

**EAST LONDON TABERNACLE  
BAPTIST CHURCH**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED**

**31<sup>st</sup> DECEMBER 2018**

**Charity Registration Number: 1128266**

**HMRC Charity Reference Number: X83152**



**EAST LONDON TABERNACLE  
BAPTIST CHURCH**

**FINANCIAL STATEMENTS**

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# EAST LONDON TABERNACLE BAPTIST CHURCH

## CHARITY INFORMATION

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<b>Church Elders/Trustees</b>	Adekunle Adeoye Ken Brownell (Minister and Chairman) Graham Shearer (appointed 3 September 2018) Alastair Steven (appointed 7 June 2018) Yuriy Vyshnevs'kyi (resigned 1 January 2018) Adam Wilson
<b>Pastoral Team</b>	Ken Brownell Andy Mossop Carys Woodbridge
<b>Deacons</b>	Kayode Adeoye Grace Jaques Andy Mossop Sam Nicolae Jonathan Ward – Treasurer Adam Wilson – Secretary

The key management personnel are considered to be the Church elders, pastoral team and deacons.

<b>Charity Registration Number</b>	1128266
<b>HMRC Charity Number</b>	X83152
<b>Church Office</b>	Burdett Road London E3 4TU
<b>Principal address</b>	Burdett Road London E3 4TU
<b>Independent Auditors</b>	Jacob Cavenagh & Skeet Chartered Accountants 5 Robin Hood Lane Sutton Surrey SM1 2SW
<b>Bankers</b>	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
<b>Holding Trustee for Land &amp; Buildings</b>	The London Baptist Property Board Ltd 235 Shaftesbury Avenue London WC2H 8EP

# **EAST LONDON TABERNACLE BAPTIST CHURCH**

## **TRUSTEES' ANNUAL REPORT**

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The Trustees present the report and financial statements of East London Tabernacle Baptist Church for the year ended 31 December 2018. The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (Charities SORP (FRS 102)).

### **STRUCTURE, GOVERNANCE AND MANAGEMENT**

ELT Baptist Church is a registered charity and an Independent Evangelical Church in association with the Fellowship of Independent Evangelical Churches.

#### **Governing Document**

East London Tabernacle Baptist Church was established under the terms of a trust deed dated 23 April 1872, which sets out the basis of the use of the current building by the Church. Pursuant to a deed dated 25 April 1977, The London Baptist Property Board Limited was appointed as the Trustee of the freehold land and church building in Burdett Road. The Church obtained charitable status in March 2009, the Elders of the Church becoming Managing Trustees. In 2009 the Charity Commission authorised a Scheme to incorporate the 1872 Property Charity and the later Manse Charity within the framework of the Working Funds Charity.

#### **Appointment and Induction of Trustees**

Recommendations to appoint new Elders are brought to the Church members' meeting by the existing Eldership. They are appointed at a Church meeting via a resolution that must be passed by a 70% majority of the quorum then present. They receive training within trustee meetings.

#### **Organisation**

The Elders, who are also the Trustees, regularly review, discuss and direct the affairs of the Church, meeting together on a monthly basis. The Deacons, including the Church Secretary and Treasurer, look after the practicalities of running the Church. The Church Management Committee (comprising Elders, Deacons and others) meets on a bi-monthly basis to discuss matters relating to the practicalities of running the Church. However, it is the decisions taken at the Church members' meetings that are pre-eminent. These are held four times per year. The day to day management of the charity's affairs has been delegated to Ken Brownell.

The pay of senior staff is reviewed annually and normally increased in accordance with average earnings. Members of staff received small salary increases at the start of 2018 that are broadly in line with wage inflation.

#### **Risk Management**

The Trustees have reviewed the major risks which the Church faces, and confirm that they have established systems to mitigate those risks, including a reserves policy (see below).

### **OBJECTIVES AND ACTIVITIES**

#### **Objectives**

The primary objective of the church is the advancement of the Christian faith both in the United Kingdom and overseas by teaching the Bible, and promoting prayer and fellowship among believers. It also seeks the advancement for public benefit of religious education and the care of the aged, poor, sick and disabled.

#### **The Church's ministries**

The Church employs a senior pastor, Ken Brownell, and an associate pastor, Graham Shearer. It also employs a pastoral worker, Carys Woodbridge; and a Youth & Community worker, Andy Mossop. Together these form the Pastoral Team, which maintains a regular ministry and pastoral care for the congregation.



