

PARR STREET EVANGELICAL CHURCH

Registered Charity No. 1141454

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST JANUARY 2019

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

PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2019

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PARR STREET EVANGELICAL CHURCH

YEAR ENDED 31ST JANUARY 2019

CHARITY INFORMATION

Charity trustees	Mr J E Addison Mr P G Baxendale Mr J D Boadle Mr P J Bramhall Mr J W Cooke Mr J Edmondson Mr V J Hughes (retired 2019) Mr B Maiden Mr M J White Mr C Dugdale (appointed 2019)
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 2019

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 2018-2019 available from the Church.

Financial Review

The Church income was less than expenses, reducing reserves by £15,205 in the year compared to an increase in cash reserves last year of £11,347. This resulted in the general reserve reducing from £42,198 to £20,956 in the year. Budgets have been done to manage expenses going forward.

Reserves Policy

The unrestricted reserves of the charity at 31 January 2019 amounted to £40,112 in cash funds of which £19,156 had been designated by the trustees. 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 2019

TRUSTEES' ANNUAL REPORT

Statement of trustees' responsibilities

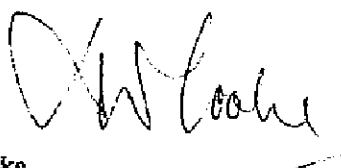
The trustees are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 10.11.19 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 2019, 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**

**PARR STREET EVANGELICAL CHURCH
RECEIPTS AND PAYMENTS ACCOUNT
FOR THE YEAR ENDED 31ST JANUARY 2019**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 2019 £	Total 2018 £
Income					
- Tithes and offerings	2	96,535	54,679	151,214	154,203
- Missionary and Special Collections	3	-	18,816	18,816	19,226
- Gift aid tax repayments		12,702	14,795	27,497	26,924
- Legacies	4	5,772	-	5,772	500
- Cottage rent & other	5	8,884	-	8,884	6,527
- Bank interest and investment income	6	32	-	32	3
Total Income		123,925	88,290	212,215	207,383
Expenditure					
Charitable activities:					
- General Church Expenses	7	136,041	56,926	192,967	162,171
- Missionary and Special Collections	8		33,791	33,791	33,791
- Cottage expenses		662	-	662	74
Total Expenses		136,703	90,717	227,420	196,036
Net incoming resources before transfers		(12,778)	(2,427)	(15,205)	11,347
Transfer between Funds		(8,640)	8,640	-	-
Net movement in cash for the year		(21,418)	6,213	(15,205)	11,347
Total cash balances brought forward		61,530	15,637	77,167	65,820
Total cash balances carried forward		40,112	21,850	61,962	77,167

The notes on the following pages form part of these accounts

**PARR STREET EVANGELICAL CHURCH
STATEMENT OF ASSETS AND LIABILITIES
AS AT 31ST JANUARY 2019**

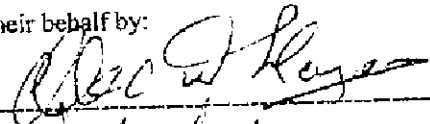
		2019		2018	
Notes	£	£	£	£	£
Assets used for Church purposes					
The Trustees of the church and cottage buildings are the Elders, who hold them on trust for purposes connected with Parr Street Evangelical Church. For insurance purposes the church buildings and contents are insured by the church for £1.3m 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	20,956		42,198	
Designated Funds	10	19,156		19,332	
		40,112		61,530	
Restricted funds	11	21,850		15,637	
		61,962		77,167	
Cash at Bank and in Hand					
Liabilities					
Pension					602
PAYE/NI due at 31 January 2019		692		1,754	
		692		2,356	

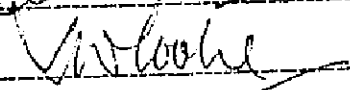
Approved by the Elders on 10.11.19

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 2019**

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 2019**

2. Tithes and offerings

	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
Church general expenses collections	90,190	-	90,190	82,885
Contributions - Building project			-	-
Contributions - Copier, etc	21		21	22
Contributions - Events	3,057		3,057	4,120
Contributions - Hall Use and Lettings	640		640	360
Contributions - Ladies Group	118		118	432
Contributions to Mens Lunch	245		245	334
Contributions to Out & About Group	420		420	-
Contributions Toddlers	697		697	783
Donations- CAP		2,591	2,591	5,328
Donations - Other			-	1,221
Donations - Service Gifts	-		-	340
Donations - Gifts			-	6,998
Donations - Youth Work	903		903	24
Donations - Ministry Trainee		360	360	360
Donations - For the Poor			-	58
Donations - Ladies Group			-	20
Donations - Building project	100		100	
Trinity Church Minthorpe	144	48,728	48,872	47,768
Grants - building project		3,000	3,000	3,000
Ministry Trainee			-	-
Sales			-	150
	<u>96,535</u>	<u>54,679</u>	<u>151,214</u>	<u>154,203</u>

