	-
FIEC	4,032	-	4,032	4,032
Professional fees	756	-	756	1,333
CRB & Child Protection	255	-	255	206
Bank Charges	186	-	186	244
Copyright Licence & Music Equipment	670	-	670	578
IT Equipment	529	-	529	1,612
Maintenance and Other Equipment	895	-	895	491
Event Costs (incl Church Weekend)	411	-	411	(387)
Youth Workers Salary and expenses	16,380	-	16,380	14,060
Youth Work and Junior Church	1,835	-	1,835	1,800
CAP Running Expenses	-	-	-	49
Trinity Church Milnthorpe	-	53,014	53,014	48,629
Oasis	-	655	655	423
Toddlers Group	158	-	158	235
	<u>133,514</u>	<u>77,913</u>	<u>211,427</u>	<u>192,005</u>

8. Giving	2022 Total £	2021 Total £
AIM International - C & S Power	5,000	5,000
ECM - Romanian Work - G & J Stoll	16,162	15,054
Lovewise	750	750
NISCU South Lakeland	2,600	2,520
Others	-	77
UEM - T&M Zam Suan	5,000	5,013
North West Gospel Partnership	1,000	500
Operation Mobilisation	500	-
	<u>31,012</u>	<u>28,914</u>

**PARR STREET EVANGELICAL CHURCH  
NOTES TO THE ACCOUNTS  
FOR THE YEAR ENDED 31ST JANUARY 2022**

**9. Funds**

	General Fund £	Designated Funds £	Restricted Funds £	Total Funds £
At 1st February 2021	23,394	19,256	27,147	69,797
Net movement in funds	4,868	(4,256)	(9,691)	(9,079)
Transfers	(5,701)	-	5,701	-
At 31st January 2022	<u>22,561</u>	<u>15,000</u>	<u>23,157</u>	<u>60,718</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)	4,256	-	4,256	-	-
	<u>19,256</u>	<u>-</u>	<u>4,256</u>	<u>-</u>	<u>15,000</u>

**11. Restricted Funds**

	Balance B/fwd £	Receivable in year £	Expenditure in year £	Transferred in year £	Balance C/fwd £
For the Poor	186	1,005	511	176	856
Church Plant - Milnthorpe	18,613	39,017	53,014	5,525	10,141
Henry Herd Memorial	8,348	8,200	8,955	-	7,593
Investing for Life	-	20,000	15,433	-	4,567
	<u>27,147</u>	<u>68,222</u>	<u>77,913</u>	<u>5,701</u>	<u>23,157</u>

**12. Staff costs**

	2022 £	2021 £
Staff Emoluments	153,440	145,090
Employers National Insurance Contributions	11,068	11,432
Employers Pension Contributions	7,672	7,254
	<u>172,180</u>	<u>163,776</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:

	2022	2021
Full Time Elder, Youth Worker, Assistant Pastor, Associate Pastor and Ministry Trainees	5	7