# EAST LONDON TABERNACLE BAPTIST CHURCH

## TRUSTEES' ANNUAL REPORT (CONTINUED)

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The church seeks to provide:

- A programme of events that aim to deepen the spiritual lives of the individual members and provide opportunities for non-members to hear the Christian gospel, including:
  - one morning service and an evening service;
  - a morning Sunday school;
  - a mid-week programme, including a monthly central prayer meeting and Fellowship Groups meeting in various homes;
  - outreach to local schools, taking assemblies and holding lunchtime meetings;
  - various other teaching and outreach ministries; and
  - a lunchtime club for the over 60s.
- Encouragement to its members to pray for the wider church and the needs of the world;
- Support for a number of missionary workers, currently placed in Burma, Russia (Siberia), South Africa, Namibia and Madagascar;
- Teaching the English language to people in the community;
- Facilities to enable Russian, Korean and Brazilian Churches to meet;
- A recreational facility for young people from the wider community;
- A building that will adequately provide for Sunday worship and facilitate meetings throughout the week for the encouragement of the Christian faith amongst all ages within the local community;
- Facilities to enable local organisations and individuals to hold meetings;
- Support the church plant at the Ridley Community Church in central Newham.

Volunteers are actively involved in assisting with almost all of the Church's activities.

There have been no major changes to the above during the year.

### **Grant making policy**

Gifts to external organisations and individuals are considered by the Trustees or delegated committees on the basis of need and fulfilment of the charitable objectives. There are no upper or lower limits of support.

The Church also makes gifts from a separate charity, the Archibald Brown Trust (Registration No 228069), which exists to provide support to members of the Church in financial difficulties.

### **Public Benefit**

The trustees confirm that they have complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission and, in particular, the specific guidance on charities for the advancement of religion.

### **Fundraising**

The Church engaged in fundraising in the form of receiving free-will offerings and donations, some of which were gift-aided, from members and regular attenders of the fellowship. We did not contract the service of any professional fundraisers as defined by section 58 of the Charities Act 1992. Other than publicly inviting an offering at every service, we do not engage in persistent fundraising or intrusive fundraising practices with any of our donors, including vulnerable people, and we never have private or coercive discussions with individuals about their giving. Our fundraising practices are ethical and in accordance with Biblical principles. No complaints were received about our fundraising practices.

# **EAST LONDON TABERNACLE BAPTIST CHURCH**

## **TRUSTEES' ANNUAL REPORT (CONTINUED)**

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### **ACHIEVEMENTS AND PERFORMANCE**

#### **Review of the year ended 31 December 2018**

During 2018, the Church:

- continued to focus on teaching the Bible, promoting prayer and fellowship and caring pastorally for the members;
- provided for the Senior Minister to visit Madagascar to preach and teach;
- employed two part-time youth workers sponsored by local authority grants;
- continued to serve the community by means of language classes, a parent & child group, taking school assemblies and running youth clubs;
- participated in a borough-wide project to provide food and accommodation for rough sleepers during the winter months for one night per week;
- continued to bring the message of the Bible to adults and children in the community by means of special meetings and events;
- served the community and other Christian organisations by making facilities available for various meetings and functions and continued to improve and upgrade the building.

#### **Financial Review**

The Church continues to be dependent on donations and legacies made by the Church members and other donors, which for the year ended 31 December 2018 totalled £259,733 (2017: £238,801). Total income amounted to £307,393 (2017: £283,857). Expenditure on charitable activities amounted to £375,751 (2017: £403,715). Income for the year exceeded expenditure by £53,945 (2017: Expenditure exceeded income by £119,858). Details of the financial position of the Church are set out on pages 8 to 16.

#### **Investment policy**

The Church holds Flat 23 Ennerdale House for long term investment purposes. Cash balances are held at CAF Bank and balances not expected to be used in the short term are held in a deposit account in order to earn interest.

#### **Reserves policy**

The Church seeks to maintain sufficient reserves to meet on-going liabilities for a minimum of a three-month period with no income. A separate fund exists for an on-going project of refurbishment and adaptation of the building to meet current and future requirements.

