

PARR STREET EVANGELICAL CHURCH

Registered Charity No. 1141454

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JANUARY 2023

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

PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2023

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PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2023

CHARITY INFORMATION

Charity trustees	Mr J E Addison Mr P G Baxendale 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 2023

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 2022-2023 available from the Church.

Financial Review

The Church income was more than expenses, increasing reserves by 7,131. This is the reverse of last year when Church income was less than expenses, decreasing reserves by £9,079.

Reserves Policy

The unrestricted reserves of the charity at 31 January 2023 amounted to £59,245 (2022 - £37,561) in cash funds of which £15,000 had been designated by the trustees leaving £44,245 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 20th June 2023 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 2023, 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 2023**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
Income					
- Tithes and offerings	2	161,438	33,502	194,940	199,613
- Missionary and Special Collections	3	-	-	-	-
- Gift aid tax repayments		26,335		26,335	28,095
- Legacies	4	-	-	-	-
- Cottage rent & other	5	6,000	-	6,000	6,000
- Bank interest and investment income	6	15	-	15	2
Total Income		193,788	33,502	227,290	233,710
Expenditure					
Charitable activities:					
- General Church Expenses	7	136,895	42,346	179,241	211,427
- Missionary and Special Collections	8	30,020	10,772	40,792	31,012
- Cottage expenses		126	-	126	350
Total Expenses		167,041	53,118	220,159	242,789
Net incoming resources before transfers		26,747	(19,616)	7,131	(9,079)
Transfer between Funds		(5,063)	5,063	-	-
Net movement in cash for the year		21,684	(14,553)	7,131	(9,079)
Total cash balances brought forward		37,561	23,157	60,718	69,797
Total cash balances carried forward		59,245	8,604	67,849	60,718

The notes on the following pages form part of these accounts

**PARR STREET EVANGELICAL CHURCH
STATEMENT OF ASSETS AND LIABILITIES
AS AT 31ST JANUARY 2023**

		2023		2022	
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 £3.0m and £114,000 respectively.</p> <p>The only church asset worth more than £1000 (other than the building) is an Apple Macbook Pro that was purchased for Paul Baxendale for £1119.00 on 18/12/2022.</p>					
Cash funds					
Unrestricted funds					
General Fund	9	44,245		22,561	
Designated Funds	10	15,000		15,000	
		59,245		37,561	
Restricted funds	11	8,604		23,157	
Cash at Bank and in Hand			67,849		60,718
Liabilities					
Independent Examiner's fees			858		792
PAYE/NI due			3,414		3,951
			4,272		4,743

Approved by the Elders on 20th June 2023 and signed on their behalf by:

Ian Cunningham (Treasurer)

I.J. Cunningham

John Cooke (Elder)

John Cooke

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 2023**

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 2023**

2. Tithes and offerings

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Church general expenses collections	153,497	-	153,497	122,241
Gifts	5,100	25,000	30,100	20,000
Contributions - Events	537	-	537	22
Contributions - Hall Use and Lettings	-	-	-	40
Contributions Toddlers	704	-	704	293
Donations - Other	-	-	-	8,680
Donations - Youth Work	200	-	200	-
Donations - For the Poor	-	850	850	1,005
Trinity Church Milnthorpe	-	4,052	4,052	39,017
Grants	1,000	3,600	4,600	8,100
Sales	400	-	400	215
	161,438	33,502	194,940	199,613

3. Missionary and Special Collections

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
None in the year	-	-	-	-
	-	-	-	-

4. Legacies

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Legacies	-	-	-	-
	-	-	-	-

5. Cottage rent & other

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Cottage rent	6,000	-	6,000	6,000
	6,000	-	6,000	6,000

6. Bank interest

	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
Bank interest	15	-	15	2
	15	-	15	2

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2023**

7. General Church Expenses	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
FTE Salary and expenses	45,647	-	45,647	45,647
Ministry Trainee and expenses	10,800	-	10,800	-
Ministry Gifts & Travel	510	60	570	-
Associate Pastor	14,875	23,078	37,953	36,425
Assistant Pastor	23,211	8,738	31,949	29,648
Other travel, Gifts & Assistance	10	1,360	1,370	4,283
Insurance, Utilities & Phone	6,197	-	6,197	4,002
Building, Repairs, Servicing & Furnishing	2,563	-	2,563	9,591
Cleaning and hygiene expenses	443	-	443	302
Office & Sundry Supplies	341	-	341	-
Catering and Refreshments	438	-	438	155
Communion	364	-	364	113
Evangelistic Resources, Publicity & Print	321	-	321	785
Course fees	-	-	-	700
FIEC	4,147	-	4,147	4,032
Professional fees	816	-	816	756
CRB & Child Protection	439	-	439	255
Bank Charges	225	-	225	186
Copyright Licence & Music Equipment	802	-	802	670
IT Equipment	2,000	-	2,000	529
Maintenance and Other Equipment	1,122	-	1,122	895
Event Costs	670	-	670	411
Youth Workers Salary and expenses	18,434	-	18,434	16,380
Youth Work and Junior Church	2,193	-	2,193	1,835
Trinity Church Milnthorpe	-	8,459	8,459	53,014
Oasis	-	651	651	655
Toddlers Group	327	-	327	158
	136,895	42,346	179,241	211,427

8. Giving	Unrestricted Funds £	Restricted Funds £	2023 Total £	2022 Total £
AIM International - C & S Power	5,000	-	5,000	5,000
ECM - Romanian Work - G & J Stoll	16,300	-	16,300	16,162
Gateway Church for "Hot Spot"	120	-	120	-
Lovewise	-	-	-	750
NISCU South Lakeland	2,600	-	2,600	2,600
Trinity Church Milnthorpe	-	10,772	10,772	-
UFM - T&M Zam Suan	5,000	-	5,000	5,000
North West Gospel Partnership	1,000	-	1,000	1,000
Operation Mobilisation	-	-	-	500
	30,020	10,772	40,792	31,012

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2023**

9. Funds

	General Fund £	Designated Funds £	Restricted Funds £	Total Funds £
At 1st February 2022	22,561	15,000	23,157	60,718
Net movement in funds	26,747	-	(19,616)	7,131
Transfers	(5,063)	-	5,063	-
	<u>44,245</u>	<u>15,000</u>	<u>8,604</u>	<u>67,849</u>
At 31st January 2023				

10. Designated Funds

	Balance B/fwd £	Receivable in year £	Expenditure in year £	Transferred in year £	Balance C/fwd £
Contingency Fund	15,000	-	-	-	15,000
	<u>15,000</u>	<u>-</u>	<u>-</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	856	850	1,360	-	346
Church Plant - Milnthorpe	10,141	4,052	19,231	5,038	-
Henry Herd Memorial	7,593	3,600	9,449	25	1,769
Investing for Life	4,567	25,000	23,078	-	6,489
	<u>23,157</u>	<u>33,502</u>	<u>53,118</u>	<u>5,063</u>	<u>8,604</u>

12. Staff costs

	2023 £	2022 £
Staff Emoluments	135,557	153,440
Employers National Insurance Contributions	8,612	11,068
Employers Pension Contributions	6,779	7,672
	<u>150,948</u>	<u>172,180</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:

	2023	2022
Full Time Elder, Youth Worker, Assistant Pastor, Associate Pastor and Ministry Trainees	5	5