

London Baptist Association

Charity Registration No: 249703

Report of the General Purposes and Finance Committee

and Financial Statements

for the year ended 31 December 2001

London Baptist Association

In membership with the
Baptist Union of Great Britain

Charity Registration No 249703

235 Shaftesbury Avenue, London, WC2H 8EP

TRUSTEES

London Baptist Property Board Limited
whose directors are the Council members
of the London Baptist Association

OFFICERS 2001

President
Ex-President
Secretary
Honorary Treasurer
General Superintendent of the
Metropolitan Area of the
Baptist Union of Great Britain
Association Superintendent
Baptist Missionary Society
Area Co-ordinator
Chairman of the London Baptist
Property Board Limited

Revd C M Mereweather-Thompson BA MPhil
Revd J A Taylor
Revd P W Martin BA
Mr B K H Rogers FCA

Revd Dr P M Took BA BD PhD
Revd A Mason ALBC

Revd S Jones BA MSc BA

Mr B K H Rogers FCA

CHAIRMAN OF THE GENERAL PURPOSES AND FINANCE COMMITTEE (2001)

Mr J R Newby MS BSc EPA CPA AKC

SOLICITORS

Carter Lemon Camerons
11 Breems Buildings
London EC4A 1DW

SURVEYORS

Biscoe Craig Hall
5/6 Staple Inn
Holborn
London WC1V 7QU

BANKERS

Barclays Bank plc
The City Business Banking Team
54 Lombard Street
London EC3P 3AH

AUDITORS

Jacob Cavenagh & Skeet
6-8 Tudor Court
Brighton Road
Sutton
Surrey SM2 5AE

STOCKBROKERS

Quilter & Co Limited
St Helen's
1 Undershaft
London EC3A 8BB

London Baptist Association

Report of the General Purposes and Finance Committee for the year ended 31 December 2001

The General Purposes and Finance Committee has pleasure in reporting on the Financial Statements for the year ended 31 December 2001. During the year Mr John Newby continued as chairman. The Revd Roger Hoath stood down as vice-chairman due to other commitments. It was decided not to elect a vice-chairman.

A fuller report of the Council and reports from others are available from the London Baptist Association office, 235 Shaftesbury Avenue, London WC2H 8EP.

The year was marked by the retirement of Revd Peter Wortley as Association Secretary after 23 years loyal service. He retired on 30 June 2001, but was released from his duties on 28 February so that he could prepare for his year as President of the Baptist Union of Great Britain. At the beginning of the year Revd Paul Martin joined the staff, succeeding Peter Wortley as Association Secretary on 1 March. The office staff (Joyce Caddy, Barbara Govey and John and Mary Harrison) has continued to serve the Association well through the year. Occasional assistance has again been supplied by Miss Pat Carey-Willis.

The Association continued to be served by the Revd Tony Mason (Association Superintendent), Peter Leveson (half-time Youth Work Co-ordinator) and by the part-time District Ministers. During the year the Association said farewell to Mrs Rosemarie Davidson-Gotobed who had served the Association for nearly four years as its first Racial Justice Co-ordinator. In August the Revd Carol McCarthy joined the staff of the Association as part-time Home Mission Co-ordinator, with a particular brief to promote the work of Baptist Union Home Mission among our churches.

RESULTS OF THE YEAR

The net incoming resources for the year on the General Fund, before transfers, amounted to £(44,276) (2000: £(21,023) [see page 8]. In arriving at the result, the Fund has been credited with £39,800 of the grant received from the London Baptist Property Board Limited (2000: £30,500). Other grants totalling £14,567 (2000: £13,805) have been received towards the costs of our Racial Justice Co-ordinator and the Britannia Village Church Planter. The sum of £10,661 (2000: £5,603) has been transferred from the "Legacy Reserve Fund" (a Designated Fund) as a further contribution to the costs associated with the Racial Justice Co-ordinator. After taking into account net realised and unrealised gains on investment assets of £(33,764) (2000: £15,792), a transfer of £23,025 to General Reserve (2000: £4,261), and the balance brought forward from 2000 of £143,610, there is a balance carried forward to 2002 on the General Fund of £53,206.

The combined funds decreased from £3,103,111 to £2,927,126, a decrease of £175,985 (2000: increase of £114,065). The combined funds decreased from £3,103,111 to £2,927,126, a decrease of £175,985 (2000: *increase of £114,065*).