#### **Plans for the Future**

During 2019, the Church expects:

- To continue efforts to bring the message of the Bible to adults and children in the community by means of special meetings and events;
- To continue activities for young people in the community;
- To extend its youth work team and develop links with the local Muslim community;
- Expansion of the 60+ club for the elderly;
- In our third and final year of partnership with London City Mission to see Ridley Community Church become an independent, self-governing and supporting church

#### **Related Parties**

The Elders of East London Tabernacle Baptist Church are all trustees of the Archibald Brown Trust. The Trust, established by the first minister of the Church, exists to provide financial relief to members and regular attendees of the Church when they are in financial difficulty.

**STATEMENT OF TRUSTEES' RESPONSIBILITIES**


The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (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 income and expenditure 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 judgments and accounting 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, and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for maintaining proper accounting records which 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 and Reports) Regulations 2008 and the provisions of the 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.

The trustees are responsible for the maintenance and integrity of the charity and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.



**Ken Brownell**  
On behalf of the Trustees



**Adam Wilson**

Date: **21** October 2019



**INDEPENDENT AUDITORS' REPORT  
TO THE TRUSTEES OF  
EAST LONDON TABERNACLE BAPTIST CHURCH**

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**Opinion**

We have audited the financial statements of East London Tabernacle Baptist Church (the "Charity") for the year ended 31 December 2018 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2018 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

**Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and the provisions available for small entities, in the circumstances set out in note 13 to the financial statements, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Conclusions relating to going concern**

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

**Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT  
TO THE TRUSTEES OF  
EAST LONDON TABERNACLE BAPTIST CHURCH

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**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept;
- the financial statements are not in agreement with the accounting records; or
- we have not obtained all the information and explanations necessary for the purposes of our audit.

**Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement [set out on page 4 and 5], the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 144 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

**Use of our report**

This report is made solely to the Charity's trustees, as a body, in accordance Part 4 of the charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



**Jacob Cavenagh & Skeet**  
**Statutory Auditor**  
**Chartered Accountants**

5 Robin Hood Lane  
Sutton  
Surrey  
SM1 2SW

Dated: 25 October 2019

*Jacob Cavenagh & Skeet is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.*

**EAST LONDON TABERNACLE BAPTIST CHURCH**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2018**

Note	Unrestricted Fund £	Designated Funds £	Restricted Funds £	2018 Total £	Unrestricted Fund £	Designated Funds £	Restricted Funds £	2017 Total £
<b>Income from:</b>								
Donations and legacies:								
Charitable activities	201,211	-	58,522	259,733	219,650	-	19,151	238,801
Other trading activities	5,280	-	2,130	7,410	17,312	-	2,820	20,132
Investments	40,164	-	-	40,164	24,829	-	-	24,829
	86	-	-	86	95	-	-	95
<b>Total income</b>	<b>246,741</b>	<b>-</b>	<b>60,652</b>	<b>307,393</b>	<b>261,886</b>	<b>-</b>	<b>21,971</b>	<b>283,857</b>
<b>Expenditure on:</b>								
Charitable activities	310,477	-	65,274	375,751	363,847	-	39,868	403,715
<b>Total expenditure</b>	<b>310,477</b>	<b>-</b>	<b>65,274</b>	<b>375,751</b>	<b>363,847</b>	<b>-</b>	<b>39,868</b>	<b>403,715</b>
Net gains/(losses) on investments	-	122,303	-	122,303	-	-	-	-
<b>Net income/(expenditure)</b>	<b>(63,736)</b>	<b>122,303</b>	<b>(4,622)</b>	<b>53,945</b>	<b>(101,961)</b>	<b>-</b>	<b>(17,897)</b>	<b>(119,858)</b>
Transfers between funds	(4,246)	-	4,246	-	5,687	-	(5,687)	-
<b>Net movement in funds</b>	<b>(67,982)</b>	<b>122,303</b>	<b>(376)</b>	<b>53,945</b>	<b>(96,274)</b>	<b>-</b>	<b>(23,584)</b>	<b>(119,858)</b>
<b>Reconciliation of funds</b>								
Total funds brought forward	264,833	3,797,429	61,357	4,123,619	4,158,536	-	84,941	4,243,477
<b>Total funds carried forward</b>	<b>196,851</b>	<b>3,919,732</b>	<b>60,981</b>	<b>4,177,564</b>	<b>4,062,262</b>	<b>-</b>	<b>61,357</b>	<b>4,123,619</b>

