

Charity Registration Number: 1002449

The Way Inn Christian Centre Trust

Annual report and Accounts

for the year ended 30 June 2021

Stewarts Accountants Limited
271 High Street
Berkhamsted
Herts
HP4 1AA

The Way Inn Christian Centre Trust

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The Way Inn Christian Centre Trust

Legal and Administrative Information

Trustees	S Abramian (Chairman) J Fisher L Morgan
Registered Address	The Way Inn 268 High Street Berkhamsted Herts HP4 1AQ
Charity Registration Number	1002449
Accountants	Stewarts Accountants Limited 271 High Street Berkhamsted Herts HP4 1AA
Bankers	Clydesdale Bank Tempus 249 Midsummer Boulevard Milton Keynes MK9 1EA
Solicitors	Austins LLP 175 High Street Berkhamsted Herts HP4 3AP

The Way Inn Christian Centre Trust

Report of the Trustees for the Year ended 30 June 2021

The Trustees present their statutory report together with the consolidated accounts of The Way Inn Christian Centre Trust for the year ended 30 June 2021.

The results for the year are presented in the form of a Statement of Financial Activities, which adopts the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" 2005.

Structure, governance and management

The Way Inn Christian Centre Trust is an unincorporated trust governed by a trust deed dated 15 February 1991 and is registered under the Charities Act 2011, charity registration number 1002449.

Recruitment and appointment of trustees

As per the constitution, Trustees appointed by the board are recruited according to the constitution via recommending bodies.

Objectives and Activities

The principal charitable objective of The Way Inn Christian Centre Trust is the advancement of the Christian religion through the acquisition and maintenance of a centre in Berkhamsted which will express the social mission of the Christian Church.

Achievements and Performance

The Trust has strived during the year to achieve its principal objectives by providing a centre which carried out *the social mission of the Christian Church of encouraging and caring for the community* through the provision of:

- a Christian counselling service (this had to be discontinued due to lack of suitable space and is only just being reinstated slowly at this time)
- making Christian Literature available,
- and being a distribution centre for the DENS Food Bank for those in need in the community.

The funding of these activities has been mainly through its trading subsidiary which operates the Book and Gift shop and the operation of the town's main Post Office.

In 2016 'The Trust' particularly noticed an increase in loneliness and social isolation and a need was seen for a means and space to tackle this. In 2017 a new rental property was acquired by the 'Trust' to increase the ability to achieve its principal objective of 'caring for the community'. A community centre was developed providing "Arts" and Well Being classes, an exhibition space for local and community art, as well as being an encouraging and safe place for people of all ages to meet, make connections or just to be themselves.

Known as Open Door the centre has worked with local and national charities and agencies to increase and create community awareness of, and thus to help in the reduction of, loneliness and social isolation.

The funding of these activities has been through:

- venue hire for local small businesses and clubs and
- providing exhibition space and workshops for and by local artists and societies/ organisations

Over lockdown with the help of the local community Open Door supported local families and the elderly and vulnerable in need, by providing over 4,000 meals whilst also continuing its art and well-being classes on-line.

The Way Inn Christian Centre Trust

Report of the Trustees for the Year ended 30 June 2021 (continued)

The Trust is continuing its on-line activities of art and well-being whilst developing some new face to face activities. It is also continuing to support the local community with the community pantry and provision of food in the centre as well as supporting local charities, in particular DENS, with the way it takes action to help the homeless and vulnerable.

Financial review

The financial position of the Trust was satisfactory in 2020-21. Despite the net deficit for the year of (£2,215), coming as a result of UK Covid-19 restrictions, the Trust still retained a healthy closing balance on unrestricted funds of £402,692.

Reserves Policy

The Trustees have established a policy to build up unrestricted reserves to a level to support the charity's core expenditure for a minimum of a year.

Risk Management

The Trustees examine the principal areas of the charity's operations and consider the major risks faced in each of these areas.

In their opinion systems are being established which, under normal conditions, should allow these risks to be mitigated to an acceptable level in its day-to-day operations.