Churches in membership with the London Baptist Association (hereinafter referred to as "LBA") and individuals contributed £373,288 for the Baptist Union Home Mission appeal in 2001 (2000: £325,542) [page 19]. Twenty-four per cent of the £373,288, plus twenty-four per cent of £23,688 donated to the LBA by way of church donations, in all a total of £95,274, will come to the LBA in 2002 as its share of Home Mission.

During the year, loans totalling £4,987 (2000: £38,605) were made to member churches and grants totalling £25,170 (2000: £53,265) were made to member churches and individuals. The sum of £3,990 (2000: £4,360) was also paid for churches to the London Baptist Property Board Limited to meet interest charges on loans.

London Baptist Association

Report of the General Purposes and Finance Committee for the year ended 31 December 2001 (continued)

STATEMENT OF THE RESPONSIBILITIES OF MEMBERS OF THE GENERAL PURPOSES AND FINANCE COMMITTEE

The members of the General Purposes and Finance Committee act as the managing trustees of the Association, subject to final approval of the Council. The Committee is responsible for preparing Financial Statements for each financial year which give a true and fair view of the state of affairs of the Association and of the surplus or deficit of the Association for that period. In preparing those Financial Statements, the members of the Committee are required to

- ! select suitable accounting policies and then apply them consistently;
- ! make judgements and estimates that are reasonable and prudent; and
- ! prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Association will continue in its activities.

The members of the Committee are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Association and to enable them to ensure that the financial statements comply with charity law. They are also responsible for safeguarding the assets of the Association and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

INVESTMENT POLICY

A similar ethical investment policy is followed as that of the Baptist Union of Great Britain.

The general policy is to deposit day-to-day funds with the London Baptist Property Board Limited, and, for investments of a more permanent nature, the LBA stockbrokers are consulted.

RISK MANAGEMENT

The General Purposes and Finance Committee have considered the major risks to which the Association is exposed and is satisfied that, where necessary, procedures have been and are being put in place to mitigate those risks so far as is practicable.

RESERVES POLICY

Ever since the General Fund investment portfolio was established, it has been the policy of the General Purposes and Finance Committee to set aside to the General Fund General Reserve an amount equivalent to the net surpluses realised on the disposal/exchange of the investments. Now that the General Reserve exceeds the cost of the investment portfolio, any such excess may be available towards financing the future ongoing activities of the Association.

AUDITORS

Jacob Cavenagh & Skeet have audited the financial statements for the year ended 31 December 2001.

London Baptist Association

Report of the General Purposes and Finance Committee for the year ended 31 December 2001 (continued)

THE OUTLOOK

This report marks the end of an era for the LBA and heralds a new beginning for our life together in Association. This is the last report of the General Purposes and Finance Committee. The assets and liabilities of the unincorporated LBA passed over to the newly incorporated London Baptist Association (a company limited by guarantee) on 1 January 2002. During the year the Memorandum and Articles were approved, churches were invited to re-affirm their membership of the Association by applying to become members of the new company and elections took place for the Board of Directors who will take responsibility for giving shape and direction to the life of the new-style Association. At the Autumn Assembly the Revd Dr Patricia Took was given a unanimous invitation to become Regional Minister, taking responsibility for leading the team of Regional Ministers.

This is a significant period in the life of the Association and of the Union. Before us is the opportunity to re-imagine and re-shape our life together in partnership with one another for the sake of the mission of the triune God in and through the life of our churches. The new structures will need to enable our churches to face the fast-changing demands of being a gospel people in the context of this great city of ours at the beginning of the twenty-first century. The God who has guided us to this point, will surely continue to guide and inspire our life together.

By order of the Committee

PAUL W MARTIN

Secretary

3 April 2002

Information about the London Baptist Association

The London Baptist Association is a voluntary grouping of Baptist churches in London and its environs and is affiliated to the Baptist Union of Great Britain. Its object is the advancement of Christianity in and through its member churches individually and acting together.

As stated in the Report of the General Purposes and Finance Committee, the assets and liabilities of the unincorporated London Baptist Association passed over to the incorporated London Baptist Association (a company limited by guarantee) on 1 January 2002.

In the remainder of this "Information" section, "LBA" refers to the unincorporated London Baptist Association.

The LBA was governed by a Constitution, the latest version of which was adopted at the LBA Assembly held on 22 September 1992. The LBA's business was carried out by its Council, the majority of whose members were elected by the churches operating through local groups, currently called 'Districts'.

The bye-laws were adopted by the LBA Council on 15 April 1993. The Council operated through the following main committees which in turn were served by sub-committees:

General Purposes and Finance (the executive committee of the Council and having full authority between Council meetings). It managed the Barnabas Fund direct. Sub-committee - Home Mission.