**EAST LONDON TABERNACLE BAPTIST CHURCH**  
**BALANCE SHEET**  
**AS AT 31<sup>st</sup> DECEMBER 2018**


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	Note	2018		2017	
		£	£	£	£
<b>Fixed assets</b>					
Tangible fixed assets	7		3,684,692		3,875,779
Investment properties	8		<u>300,000</u>		<u>-</u>
			3,984,692		3,875,779
<b>Current assets</b>					
Debtors	9	100,086		64,341	
Cash at bank and in hand		<u>107,473</u>		<u>197,937</u>	
		207,559		262,278	
<b>Creditors</b>					
Amounts falling due within one year	10	( <u>14,687</u> )		( <u>14,438</u> )	
<b>Net current assets</b>			<u>192,872</u>		<u>247,840</u>
<b>Net assets</b>			<u>4,177,564</u>		<u>4,123,619</u>
<b>Funds</b>					
Unrestricted funds	11		196,851		264,833
Designated funds	11		3,919,732		3,797,429
Restricted funds	12		<u>60,981</u>		<u>61,357</u>
	13		<u>4,177,564</u>		<u>4,123,619</u>

Approved by the Trustees and signed on their behalf by:



Ken Brownell



Adam Wilson

Date: **21** October 2019



**1 ACCOUNTING POLICIES**

The principal accounting policies are set out below and have been adopted consistently throughout the year.

**a) Basis of accounting**

The accounts are prepared under the historical cost convention and in accordance with the Charities Act 2011 and the Charities Statement of Recommended Practice (Charities SORP (FRS 102)) and Financial Reporting Standard 102 (FRS 102).

East London Tabernacle meets the definition of a public benefit entity under FRS 102.

**b) Fund accounting**

General funds represent the funds of the church that are not subject to any restriction regarding their use and are available for application on the general purposes of the church.

The designated funds represent the assessed rebuilding cost used for insurance purposes of the three properties held in Trust for the use of East London Tabernacle Baptist Church, and any legacy income received during the year, to be used for refurbishment and maintenance of premises.

Restricted funds are monies to be used in accordance with specific restrictions imposed by donors. The aim and nature of each restricted fund is set out in the note 10.

The accounts include all transactions, assets and liabilities for which the church is responsible by law. They do not include the accounts of church groups that owe their main affiliation to another body nor those that are informal gatherings of church members.

**c) Incoming resources**

All incoming resources are included in the Statement of Financial Activities when the church is legally entitled to the income and the amount can be quantified with reasonable accuracy.

**d) Legacies**

Legacies are included when the charity has entitlement to the income, it is probable the income will be received and the amount can be reliably measured.

**e) Resources expended**

Expenditure is accounted for on an accruals basis and has been analysed between:

- Grants, which are recognised as a liability when the church is under obligation to make a payment or the grant is paid over;
- Activities directly relating to the work of the church; and
- Governance costs of the charity which includes all expenditure to comply with statutory and legal requirements.

**f) Pensions**

A stakeholder pension scheme is available to all staff. Contribution rates are agreed on an individual basis, and are made to the stakeholder pension scheme, or personal pension schemes held by employees. All contributions are made on a defined contribution basis.



**EAST LONDON TABERNACLE BAPTIST CHURCH**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2018**

**1 ACCOUNTING POLICIES (continued)**

**g) Tangible fixed assets and depreciation**

Tangible fixed assets costing more than £1,000 are capitalised, and stated at cost less accumulated depreciation. In 2007, the properties were included in the accounts at an assessed rebuilding cost used for insurance purposes. In accordance with the SORP, this cost is treated as the initial carrying amount and is not regarded as a revaluation.

Depreciation is provided at rates calculated to write off the cost or valuation of the fixed asset, less their estimated residual value, over their expected useful lives on the following bases:

No depreciation is provided on Land and Buildings. The charity adopts a policy of maintaining properties to a high standard, which prolongs their useful lives and enhances their residual value. As such the trustees feel that any depreciation arising is immaterial. All maintenance costs are written off as expenditure in the Statement of Financial Activities.

Office Equipment	33.3% on cost
Fixtures and Fittings	10% on cost

**h) Investment properties**

Properties not held for charitable use and instead for investment return are shown as fixed asset investments. Fixed asset investments are stated at market value and revalued each year.

**i) Cash and current asset investments**

Cash includes cash and short term highly liquid investments with a short maturity of three months or less from the date of opening of the deposit.