Trustees' Responsibilities Statement

The Trustees are required to prepare accounts for each financial year which give a true and fair view of the state of the affairs of the Trust and of the surplus or deficit of the Trust for that period. In preparing those accounts, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- follow applicable accounting standards, subject to any material departures disclosed and explained in the accounts;
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the Trust will continue in business.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Trust and to enable them to ensure that the accounts comply with the Charities Act 2011. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Trust and to prevent and detect fraud and other irregularities.

Signed on behalf of the Trustees:

S Abramian
Trustee

Approved by the Trustees on 31 March 2022

The Way Inn Christian Centre Trust

Independent Examiner's Report

I report on the accounts of the Trust for the year ended 30 June 2021, which are set out on pages 6 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees consider that the audit requirements in the Charities (Accounts and Reports) Regulations 2008 ("the Regulations") and section 144(2) of the Charities Act 2011 ("the Act") do not apply. It is my responsibility to issue this report on those accounts in accordance with the terms of the Regulations.

Basis of independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners under section 145(5)b of the Act. That examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the accounts.

Independent examiner's statement

In the course of my examination, no matter has come to my attention:

1. which gives me reasonable cause to believe that, in any material respect, the trustees have not met the requirements to ensure that:
 - proper accounting records are kept in accordance with section 130 of the Act; and
 - accounts are prepared which accord with the accounting records and comply with the accounting requirements of the Act and the Regulations; or
2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

G D James ACCA
Stewarts Accountants Limited
271 High Street
Berkhamsted
Herts HP4 1AA

Date: 28 March 2022

The Way Inn Christian Centre Trust

Consolidated Statement of Financial Activities for the Year Ended 30 June 2021

	Notes	2021 £	2021 £	2020 £	2020 £
General Fund					
Incoming resources from generated funds:					
Donations			19,455		49,328
Grants			46,636		15,000
Interest receivable			5		1
Incoming resources from charitable activities:					
Counselling receipts			-		-
Open Door			6,688		54,392
Rent received			<u>6,685</u>		<u>15,450</u>
			79,469		134,171
Resources expended					
Costs of generating funds	2	27,773		9,780	
Charitable activities	2	40,746		41,262	
Governance costs	2	<u>1,254</u>		<u>1,230</u>	
			<u>69,773</u>		<u>52,272</u>
(Deficit) / Surplus for the year			9,696		81,899
Net resources (utilised) / generated by trading subsidiary	8		<u>(11,911)</u>		<u>(4,849)</u>
Net movement in funds	9		(2,215)		77,050
Property revaluation			-		-
Balance brought forward at 1 July 2020			<u>404,907</u>		<u>327,857</u>
Balance carried forward at 30 June 2021			<u>402,692</u>		<u>404,907</u>

The Way Inn Christian Centre Trust

Balance Sheet of the Charity as at 30 June 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Tangible Fixed Assets					
Freehold property	4		290,000		290,000
Investments	5		<u>2</u>		<u>2</u>
			290,002		290,002
Current Assets					
Debtors	6	-		-	
Cash at bank and in hand		<u>69,407</u>		<u>71,941</u>	
		69,407		71,941	
Creditors: amounts falling due within one year	7	<u>(30,787)</u>		<u>(43,017)</u>	
Net current liabilities			<u>38,620</u>		<u>28,924</u>
Total assets less current liabilities			328,622		318,926
Creditors: amounts falling due after one year					
Bank Loan		-		-	
Mortgage loan		<u>-</u>		<u>-</u>	
			<u>-</u>		<u>-</u>
Total net assets			<u>328,622</u>		<u>318,926</u>
General Fund	9		<u>328,622</u>		<u>318,926</u>

Signed on behalf of the Trustees:

S Abramian
Trustee

Approved by the Trustees on 31 March 2022

The Way Inn Christian Centre Trust

Consolidated Balance Sheet as at 30 June 2021

	Notes	2021 £	2021 £	2020 £	2020 £
Fixed Assets					
Intangible assets	3		16,355		18,120
Tangible assets	4		<u>292,895</u>		<u>293,619</u>
			309,250		311,739
Current Assets					
Stocks		25,000		25,000	
Debtors	6	30,939		-	
Cash at bank and in hand		<u>76,946</u>		<u>87,140</u>	
		132,885		112,140	
Creditors: amounts falling due within one year	7	<u>(39,443)</u>		<u>(18,972)</u>	
Net current assets			<u>93,442</u>		<u>93,168</u>
Total assets less current liabilities			402,692		404,907
Creditors: amounts falling due after one year					
Bank loan		-		-	
Mortgage loan		<u>-</u>		<u>-</u>	
			-		-
Total net assets			<u>402,692</u>		<u>404,907</u>
General Fund	9		<u>402,692</u>		<u>404,907</u>

The Way Inn Christian Centre Trust

Principal Accounting Policies for the Year Ended 30 June 2021

Basis of accounting

The accounts have been prepared under the historical cost convention and in accordance with applicable Accounting Standards and the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities" 2015.

Basis of Consolidation

The statement of financial activities and balance sheet consolidate the accounts of the charity and its trading subsidiary up to the balance sheet date.

Investments

Investments are included in the accounts at the nominal cost of the shares to the donors.

General Fund

The general fund consists of those amounts which the Trustees may use in furtherance of the charitable objectives of The Way Inn Christian Centre Trust at their own discretion.

No restrictions have been placed on any donations received by the Trust.

Donations

Donations are credited to the income and expenditure account in the year in which they are received. Any recoverable tax is shown in the year of receipt from H M Revenue & Customs.

Investment Income

Investment income is credited to the income and expenditure account in the year in which it is received.

Resources Expended

Liabilities are recognised as resources expended as soon as there is a legal or constructive obligation committing the charity to the expenditure. All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Freehold Property

It is the policy of the Trustees to ensure that the fabric of the property is maintained in good condition. The property was last professionally revalued on 26 September 2019 and no further depreciation is considered necessary for this financial year.

Intangible Fixed Assets

The Post Office licence, which does not have a defined life span, is being amortised over forty years at a rate of 2.5% per annum.

Tangible Fixed Assets

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Fixtures and fittings and equipment 20% straight line basis

The Way Inn Christian Centre Trust

Principal Accounting Policies for the Year Ended 30 June 2021 (continued)

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow-moving items.

Cash flow

The accounts do not include a cash flow statement because the group (i.e., the charity and its subsidiary), as a small reporting entity is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 “Cash flow statements”.

Deferred Taxation

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes. The deferred tax balance has not been discounted.

The Way Inn Christian Centre Trust

Notes to the Accounts for the Year Ended 30 June 2021

1 Trustees' remuneration

No Trustee received any remuneration in respect of their services during the period.

2 Total Resources Expended

	Staff Costs £	Other Direct Costs £	Support Costs £	2021 Total £
Costs of generating funds:				
Rates & other overheads	-	22,263	-	22,464
People costs	21,083	-	4,748	25,831
Bank charges	-	450	-	450
Interest Payable	<u>-</u>	<u>312</u>	<u>-</u>	<u>312</u>
	<u>21,083</u>	<u>23,025</u>	<u>4,748</u>	<u>48,856</u>
Charitable Activities:				
Open Door	-	15,584	-	15,584
Donations	-	4,079	-	4,079
Outreach	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>19,663</u>	<u>-</u>	<u>19,663</u>
Governance Costs:				
Accountant's fee	-	1,254	-	1,254
Exceptional debt write off	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>-</u>	<u>1,254</u>	<u>-</u>	<u>1,254</u>
Total Resources Expended				
2021	<u>21,083</u>	<u>43,942</u>	<u>4,748</u>	<u>69,773</u>
2020	<u>-</u>	<u>52,272</u>	<u>-</u>	<u>52,272</u>