Mission. Sub-committees - Church Planting.

Ministry. Sub-committees - Ministerial Recognition; and Lay Ministries.

International. Sub-committees - World Mission.

The LBA was financed chiefly by its share of the BU Home Mission appeal, being 25% of the amount raised by London churches in the previous year. This paid for working expenses, committee work, District Ministers' honoraria and special projects.

The LBA shared its offices and personnel with the London Baptist Property Board Limited. Joint expenditure was apportioned on an equitable basis.

DESIGNATED FUNDS

Designated Funds are mainly grouped under their respective main committees as shown above.

The other Designated Funds are:

Legacy Reserve Fund

Unrestricted legacies were placed into this fund and were used for purposes that the Council decided.

Youth Training Fund

This fund financed young London Baptists engaging in short-term training for Christian service.

Thames Gateway Project

This fund has received donations made by member churches in response to an appeal made in connection with plans to celebrate the third Christian millennium. Churches were invited to contribute £1 per day for the thousand days from 6 April 1997 to 31 December 1999. The proceeds are being used to purchase a property in Britannia Village, part of the newly developed Thames Gateway area. The property is used as a base for church planting.

**Information about the
London Baptist Association
(continued)**

RESTRICTED FUNDS

Eighteen Restricted Funds are operated, four of which include endowment funds. These are as follows:

Barnabas Fund (formerly the Aid Fund)

This fund was created to enable gifts to be made to churches in particular need for any aspect of their work. It was renamed to signify its ministry of encouragement. It was administered by the General Purposes and Finance Committee which was itself responsible to the Council.

J W Beaumont Trust Fund (an Endowment Fund)

This fund was established to comply with the wishes of the executors of the estate of the late solicitor to the LBA, J W Beaumont. Part of the fund was invested in £3,135 7½% Treasury Stock 2006 which produced income of £235 per annum. The main purpose is to assist lay persons with Christian training expenses.

John Bradford Trust

This fund enables permanent loans to be made from the capital, with repayment at interest if the church closes or leaves the Association, and term interest-free loans to be made from income. To qualify a church must be within a London Borough.

B W Chandler Trust

The late Benjamin Worsley Chandler bequeathed the residue of his estate for grants for new chapels. The trust has been closed during the year by converting the one outstanding loan to a church into a grant.

Church Extension and Reconstruction Fund

This fund was set up to help, by grant or interest-free loan, churches needing to carry out urgent building maintenance. Income is derived from donations given by individuals and churches, and from grants from the London Baptist Property Board Limited.

Compassionate Trust Fund

This fund is financed by appeals to member churches to enable help to be given to ministers and their dependants in special need.

Gwennap's Charity Trust (an Endowment Fund)

This fund originated with a bequest from Thomas Gwennap in favour of churches which are now no longer in existence. By order of the Charity Commissioners, the income is currently applied to Westbourne Park Baptist Church for poor relief and for education. The fund is managed jointly by that church and the LBA.

Hounslow Baptist Church Reserve

This fund was created upon the closure of Broadway Baptist Church, Hounslow in 1978. Loans and grants are made for building work or for the support of Christian workers.

Interest Assistance Fund

This fund was established to help certain churches that have loans from the London Baptist Property Board Limited. The Board is obliged to charge interest on loans to all churches alike, and this fund is to help churches urgently needing loans who would not otherwise be able to afford the interest.

**Information about the
London Baptist Association
(continued)**

Manse Trust Fund

This Fund was created in 1984 when the Manse of Nunhead Baptist Church was sold, the church having closed in 1965. Additional funds were added during 1992 in connection with the former Haydon Park Church in Wimbledon. Loans have been made to churches to help with the purchase of their manses. These loans are repayable with capital appreciation relating to house values at the time of repayment. This Fund has also paid for renovations to the LBA property used as a Manse by the Church at Vicarage Road, Leyton.

New Century Fund

This fund was set up in the LBA centenary year in 1965. From it, interest-free loans and grants are made to Inner London churches, both for building work and to support personnel engaged in Christian mission.

T W Philpot Trust

This derives from the will of the late Thomas W A Philpot and is for making interest-free loans to churches which are erecting new chapels. Such loans will normally amount to no more than 25% of the cost unless the Council agrees otherwise. The initial capital sum became available in 1956 and a further legacy of properties and investments has since become available following the cessation of a life interest.

President's Fund

This fund is raised annually by the President who generally appeals for specific churches and distributes the grants at the Annual Assembly in May.

