

HOLYWELL FREE CHURCH
ACCOUNTS FOR THE YEAR ENDED
31 MARCH 2023

REGISTERED CHARITY NUMBER: 500613

Cound & Co LLP
Chartered Accountants
1 Princes Court
Royal Way
Loughborough
Leics LE11 5XR

Tel: 01509 214163

HOLYWELL FREE CHURCH
ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023
CONTENTS

	<u>Page No</u>
Trustees Report	1-4
Independent Examiner's Report	5
Receipts and Payments Account	6
Statement of Assets and Liabilities	7

HOLYWELL FREE CHURCH

TRUSTEES REPORT FOR THE YEAR ENDING 31 MARCH 2023

1. LEGAL AND ADMINISTRATIVE INFORMATION

1.1 TRUST DEED

The procedures for the government of Holywell Free Church are laid down in the Statement of Doctrine and a Trust Deed (revision dated 23rd February 1982). The church is registered as a charity with the Charity Commissioners (Charity No. 500613).

1.2 TRUSTEES AND CHURCH OFFICERS

1.2.1 Trustees

Under the current Trust Deed, Trustees are appointed to serve for life, unless they resign for reasons of ill-health or other cause. Trustees of the Church during the financial year 2022/2023 were as follows:

- D Donegani (appointed January 2012)
- P D Mizen (appointed January 2012)
- A P Mitchell (appointed October 2017)
- B K D Young (appointed February 2020)

1.2.2 Minister

The current Minister is Joseph Pettitt, appointed with effect from 1st December 2009. With effect from 1st September 2022, the Church appointed Tim Barnes as Assistant Minister.

1.2.3 Elders

Under the terms of the current Trust Deed, day-to-day management of the church's affairs is delegated to the Church Elders, assisted by the Church Deacons (see below). Elders are appointed for 3-year terms at the members' Annual Church Meeting, and are then considered for confirmation in office every subsequent 3 years. The Minister of the Church, when one is appointed, serves as an ex-officio Elder. The Elders serving during the financial year 2022/23 were:

- P D Mizen (confirmed in office June 2022)
- A P Mitchell (confirmed in office June 2020)
- B K D Young (confirmed in office June 2022)
- T Barnes (elected September 2022)

1.2.4 Deacons

Deacons, who would normally include among their number the Church Secretary and Church Treasurer, are appointed to serve for 2-year terms of office at an Annual Church Meeting, and may subsequently be re-appointed at 2-year intervals. Those serving during the financial year 2022/23 were:

- T Jun (elected June 2021)
- S Wei (elected June 2021)
- N Millwood (elected June 2021)
- A Simpson (elected June 2021)
- P Yemofio (elected June 2022)
- S Xiao (elected June 2022)

1.3 PROPERTY

The Church fully owns its own church building, erected in 1984/85, on a freehold site on Berkeley Road, Loughborough, Leicestershire LE11 3SJ.

HOLYWELL FREE CHURCH

TRUSTEES REPORT FOR THE YEAR ENDING 31 MARCH 2023

1.4 CONTACT PERSON

The contact person is Alastair Mitchell, 111 Nanpantan Road, Loughborough, Leics. LE11 3YB (Tel. 07914 163712 or e-mail alastairmitchell@hotmail.com).

1.5 WEBSITE

The Church maintains a website at: <https://www.holywell.church/>

1.6 BANKERS

i) Barclays Bank plc, 2 Bishop Meadow Road, Loughborough, Leicestershire, LE11 5RB.

1.7 SOLICITOR

Straw and Pearce, 18 Rectory Place, Loughborough, Leicestershire, LE11 1UU (Tel 01509 268931).

1.8 INDEPENDENT EXAMINER

Cound & Co. LLP, Chartered Accountants, 1 Princes Court, Royal Way, Loughborough, Leicestershire LE11 5XR (Tel. 01509 214163).

2. TRUSTEES ANNUAL REPORT

The Trustees are pleased to present their report for the year ended 31st March 2023. Legal and administrative information, as given in paragraphs 1.1 - 1.8, forms part of this report.

Financial details and accounts, comprising Receipts and Payments Account, Independent Examiner's Statement, and Statement of Assets and Liabilities for the financial year are contained in a separate document (appended herewith).

2.1 OBJECTIVES AND PUBLIC BENEFIT.

The objectives of the church are to promulgate the Gospel of the Lord Jesus Christ within the local community it serves and throughout the world, to build up believers in their faith in Christ, and to show Christian acts of mercy and kindness to all those in need with whom the church comes into contact.

Holywell Free Church provides a public benefit through the advancement of the Christian Religion, in accordance with the churches statement of faith, through the various activities highlighted below. With the exception of members' meetings, these activities are open to anyone who wishes to attend, and we actively encourage the community to participate in our activities.

2.2 ACTIVITIES

During the year ending 31st March 2023, Holywell church continued to hold services for the public worship of God on Sunday mornings and evenings, which all were welcome to attend.