3 Intangible Fixed Assets – Licence

	Group	
	2021	2020
	£	£
Cost		
At 1 July 2020 and 30 June 2021	<u>70,630</u>	<u>70,630</u>
Amortisation		
At 1 July 2020	52,510	50,745
Charge for the year	<u>1,765</u>	<u>1,765</u>
At 30 June 2021	<u>54,275</u>	<u>52,510</u>
Net Book Values		
At 30 June 2021	<u>16,355</u>	<u>18,120</u>
At 30 June 2020	<u>18,120</u>	<u>19,885</u>

The Way Inn Christian Centre Trust

Notes to the Accounts for the Year Ended 30 June 2021 (continued)

4 Tangible Fixed Assets

	Charity and Group Freehold land and buildings £	Group Fixtures, fittings and equipment £	Group Total £
Cost			
At 1 July 2020	290,000	49,389	339,389
Additions	-	-	-
Revaluation	-	-	-
At 30 June 2021	<u>290,000</u>	<u>49,389</u>	<u>339,389</u>
Depreciation			
At 1 July 2020	-	45,770	45,770
Charge for the year	-	724	724
Disposals	-	-	-
At 30 June 2021	<u>-</u>	<u>46,494</u>	<u>46,494</u>
Written Down Values			
At 30 June 2021	<u>290,000</u>	<u>2,895</u>	<u>292,895</u>
At 30 June 2020	<u>290,000</u>	<u>3,619</u>	<u>293,619</u>

The freehold property was last valued by Messrs Aitchison Raffety on 26 September 2019 at an open market valuation of £290,000.

5 Investments

	2021 £	2020 £
At cost	<u>2</u>	<u>2</u>

The investment is the whole of the issued share capital of The Way Inn (Berkhamsted) Limited which was received by way of a gift to the Trust.

6 Debtors

	Charity		Group	
	2021 £	2020 £	2021 £	2020 £
Trade debtors	<u>-</u>	-	<u>-</u>	-

The Trustees are satisfied as to the value of the debtors.

The Way Inn Christian Centre Trust

Notes to the Accounts for the Year Ended 30 June 2021 (continued)

7 Creditors: amounts falling due within one year

	Charity		Group	
	2021	2020	2021	2020
	£	£	£	£
Bank loan	-	1,980	-	1,980
Other loan	-	5,000	3,598	8,800
Trade creditors	-	-	5,058	5,059
Social security and other taxes	-	-	-	584
Other creditors	4,141	1,231	4,141	2,549
Way Inn (Berkhamsted) Limited	<u>26,646</u>	<u>34,806</u>	<u>26,646</u>	<u>-</u>
	<u>30,787</u>	<u>43,017</u>	<u>39,443</u>	<u>18,972</u>

8 Net income of trading subsidiary

The charity has one wholly owned subsidiary, Way Inn (Berkhamsted) Limited, which is incorporated in the United Kingdom. The company runs the Post Office in Berkhamsted together with a Christian bookshop. A summary of the subsidiary company's trading results is shown below. Accounts have been filed with the Registrar of Companies.

	2021	2020
	£	£
Profit and Loss Account		
Turnover	207,214	222,139
Cost of Sales	<u>(209,862)</u>	<u>(195,497)</u>
Gross Profit	(2,648)	26,642
Administration	(35,472)	(41,580)
Other operating income	<u>26,209</u>	<u>10,089</u>
Net profit / (loss)	(11,911)	(4,849)
Taxation	<u>-</u>	<u>-</u>
Retained in subsidiary	<u>(11,911)</u>	<u>(4,849)</u>

9 General Fund

	Charity		Group	
	2021	2020	2021	2020
	£	£	£	£
Balance at 1 July 2020	318,926	237,027	404,907	327,857
Property revaluation	-	-	-	-
Net incoming resources for the year	<u>9,696</u>	<u>81,899</u>	<u>(2,215)</u>	<u>77,050</u>
Balance at 30 June 2021	<u>328,622</u>	<u>318,926</u>	<u>402,692</u>	<u>404,907</u>