Roberts Memorial Fund

This fund derives from a Will Trust of the late P O Roberts and is for making interest-free loans for church building in London.

Sites Fund

This fund was established to provide loans to facilitate the acquisition of church sites. Interest is charged at 2% per annum. Loans are repayable by negotiation.

Turtle Trust (an Endowment Fund)

This is a Will Trust of the late Samuel Thomas Turtle to provide interest-free loans to facilitate the acquisition of sites for churches. Loans are repayable only if the church closes. The loan is a final charge on the proceeds of sale.

Valley Mission Fund

This fund derives from the sale of Valley Mission, Biggin Hill. Under the ultimate trust, the income from the invested proceeds (2,141.82 Units in the COIF Charities Investment Fund and £25,146.94 6¼% Treasury Stock 2010) is available for evangelistic work in West Kent as decided by the Council.

Walworth Trust (an Endowment Fund)

This fund originated in 1971 with the closure and sale of the Walworth Road Baptist Church. £12,000 was invested in £18,942.75 5½% Treasury Stock 2008/12, yielding £1,042 per annum. The income is used for "Experimental Ministry" in Inner London.

Independent Auditors' Report to the Council of the London Baptist Association

We have audited the Financial Statements of the London Baptist Association for the year ended 31 December 2001 which comprise the Balance Sheet, the Statement of Financial Activities, and the related notes set out on pages 8 to 22.

These Financial Statements have been prepared under the historical cost convention as modified by the revaluation of certain fixed assets and the accounting policies set out therein.

Respective responsibilities of the members of the General Purposes and Finance Committee and auditors

The responsibilities of the members of the Association's General Purposes and Finance Committee for preparing the Report of the General Purposes and Finance Committee and the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Responsibilities of the General Purposes and Finance Committee on page 2.

We have been appointed as auditors under Section 43 of the Charities Act 1993 and report in accordance with regulations made under Section 44 of that Act. Our responsibility is to audit the Financial Statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the Financial Statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. We also report to you if, in our opinion, the Report of the General Purposes and Finance Committee is not consistent with the Financial Statements, if the charity has not kept proper accounting records, or if we have not received all the information and explanations we require for our audit.

We are not required to consider whether the statement in the Report of the General Purposes and Finance Committee concerning the major risks to which the charity is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the charity's risk management and control procedures.

We read other information contained in the Report of the General Purposes and Finance Committee, and consider whether it is consistent with the audited Financial Statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the Financial Statements. Our responsibilities do not extend to any other information.

Basis of opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Financial Statements. It also includes an assessment of the significant estimates and judgements made by the members of the General Purposes and Finance Committee in the preparation of the Financial Statements, and of whether the accounting policies are appropriate to the Association's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Financial Statements are free from material mis-statement, whether caused by fraud or irregularity or error. In forming an opinion we also evaluated the overall adequacy of the presentation of information in the Financial Statements.

Opinion

In our opinion the Financial Statements give a true and fair view of the state of the Association's affairs at 31 December 2001 and of its incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the Charities Act 1993.

JACOB CAVENAGH & SKEET

Chartered Accountants
and Registered Auditor

6-8 Tudor Court
Brighton Road
Sutton
Surrey
SM2 5AE
3 April 2002

London Baptist Association

Balance Sheet at 31 December

		<u>2001</u>			<u>2000</u>		
	Notes	General Fund £	Designated Funds £	Unrestricted Funds £	Restricted and Endowment Funds £	Total £	Total £
Fixed Assets							
Tangible fixed assets	2	30,763	143,597	174,360	63,400	237,760	237,760
Investments	3	239,175	-	239,175	952,535	1,191,710	1,449,484
Loans to churches	4	-	470	470	747,972	748,442	837,728
		269,938	144,067	414,005	1,763,907	2,177,912	2,524,972
Current Assets							
Deposits with the London Baptist Property Board Limited		10,620	50,870	61,490	684,186	745,676	601,376
Loan to Ministers' widows	5	-	-	-	74,500	74,500	74,500
Sundry debtors		9,851	-	9,851	6,652	16,503	6,596
Cash held by stockbrokers		9,060	-	9,060	24,255	33,315	23,685
Cash at bank and in hand		8,643	-	8,643	-	8,643	8,121
		38,174	50,870	89,044	789,593	878,637	714,278
Less: Current Liabilities							
Liabilities falling due within one year:							
Sundry creditors		(7,501)	-	(7,501)	-	(7,501)	(10,731)
Inter-fund balances		18,429	(11,186)	7,243	(7,243)	-	-
		10,928	(11,186)	(258)	(7,243)	(7,501)	(10,731)
Net Current Assets		49,102	39,684	88,786	782,350	871,136	703,547
Total Assets, less Current Liabilities		319,040	183,751	502,791	2,546,257	3,049,048	3,228,519
Liabilities falling due after more than one year:							
Loans from churches		-	-	-	(15,000)	(15,000)	(15,000)
Loans from the London Baptist Property Board Limited	6	(15,883)	(42,214)	(58,097)	(48,825)	(106,922)	(110,408)
		(15,883)	(42,214)	(58,097)	(63,825)	(121,922)	(125,408)
Net Assets		£303,157	£141,537	£444,694	£2,482,432	£2,927,126	£3,103,111
Represented by Funds:							
General reserve	14	249,951	-	249,951	-	249,951	226,926
Fund balances		53,206	141,537	194,743	2,482,432	2,677,175	2,876,185
		£303,157	£141,537	£444,694	£2,482,432	£2,927,126	£3,103,111