The meetings that were held to encourage and support various groups within the church and to engage with those in the community continued. Almost all regular activities were back to normal operation after the earlier Covid-19 restrictions, including home groups, young people's meetings, Senior Moments, the regular men's breakfasts and the monthly 'Flourish' meeting for women. The annual 'At Home Day' took place in June 2022 and the Holiday Bible Club for children in August 2022.

HOLYWELL FREE CHURCH
TRUSTEES REPORT FOR THE YEAR ENDING 31 MARCH 2023

2.2 ACTIVITIES (CONTINUED)

In September 2022, Tim Barnes joined the church as Assistant Minister and Elder.

2.3 FINANCIAL REVIEW

We are grateful to God that all our financial needs over the past 12 months have been fully met. The total income over the year was £171,409, including £14,200 in restricted gifts, with a total expenditure/disbursement of £154,351 leaving a closing balance of £131,814.

The accounts for 2022/23 have been independently examined and will be discussed at the Annual Church Meeting on Thursday 29th June 2023. A copy of the church accounts and independent examiners' report are appended hereto.

The Church continued its policy of distributing to Christian work. In 2022/23, some £38,547 was distributed. These funds were used to contribute to the financial support of missionaries working in Latvia, the Sahara Desert, the Middle East, and Europe as well as in the UK, and to a range of other Christian causes.

The Trustees are satisfied that the church is in a healthy financial position and able to meet all its foreseeable commitments.

2.4 RESERVES POLICY

The purpose of the reserve policy for Holywell Free Church is to ensure that sufficient funds are available to cover normal operational costs and to provide a measure of protection against large unbudgeted expenditure, whilst also making sure that excessive, unallocated funds do not accumulate.

The church plans to spend the majority of its regular income on the operation of the church and the support of its missionary interests.

The trustees deem it sensible to maintain a balance of 6 months' operational costs, which corresponds to approximately £60,000.

The officers of the church review the accounts on a monthly basis. It is recognized that when income matches expenditure the reserve figure could be at a lower level.

It is also recognized that due to the age, and limits, of the current church building, it will probably be necessary to make considerable expenditure on the building at some point in the foreseeable future, hence we will allow the balance to be higher than £60k for the moment.

Should a situation arise where a large financial gift (e.g. legacy) is made to the church, the officers of the church will recommend to the members how this money should be used in accordance with the aims and objectives of the church's constitution.

The level of reserves will be reviewed annually to reflect the perceived risks and budgetary demands of the church.

Date for next review – September 2023.

2.5 INVESTMENTS

Under the Trust Deed, the church has the power to make investments which the Trustees consider appropriate. The investment account previously held with Stewardship Services was closed in April 2022. The church has no other investments.

HOLYWELL FREE CHURCH

TRUSTEES REPORT FOR THE YEAR ENDING 31 MARCH 2023

2.6 RISK MANAGEMENT

The Church Officers review the major risks to which those attending the church are subject, with a view to being satisfied that appropriate measures are in place to mitigate these. Policies aimed at reducing risk have been drawn up covering building evacuation in case of an emergency, use of the baptistry, child protection, vulnerable adults, and kitchen use and food safety. Copies of these documents have been circulated to appropriate members and others as necessary.

2.7 INDEPENDENT EXAMINATION

A resolution to appoint Cound & Co. LLP, Chartered Accountants, as the Church's Independent Examiners for the financial year 2023/24 will be considered by the church membership at the Annual Church Meeting on 29th June 2023.

2.8 SERIOUS INCIDENTS

No serious incidents, as defined in the Charity Commission's Guidance Notes on Annual Returns, have occurred during the year 2022/23.

2.9 APPROVAL

This Trustees' Report was approved by the trustees via email and signed by the Chairman of the Trustees on 25th May 2023.


.....
Alastair Mitchell

25 May 2023

**INDEPENDENT EXAMINER'S REPORT
TO THE OFFICERS OF HOLYWELL FREE CHURCH**

I report on the attached accounts of the Church for the year ended 31 March 2023.

Respective responsibilities of officers and examiner

The Church officers are responsible for the preparation of the accounts. The Church officers consider that an audit is not required for this year under Section 144(2) of the Charities Act 2011 ("the Charities Act") and that an independent examination is needed. The Church Constitution states that the accounts "shall be duly audited....." This was the term in common usage when the Constitution was originally drawn up and signified that some form of independent verification of the church accounts should take place. The officers believe that this is now adequately achieved by means of the arrangements set out in the Charity Commissioners' guidance, and in the case of the accounts for the year ended 31 March 2023, of Independent Examination.

It is my responsibility to:

- examine the accounts under Section 145 of the Charities Act;
- follow the procedures laid down in the General Directions given by the Charity Commission, under Section 145(5)(b) of the Charities Act; and
- state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the Church 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 Church officers concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a "true and fair view" and the report is limited to those matters set out in the statement below.