**j) Creditors and provisions**

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

**2 DONATIONS AND LEGACIES**

	<b>Unrestricted Funds £</b>	<b>Restricted Funds £</b>	<b>Total 2018 £</b>	<b>Total 2017 £</b>
<b>Youth work Grants and Donations</b>				
The Jack Petchey Foundation	-	1,310	1,310	2,250
Central Foundation Girl's School	-	1,157	1,157	1,243
East End Homes	-	6,765	6,765	6,940
London Youth	-	300	300	-
London Borough of Tower Hamlets	-	2,667	2,667	-
Church Run	-	2,983	2,983	-
Midmay Trust	-	-	-	500
St Paul's Way Trust School	-	-	-	900
Youthwork Funding	-	701	701	497
<b>Total Youth work Income</b>	-	15,883	15,883	12,330
<b>Grants</b>	-	25,000	25,000	-
<b>Donations</b>	199,711	17,639	217,350	226,471
<b>Legacies</b>	1,500	-	1,500	-
	<u>201,211</u>	<u>58,522</u>	<u>259,733</u>	<u>238,801</u>

**EAST LONDON TABERNACLE BAPTIST CHURCH**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2018**

**3 INCOME FROM CHARITABLE ACTIVITIES**

	Unrestricted Funds £	Restricted Funds £	Total 2018 £	Total 2017 £
Russian School	-	-	-	500
Spring Fayre	-	2,130	2,130	2,320
Other Income	<u>5,280</u>	<u>-</u>	<u>5,280</u>	<u>17,312</u>
	<u>5,280</u>	<u>2,130</u>	<u>7,410</u>	<u>20,132</u>

**4 RESOURCES EXPENDED**

	Unrestricted £	Restricted £	Support £	2018 £	2017 £
<b>Cost of charitable activities</b>					
Church ministry	228,380	60,059	5,874	294,313	319,781
Establishment costs	48,569	-	1,004	49,573	46,125
Grants and gifts to Mission and Christian causes	21,930	5,215	-	27,145	32,401
Governance costs	<u>4,720</u>	<u>-</u>	<u>-</u>	<u>4,720</u>	<u>5,408</u>
	<u>303,599</u>	<u>65,274</u>	<u>6,878</u>	<u>375,751</u>	<u>403,715</u>

Support costs have been allocated to unrestricted church ministry and establishment costs at a rate of 2% of total expenditure in these areas (including restricted costs) to estimate the amount of management time. Most support functions in the Church, such as finance, IT and personnel were carried out by volunteers.

Establishment costs are those incurred maintaining the church properties, for utilities and for property insurance. This also includes depreciation of £27,790 (2017: £27,445).

Governance costs includes fees payable to the auditor (including VAT) of £3,112 (2017: £3,692) relating to the audit and £1,608 (2017: £1,716) relating to other services.

**5 GRANTS AND GIFTS TO MISSION AND CHRISTIAN CAUSES**

	2018 £	2017 £
<b>Institutional grants</b>		
Christ Church Care Centre – South Africa	5,100	4,670
London City Mission	-	8,250
London Aged Christian Society	350	-
Bishopsdown Evangelical Church	5,000	-
Serving in Mission UK	1,350	-
Samaritan Purse	-	4,526
Crosslinks – J&C Hooker	6,516	6,717
Unevangelised Field Mission – A McRoy	<u>2,201</u>	<u>2,000</u>
	20,517	26,163
<b>Individual grants and gifts</b>	<u>6,628</u>	<u>6,238</u>
<b>Total grants and gifts</b>	<u>27,145</u>	<u>32,401</u>

Individual grants and gifts are made up of small payments to 4 individuals.

All grants are given either for the advancement of the Christian faith, or the relief of poverty.

**EAST LONDON TABERNACLE BAPTIST CHURCH**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2018**

**6 STAFF COSTS**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Wages and salaries	206,202	210,525
Social security costs	13,444	17,271
Pension costs	<u>9,331</u>	<u>13,456</u>
	<u><b>228,977</b></u>	<u><b>241,252</b></u>

	<b>2018</b>	<b>2017</b>
	<b>No.</b>	<b>No.</b>
Average number of employees (including paid trustees)	<u><b>10</b></u>	<u><b>10</b></u>

No minister or employee was paid in excess of £60,000 during the year (2017: Nil). No related party transactions took place.

A total of £nil expenses incurred on behalf of the Church was reimbursed trustees during the year to 31st December 2018 (2017: £nil) in relation to travel.