Approved by the General Purposes and Finance Committee on 3 April 2002

J R NEWBY

Chairman

BRYAN K H ROGERS

Hon Treasurer

London Baptist Association

Statement of Financial Activities for the year ended 31 December

		<u>2001</u>			<u>2000</u>		
	Notes	General Fund £	Designated Funds £	Unrest- ricted Funds £	Restricted and Endowment Funds £	Total £	Total £
			(Note 7)		(Note 8)		
Income and Expenditure							
INCOMING RESOURCES							
Operating activities:							
Contributions receivable	9	106,010	9,067	115,077	2,467	117,544	116,235
Interest on loans and deposits		821	1,890	2,711	27,655	30,366	26,045
Grants received:							
Baptist Union Home Mission		14,567	-	14,567	-	14,567	11,805
London Baptist Property Board Limited	10	39,800	-	39,800	25,000	64,800	45,000
Churches Commission for Racial Justice		-	-	-	-	-	2,000
Other receipts:							
Re 'Capital Vision'		5,914	-	5,914	-	5,914	5,444
Investment income		15,208	-	15,208	38,000	53,208	50,355
Rental income		-	-	-	5,353	5,353	4,082
Legacy received		-	2,000	2,000	-	2,000	-
Sundry income		1,239	-	1,239	-	1,239	1,011
Total Incoming Resources		183,559	12,957	196,516	98,475	294,991	261,977
RESOURCES EXPENDED							
Charitable expenditure:							
Grants	11	-	-	-	25,170	25,170	53,265
Baptist Union Home Mission: Contributions from churches to the Association		23,688	-	23,688	-	23,688	3,747
Cost of operating activities:							
Loan interest paid		1,059	-	1,059	3,990	5,049	5,439
Support of specific projects		18,535	-	18,535	-	18,535	16,797
Regional ministers		14,332	-	14,332	-	14,332	15,920
'Capital Vision' costs		5,100	-	5,100	-	5,100	5,077
Support costs	12/13	160,911	531	161,442	9,239	170,681	138,592
Auditors' remuneration		4,210	-	4,210	-	4,210	4,280
Total Resources Expended		227,835	531	228,366	38,399	266,765	243,117
Net Incoming Resources before Transfers							
Transfers between funds		(44,276)	12,426	(31,850)	60,076	28,226	18,860
		10,661	(10,661)	-	-	-	-
Net Incoming Resources for the year	(33,615)	1,765	(31,850)	60,076	28,226	18,860	
Other Recognised Gains and Losses							
Realised gains on investment assets		3,731	-	3,731	14,621	18,352	64,173
Unrealised gains on investment assets		(37,495)	-	(37,495)	(185,068)	(222,563)	31,032
Net Movement in Funds		(67,379)	1,765	(65,614)	(110,371)	(175,985)	114,065
Transfer to General Reserve	14	(23,025)	-	(23,025)	-	(23,025)	(4,261)
Balances brought forward from 2000		(90,404)	1,765	(88,639)	(110,371)	(199,010)	109,804
		143,610	139,772	283,382	2,592,803	2,876,185	2,766,381
Balances carried forward to 2002		£53,206	£141,537	£194,743	£2,482,432	£2,677,175	£2,876,185

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001

1. Accounting Policies

(a) Basis of accounting

The accounts are prepared under the historical cost convention, except as noted in (g) below.