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2019**

3. Missionary and Special Collections	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
AIM International - C & S Power	-	271	271	511
Barnabas Fund	-	200	200	218
British Lung Foundation	-	300	300	-
Caring for life	-	645	645	364
BCM - Romanian Work - G & J Stoll	-	6,685	6,685	7,051
Gideons International	-	269	269	187
IFES - Mary-Anne Johnson	-	-	-	360
Kings Food Bank (Kendal)	-	190	190	246
Kisizi Hospital	-	-	-	500
London City Mission	-	225	225	336
Lovewise	-	442	442	504
Manna House	-	745	745	225
Marie Curie	-	249	249	-
New Beginnings Ukraine	-	145	145	247
NISCU South Lakeland	-	3,869	3,869	3,772
C Perkins Pioneers UK	-	80	80	113
R Cismas - Stewardship	-	1,240	1,240	835
St John's Hospice	-	473	473	-
Tear Fund	-	781	781	1,968
The Christian Institute	-	227	227	223
UFM -T&M Zam Suan	-	1,780	1,780	1,566
	-	18,816	18,816	19,226
	-	18,816	18,816	19,226
4. Legacies	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
Legacies	5,772	-	5,772	500
	5,772	-	5,772	500
	5,772	-	5,772	500
5. Cottage rent & other	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
Cottage rent	6,432	-	6,432	6,432
Other	2,452	-	2,452	95
	8,884	-	8,884	6,527
	8,884	-	8,884	6,527
6. Bank interest	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
Building Fund interest	32	-	32	3
	32	-	32	3
	32	-	32	3

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2019**

7. General Church Expenses	Unrestricted Funds £	Restricted Funds £	2019 Total £	2018 Total £
FTE Salary and expenses	42,273	-	42,273	40,625
Ministry Gifts & Travel	722	-	722	432
Ministry Trainee 1	19,347	460	19,807	11,313
Ministry Trainees 2	8,144	-	8,144	-
Ministry Trainee course fees	-	-	-	870
Assistant Pastor	11,625	-	11,625	-
Other travel, Gifts & Assistance	3,421	791	4,212	3,260
Insurance, Utilities & Phone	5,650	-	5,650	4,626
Building, Repairs, Servicing & Furnishing	2,120	-	2,120	676
Building Projects Expenses	276	-	276	-
Cleaning and hygiene expenses	555	-	555	628
Office & Sundry Supplies	750	-	750	660
Catering and Refreshments	345	511	856	1,019
Communion	332	-	332	342
Evangelistic Resources, Publicity & Print	1,099	-	1,099	677
Professional fees	4,141	-	4,141	2,736
Transport hire	-	-	-	41
CRB & Child Protection	649	-	649	715
Bank Charges for International Transfer	-	-	-	-
Copyright Licence & Music Equipment	346	174	520	520
IT Equipment	92	-	92	2,716
Maintenance and Other Equipment	-	-	-	80
Event Costs (incl Church Weekend)	1,718	-	1,718	4,564
Youth Workers Salary and expenses	15,774	-	15,774	19,984
Youth Work and Junior Church	4,905	-	4,905	1,433
For the Poor	-	-	-	341
CAP Running Expenses	9,777	3,728	13,505	10,086
Trinity Church Miltthorpe	-	51,262	51,262	51,993
Mens Lunch Group	214	-	214	416
Oasis	909	-	909	-
Toddlers Group	561	-	561	720
Ladies Group	296	-	296	698
	136,041	56,926	192,967	162,171

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2019**

8. Missionary and Special Collections	Tax refund Funds £	Collection Funds £	2019 Total £	Paid Out £
AIM International - C & S Power	2,000	271	2,271	2,291
Barnabas Fund	50	200	250	250
British Lung Foundation	-	300	300	300
Caring for life	50	645	695	695
ECM - Romanian Work - G & J Stoll	7,685	6,685	14,370	14,410
Gideons International	50	269	319	319
IFES - Mary-Anne Johnson	-	190	190	190
Kings Food Bank (Kendal)	50	-	50	50
London City Mission	50	225	275	275
Lovewise	100	442	542	562
Manna House	60	745	805	805
Marie Curie	-	249	249	249
New Beginnings Ukraine	50	145	195	195
NISCU South Lakeland	200	3,869	4,069	4,129
C Perkins Pioneers UK	50	80	130	130
R Cismas - Stewardship	2,000	1,240	3,240	3,240
St John's Hospice	-	473	473	473
Tear Fund	50	781	831	871
The Christian Institute	50	227	277	277
North West Partnership	300	-	300	300
UFM - T&M Zam Suan	2,000	1,780	3,780	3,780
	14,795	18,816	33,611	33,791

9. Funds

	General Fund £	Designated Funds £	Restricted Funds £	Total Funds £
At 1st February 2018	42,198	19,332	15,637	77,167
Net movement in funds	(12,602)	(176)	(2,427)	(15,205)
Transfers	(8,640)	-	8,640	-
At 31st January 2019	20,956	19,156	21,850	61,962

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)	4,332	100	276	-	4,156
	19,332	100	276	-	19,156

**PARR STREET EVANGELICAL CHURCH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31ST JANUARY 2019**

11. Restricted Funds	Balance B/Twd £	Receivable in year £	Expenditure in year £	Transferred in year £	Balance C/fwd £
Missionary & Gifts in Hand	180	33,611	33,791	-	-
For the Poor	1,617	-	41	-	1,576
Church Plant - Milnthorpe	9,702	48,728	51,262	8,391	15,559
Henry Herd Memorial	3,150	3,000	1,435	-	4,715
Missionary Trainee	-	360	460	100	-
Christians Against Poverty	988	2,591	3,728	149	-
	<u>15,637</u>	<u>88,290</u>	<u>90,717</u>	<u>8,640</u>	<u>21,850</u>

12. Staff costs

	2019 £	2018 £
Staff Emoluments	126,256	104,956
Employers National Insurance Contributions	8,330	6,683
Employers Pension Contributions	5,980	5,400
	<u>140,566</u>	<u>117,039</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:

	2019	2018
Full Time Elder and Youth Worker, Pastor and Ministry Trainees	6.0	3.5