The minister and assistant minister, who both serve as trustees, were paid the following amounts (including pension contributions and benefits in kind) for their service to the Church in this capacity. Remuneration is authorised by clause 10 of the church's governing constitution.

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
<b>Kenneth Brownell (Minister)</b>		
Wages and salaries	34,382	33,915
Social security costs	3,591	3,556
Pension costs	<u>1,440</u>	<u>1,440</u>
	<u><b>39,413</b></u>	<u><b>38,911</b></u>
<b>Yuriy Vyshnevs'kyi Assistant Minister (until 31 December 2017)</b>		
Wages and salaries	-	27,749
Benefits in kind	-	4,375
Social security costs	-	2,705
Pension costs	<u>-</u>	<u>1,387</u>
	<u><b>-</b></u>	<u><b>36,216</b></u>

The total remuneration of the key management personnel of the charity listed on page 1, was as follows:

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Wages and salaries	81,197	80,149
Social security costs	7,745	7,650
Pension costs	<u>4,925</u>	<u>4,902</u>
	<u><b>93,867</b></u>	<u><b>92,701</b></u>

**EAST LONDON TABERNACLE BAPTIST CHURCH**  
**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**FOR THE YEAR ENDED 31<sup>st</sup> DECEMBER 2018**

**7 TANGIBLE FIXED ASSETS**

	Freehold Land & Buildings £	Leasehold Land & Buildings £	Fixtures & Fittings £	Office Equipment £	Total £
<b>Cost</b>					
At 1 <sup>st</sup> January 2018	3,600,000	177,697	257,385	16,439	4,051,521
Additions	-	-	14,400	-	14,400
Transfer to investment properties	-	(177,697)	-	-	(177,697)
At 31 <sup>st</sup> December 2018	<u>3,600,000</u>	<u>-</u>	<u>271,785</u>	<u>16,439</u>	<u>3,888,224</u>
<b>Accumulated depreciation</b>					
At 1 <sup>st</sup> January 2018	-	-	160,557	15,185	175,742
Charge for the year	-	-	27,163	627	27,790
At 31 <sup>st</sup> December 2018	<u>-</u>	<u>-</u>	<u>187,720</u>	<u>15,812</u>	<u>203,532</u>
<b>Net Book Value</b>					
At 31 <sup>st</sup> December 2018	<u>3,600,000</u>	<u>-</u>	<u>84,065</u>	<u>627</u>	<u>3,684,692</u>
At 31 <sup>st</sup> December 2017	<u>3,600,000</u>	<u>177,697</u>	<u>96,828</u>	<u>1,254</u>	<u>3,875,779</u>

**8 INVESTMENT PROPERTIES**

	2018 £	2017 £
<b>Fair Value:</b>		
At January 2018	-	-
Transfer from tangible fixed assets	177,697	-
Disposals	-	-
Revaluation	<u>122,303</u>	<u>-</u>
At 31 December 2018	<u>300,000</u>	<u>-</u>

**9 DEBTORS**

	2018 £	2017 £
<b>Due within one year:</b>		
Income tax recoverable	57,691	26,942
Youth work grant debtors	10,900	31,534
Other grant debtors	25,000	-
Other debtors and prepayments	<u>6,495</u>	<u>5,865</u>
	<u>100,086</u>	<u>64,341</u>

**10 CREDITORS**

	2018 £	2017 £
<b>Amounts falling due within one year:</b>		
Other creditors and accruals	<u>14,687</u>	<u>14,438</u>
	<u>14,687</u>	<u>14,438</u>

**EAST LONDON TABERNACLE BAPTIST CHURCH**  
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**11 UNRESTRICTED FUNDS**

	Balance at 1 <sup>st</sup> Jan 18 £	Designated Income £	Expenditure £	Revaluation gain/loss £	Balance at 31 <sup>st</sup> Dec 18 £
<b>General</b>	<u>264,833</u>	<u>246,741</u>	<u>(310,477)</u>	<u>( 4,246)</u>	<u>196,851</u>
<b>Designated</b>					
East London Tabernacle, Burdett Road, Mile End	3,300,000	-	-	-	3,300,000
9 Sharon Gardens, Hackney	300,000	-	-	-	300,000
23 Ennerdale House	177,697	-	-	122,303	300,000
Capital Investment (Legacy) Reserve	<u>19,732</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>19,732</u>
	<u>3,797,429</u>	<u>-</u>	<u>-</u>	<u>122,303</u>	<u>3,919,732</u>

The designated funds represent the assessed rebuild cost used for insurance purposes of the properties held in Trust for the use of the Church, and any amounts designated by the trustees for refurbishment and maintenance of the premises.