(b) Format of financial statements

The format of the financial statements accords with recommendations of "Accounting and Reporting by Charities - Statement of Recommended Practice (October 2000)" issued by the Charity Commissioners for England and Wales, except as noted in (f) below.

(c) Unrestricted Funds

Unrestricted Funds comprise the General Fund and Designated Funds. Designated Funds represent monies which have been allocated for specific purposes by the Association. All Unrestricted Fund income is accounted for at the time of receipt and expenditure accounted for when incurred.

(d) Restricted Funds

These are funds subject to specific conditions as to their use which are binding on the Association. All Restricted Fund income is accounted for at the time of receipt and expenditure accounted for when incurred. Income not expended in the year of receipt is carried forward until it is fully committed.

(e) Endowment Funds

Endowment Funds represent the permanent capital of certain Restricted Funds.

(f) Tangible fixed assets

Tangible fixed assets, in the form of freehold investment properties, are stated at cost, inclusive of professional costs in respect of acquisition, or at the latest available valuation. The properties are not revalued annually as the costs of revaluation are not considered to be justified. In this respect, the accounts do not comply with the Statement of Recommended Practice.

(g) Investments

Quoted investments are stated at market value. An unquoted investment is stated at a valuation of the General Purposes and Finance Committee.

2. Tangible fixed assets

(See Note 1(f))	General Fund £	Designated Fund £	Sub- Total £	Restricted and Endowment Funds £	Total £
Cost brought forward at 1 January 2001	30,763	143,597	174,360	63,400	237,760
Add: Cost of acquisitions during the year	-	-	-	-	-
Less: Cost of disposal during the year	-	-	-	-	-
Cost carried forward at 31 December 2001	£30,763	£143,597	£174,360	£63,400	£237,760
	=====	=====	=====	=====	=====

All of these assets are held for charitable purposes.

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

3. Investments

The Investments are represented by securities listed on a recognised stock exchange (apart from one minimal unquoted holding) and are stated at market value or valuation (see Note 1(g)).

	General	Endowment	Restricted and
	Fund	Fund	Funds
	£	£	£
Market value or valuation at 1 January 2001	316,360	1,133,124	1,449,484
Additions	11,380	152,785	164,165
Disposals	(51,070)	(148,306)	(199,376)
Net unrealised investment gains	(37,495)	(185,068)	(222,563)
	-----	-----	-----
Market value or valuation at 31 December 2001	£239,175	£952,535	£1,191,710
	=====	=====	=====
Historical cost or probate value at 31 December 2001	£208,277	£794,696	£1,002,973
	=====	=====	=====
<i>Market value or valuation at 1 January 2000</i>	<i>294,484</i>	<i>1,047,197</i>	<i>1,341,681</i>
<i>Additions</i>	<i>29,562</i>	<i>204,542</i>	<i>234,104</i>
<i>Disposals</i>	<i>(19,246)</i>	<i>(138,087)</i>	<i>(157,333)</i>
<i>Net unrealised investment gains</i>	<i>11,560</i>	<i>19,472</i>	<i>31,032</i>
	-----	-----	-----
<i>Market value or valuation at 31 December 2000</i>	<i>£316,360</i>	<i>£1,133,124</i>	<i>£1,449,484</i>
	=====	=====	=====
<i>Historical cost or probate value at 31 December 2000</i>	<i>£228,673</i>	<i>£758,582</i>	<i>£987,255</i>
	=====	=====	=====

4. Loans to churches

	Designated	Restricted and	
	Fund	Endowment	Total
	£	£	£
At 31 December 2001			
Permanent loans	470	174,423	174,893
Fixed loans	-	573,549	573,549
	-----	-----	-----
	£470	£747,972	£748,442
	=====	=====	=====
<i>At 31 December 2000</i>			
<i>Permanent loans</i>	<i>470</i>	<i>203,674</i>	<i>204,144</i>
<i>Fixed loans</i>	<i>-</i>	<i>633,584</i>	<i>633,584</i>
	-----	-----	-----
	£470	£837,258	£837,728
	=====	=====	=====

Note continued on next page ...

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

4. Loans to churches (continued)

	Designated	Endowment	Restricted and	
Movements during the year -		Fund	Funds	Total
		£	£	£
Balance at 1 January 2001		470	837,258	837,728
Loans granted during the year		-	4,987	4,987
		-----	-----	-----
		470	842,245	842,715
Repayments received in the year		-	94,273	94,273
		-----	-----	-----
Balance at 31 December 2001		£470	£747,972	£748,442
		=====	=====	=====

Permanent loans are repayable on closure, withdrawal or sale of the site and are in most cases interest-free.