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 requirements:

- to keep accounting records in accordance with Section 130 of the Charities Act; and
- to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act;

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

D R Gradon MA FCA
Cound & Co LLP
Chartered Accountants
1 Princes Court
Royal Way
Loughborough
Leics
LE11 5XR

29 June 2023

HOLYWELL FREE CHURCH

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2023

2021/2022 £	RECEIPTS	2022/2023 £	2021/2022 £	PAYMENTS	2022/2023 £
126,525.23	OFFERINGS AND REGULAR GIVING	136,274.84		MINISTRY	
	Other Income		44,956.10	Stipend – Joseph Pettitt	47,608.53
19,080.80	Tax Refund	20,627.81	697.55	Ministerial Expenses	1,362.25
70.00	Use of Building	-	17,304.00	Ministry Trainee/Assistant Minister Salary	19,301.36
33.00	Bookstall Income	222.00	3,701.22	Employer's NIC/HMRC payment	332.76
50.00	Sundry Income	<u>68.20</u>	1,571.47	NEST (Pension)	1,710.96
19,233.80		20,918.01	1,976.49	Visiting Preachers' Fees	<u>1,572.55</u>
	Interest		70,206.83		71,888.41
181.76	Stewardship Services	15.82	3,185.83	Building	
9.42	Barclays Bank	-	494.31	Utilities	2,926.53
191.18		15.82	1,494.41	IT and Communications	3,075.90
	Restricted Income Receipts		2,649.99	Insurance	1,601.88
11,995.00	Missionary Giving – specific Offerings	12,599.87	4,686.08	Cleaner's Salary and Cleaning Products	2,944.49
-	Building Fund	<u>1,600.00</u>	12,510.62	Maintenance	<u>7,522.53</u>
11,995.00		14,199.87			18,071.33
			239.25	Other Expenses	
			815.28	DBS Checks	314.00
			839.49	CCLI Licences	869.10
			32.54	Advertising	948.21
			17.92	Refreshments Catering	2,155.28
			2,081.39	Equipment	3,519.33
			342.80	Stationery and Administration	3,492.97
			494.07	Children and Young People's Work	524.31
			7.04	Holiday Bible Club	170.70
			548.93	HMRC Interest	0.00
			3,012.49	Books	281.88
			765.07	Diaconal Gifts	0.00
			320.00	Summer BBQ	160.00
			-	Other Meetings	130.00
			9,516.27	Building Project	<u>13,278.00</u>
					25,843.78
			26,220.00	Donations to other Charities etc	
			15,770.00	Regular Missionary Giving	27,017.36
			41,990.00	Restricted Donation to Other Charities	<u>11,529.87</u>
					38,547.23
157,945.21	TOTAL RECEIPTS	171,408.54	134,223.73	TOTAL PAYMENTS	154,350.75
	Balances at start of the financial year			BALANCES AT END OF THE FINANCIAL YEAR	
8,072.65	Barclays	21,612.38	21,612.38	Barclays	131,813.70
82,961.77	Stewardship Services	<u>93,143.53</u>	93,143.53	Stewardship Services	<u>0.00</u>
91,034.42		114,755.91	114,755.91		131,813.70
£248,979.63	GRAND TOTAL	286,164.45	£248,979.63	GRAND TOTAL	286,164.45

HOLYWELL FREE CHURCH

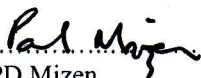
STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2023

	<u>2023</u>	<u>2022</u>
FIXED ASSETS		
Building (at valuation as at Feb 2017)	1,250,000.00	1,250,000.00
Land (at valuation as at 31 March 2004)	226,000.00	226,000.00
Contents (at valuation as at 31 May 2010)	51,592.00	51,592.00
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TOTAL FIXED ASSETS	£1,527,592.00	£1,527,592.00
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CURRENT ASSETS		
Gift Aid tax reclaimable	17,508.75	18,214.00
Cash (Stewardship Services)	0.00	93,143.53
Cash (Barclays)	131,813.70	21,612.38
Loan to Joseph and Louise Pettitt	50,000.00	50,000.00
	<hr/>	<hr/>
TOTAL CURRENT ASSETS	£199,322.45	£182,969.91
	<hr/> <hr/>	<hr/> <hr/>
CURRENT LIABILITIES		
Accruals and other liabilities	3,570.73	1,200.00
	<hr/>	<hr/>
TOTAL CURRENT LIABILITIES	£3,570.73	£1,200.00
	<hr/> <hr/>	<hr/> <hr/>
NET CURRENT ASSETS	£195,751.72	£181,769.91
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TOTAL NET ASSETS	£1,723,343.72	£1,709,361.91
	<hr/> <hr/>	<hr/> <hr/>
CHARITABLE FUNDS		
Restricted Funds	1,600.00	0.00
Unrestricted Funds	1,721,743.72	1,709,361.91
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	£1,723,343.72	£1,709,361.91
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Approved by the Trustees and Church Officers on 29 June 2023 and signed on their behalf by:



.....
A Mitchell



.....
PD Mizzen