**12 RESTRICTED FUNDS**

	Balance at 1 <sup>st</sup> Jan 18 £	Income £	Expenditure £	Transfers £	Balance at 31 <sup>st</sup> Dec 18 £
Missionary Gifts (special appeals and regular giving)	-	1,300	-	-	1,300
Youth and Community Work	27,199	16,783	(27,397)	-	16,585
Thank Offering and Building	11,896	1,500	-	-	13,396
Russian School	11,539	-	-	-	11,539
Spring Fayre	-	2,130	( 5,100)	2,970	-
Basketball Camp	2,567	-	( 665)	-	1,902
Fellowship	-	-	( 115)	115	-
Muslim Outreach Project	-	7,993	( 3,271)	-	4,722
Night Shelter	-	365	( 1,245)	880	-
Ridley Hall	1,626	4,777	( 440)	-	5,963
Ridley Christian Centre Support	-	25,000	(25,281)	281	-
Holiday Club	<u>6,530</u>	<u>804</u>	<u>( 1,760)</u>	<u>-</u>	<u>5,574</u>
	<u>61,357</u>	<u>60,652</u>	<u>(65,274)</u>	<u>4,246</u>	<u>60,981</u>

**Transfers**

The transfers from the general fund represent shortfalls in the income received over relevant expenditure.

**Funds**

- The Missionary Gifts fund is made up of a variety of smaller funds where specific donations have been received for the support of individuals or mission projects.
- The Youth and Community Work fund receives donations and grants towards the work of the Church on community and youth-based projects.
- The Thank Offering and Building fund receives income towards the maintenance and refurbishment of the Church building.
- The Russian School fund receives income towards the running costs of the Russian classes.
- The Spring Fayre fund receives income towards donations made to the Christ Church Care Centre.
- The Basketball Camp is a youth outreach activity held annually in the school summer holidays. It is focused on getting young people aged 13 -18 years old to understand things like leadership, team-working and we introduce the gospel to them. It is run by members of the church with support from an ex National Basketball Association (NBA) member.



**EAST LONDON TABERNACLE BAPTIST CHURCH**  
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**12 RESTRICTED FUNDS (continued)**

- The Fellowship fund receives income towards the support of members in financial need that the Church assists.
- The Muslim Outreach Project is for donations received towards the costs of a gospel outreach project to the Muslim community. In Mile End.
- The Night Shelter project is for donations received towards the running costs of holding a Night Shelter in partnership with other local churches.
- The Ridley Christian Centre Support fund is a grant received towards the supporting the salary of an Assistant Pastor at Ridley Christian Centre.
- The Holiday Club fund receives donations and grants to offset the cost of running a one-week summer club for local children.

**13 ANALYSIS OF NET ASSETS BETWEEN FUNDS**

	Unrestricted £	Designated £	Restricted £	Total £
Fixed Assets				
Land and Buildings	-	3,600,000	-	3,600,000
Fixtures, Fittings and Equipment	84,692	-	-	84,692
Investment Properties	-	300,000	-	300,000
Current Assets				
Debtors	64,186	-	35,900	100,086
Cash at Bank and in Hand	62,660	19,732	25,081	107,473
Current Liabilities	( 14,687)	-	-	( 14,687)
Net Assets	<u>196,851</u>	<u>3,919,732</u>	<u>60,981</u>	<u>4,177,564</u>

**14 OTHER PROFESSIONAL SERVICES PROVIDED BY THE AUDITORS**

In common with many other entities of our size and nature we use the auditor to assist with the preparation of our financial statements.

**15 LEASING COMMITMENTS**

**Operating leases**

The total future minimum lease payments under operating leases at 31 December 2018 were payable as set out below:

	2018 £	2017 £
Within one year	4,299	1,803
Within two to five years	<u>8,736</u>	<u>1,803</u>
	<u>13,035</u>	<u>3,606</u>
The operating lease charges for the year were:		
Hire of office equipment	<u>3,051</u>	<u>1,803</u>
	<u>3,051</u>	<u>1,803</u>