Fixed-term loans are interest-free.

These loans are predominantly repayable after more than 1 year.

5. Loans to Ministers' widows

These loans were advanced to two ministers' widows for major structural repairs to their houses. They are repayable on the sale of the houses and no interest is payable by the widows.

6. Liabilities falling due after more than one year

Repayment of the loans from the London Baptist Property Board Limited is only due on disposal of the relevant properties.

Interest is payable at the current rate charged by the London Baptist Property Board Limited. Since 1 January 1992 interest has been payable at near commercial rates.

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

7. Designated Funds

	International Fund £	Legacy Reserve Fund £	Mission Committee Fund £	Youth Training Fund £	Thames Gateway Project £
Income and Expenditure					
INCOMING RESOURCES					
Contributions receivable	7,349	-	-	-	1,718
Interest on loans and deposits	127	1,162	601	-	-
Legacy received	-	2,000	-	-	-
Total Incoming Resources	7,476	3,162	601	-	1,718
RESOURCES EXPENDED					
Charitable expenditure:					
Grants (Note 11)	-	-	-	-	-
Support costs	-	-	531	-	-
Total Resources Expended	-	-	531	-	-
Net Incoming Resources before Transfers	7,476	3,162	70	-	1,718
TRANSFERS BETWEEN FUNDS					
To General Fund	-	(10,661)	-	-	-
Net Incoming Resources	7,476	(7,499)	70	-	1,718
Balances brought forward from 2000	3,205	23,848	13,047	7	99,665
Balances carried forward to 2001	£10,681	£16,349	£13,117	£ 7	£101,383
Balance Sheets					
Tangible fixed assets (Note 2)	-	-	-	-	143,597
Loans to churches	-	470	-	-	-
Deposits with the London Baptist Property Board Limited	10,681	26,540	13,649	-	-
Inter-fund balances	-	(10,661)	(532)	7	-
Loan from the London Baptist Property Board Limited (falling due after more than one year)	-	-	-	-	(42,214)
Net Assets	£10,681	£16,349	£13,117	£ 7	£101,383

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

8. Restricted and Endowment Funds

Income and Expenditure	Barnabas Fund £	J W Beaumont Trust Fund £	John Bradford Trust £	B W Chandler Trust £	Ch.Extn. & Reconstrn. Fund £	Compass- ionate Trust Fund £
INCOMING RESOURCES						
Contributions receivable	91	-	-	-	-	1,066
Interest on loans and deposits	86	74	8,312	-	453	150
Grant from the London Baptist Property Board Limited (Note 10)	-	-	-	-	10,000	10,000
Investment income	357	233	2,165	-	-	326
Rental income	-	-	-	-	-	-
Total Incoming Resources	534	307	10,477	-	10,453	11,542
RESOURCES EXPENDED						
Charitable expenditure:						
Grants (Note 11)	250	600	-	500	8,135	3,236
Loan interest paid	-	-	-	-	-	3,203
Support costs	27	15	524	-	523	577
Total Resources Expended	277	615	524	500	8,658	7,016
Net Incoming Resources for the year	257	(308)	9,953	(500)	1,795	4,526
Other Recognised Gains and Losses						
Realised gains on investment assets	-	-	-	-	-	-
Unrealised gains on investment assets	(40)	(50)	(2,893)	-	-	(493)
Net Movement in Funds	217	(358)	7,060	(500)	1,795	4,033
Balance brought forward from 20008,198	2,185	526,359	500	40,861	17,127	-
Balance carried forward to 2002	8,415	1,827	533,419	-	42,656	21,160
Endowment Funds	-	3,087	-	-	-	-
	£8,415	£4,914	£533,419	£ -	£42,656	£21,160

Note continued on next page ...

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

8. Restricted and Endowment Funds (continued)

Balance Sheets	Barnabas Fund £	J W Beaumont Trust Fund £	John Bradford Trust £	B W Chandler Trust £	Ch.Extn. & Reconstrn. Fund £	Compass- ionate Trust Fund £
Fixed Assets						
Tangible fixed assets (Note 2)	-	-	-	-	-	-
Investments (Note 3)	6,671	3,433	43,047	-	-	6,537
Loans to churches (Note 4)	-	-	255,119	-	32,749	-
	6,671	3,433	298,166	-	32,749	6,537
Current Assets						
Deposits with the London Baptist Property Board Limited	1,771	1,497	233,526	-	10,305	9,946
Loans to Ministers' widows (Note 5)-	-	-	-	-	74,500	-
Sundry debtors	-	-	-	-	-	-
Cash held by stockbrokers	-	-	-	-	-	-
	1,771	1,497	233,526	-	10,305	84,446
Current Liabilities						
Inter-fund balances	(27)	(16)	1,727	-	(398)	(5,998)
	(27)	(16)	1,727	-	(398)	(5,998)
Net Current Assets	1,744	1,481	235,253	-	9,907	78,448
Total Assets less Current Liabilities	8,415	4,914	533,419	-	42,656	84,985
Liabilities falling due after more than one year						
Loans from churches	-	-	-	-	-	(15,000)
Loans from the London Baptist Property Board Limited	-	-	-	-	-	(48,825)
Net Assets	£8,415	£4,914	£533,419	£ -	£42,656	£21,160

Note continued on next page ...

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

8. Restricted and Endowment Funds (continued)

Income and Expenditure	Gwennap's Charity Trust £	Hounslow Bap.Ch. Reserve £	Interest Assistance Fund £	Manse Trust Fund £	New Century Fund £	T W Philpot Trust £
INCOMING RESOURCES						
Contributions receivable	-	-	-	-	-	-
Interest on loans and deposits	80	773	879	2,786	145	9,024
Grant from the London Baptist Property Board Limited (Note 10)	-	-	-	-	-	-
Investment income	618	1,109	-	1	-	30,236
Rental income	-	-	-	-	-	5,353
Total Incoming Resources	698	1,882	879	2,787	145	44,613
RESOURCES EXPENDED						
Charitable expenditure:						
Grants (Note 11)	950	3,535	-	(164)	1,000	-
Loan interest paid	-	-	787	-	-	-
Support costs	67	94	44	139	7	6,833
Total Resources Expended	1,017	3,629	831	(25)	1,007	6,833
Net Incoming Resources for the year	(319)	(1,747)	48	2,812	(862)	37,780
Other Recognised Gains and Losses						
Realised gains on investment assets	-	-	-	23,500	-	(8,879)
Unrealised gains on investment assets	(886)	(5,123)	-	(2)	-	(171,347)
Net Movement in Funds	(1,205)	(6,870)	48	26,310	(862)	(142,446)
Balance brought forward from 2000	13,281	52,050	19,959	154,874	29,754	1,449,292
Balance carried forward to 2002	12,076	45,180	20,007	181,184	28,892	1,306,846
Endowment Funds	1,055	-	-	-	-	-
	£13,131	£45,180	£20,007	£181,184	£28,892	£1,306,846

Note continued on next page ...

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

8. Restricted and Endowment Funds (continued)

Balance Sheets	Gwennap's Charity Trust £	Hounslow Bap.Ch. Reserve £	Interest Assistance Fund £	Manse Trust Fund £	New Century Fund £	T W Philpot Trust £
Fixed Assets						
Tangible fixed assets (Note 2)	-	-	-	12,400	-	51,000
Investments (Note 3)	12,274	31,648	-	21	-	781,449
Loans to churches (Note 4)	-	-	-	82,896	25,250	259,894
	12,274	31,648	-	95,317	25,250	1,092,343
Current Assets						
Deposits with the London Baptist Property Board Limited	809	13,626	20,051	85,842	3,649	185,666
Loans to Ministers' widows (Note 5)	-	-	-	-	-	-
Sundry debtors	-	-	-	164	-	6,488
Cash held by stockbrokers	-	-	-	-	-	24,255
	809	13,626	20,051	86,006	3,649	216,409
Current Liabilities						
Inter-fund balances	48	(94)	(44)	(139)	(7)	(1,906)
	48	(94)	(44)	(139)	(7)	(1,906)
Net Current Assets	857	13,532	20,007	85,867	3,642	214,503
Total Assets less Current Liabilities	13,131	45,180	20,007	181,184	28,892	1,306,846
Liabilities falling due after more than one year						
Loans from churches	-	-	-	-	-	-
Loans from the London Baptist Property Board Limited	-	-	-	-	-	-
Net Assets	£13,131	£45,180	£20,007	£181,184	£28,892	£1,306,846

Note continued on next page ...

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

8. Restricted and Endowment Funds (continued)

Income and Expenditure	President's Fund £	Roberts Memorial Fund £	Sites Fund £	Turtle Trust £	Valley Mission Fund £	Walworth Trust £
INCOMING RESOURCES						
Contributions receivable	1,310	-	-	-	-	-
Interest on loans and deposits	65	2,550	236	16	1,387	639
Grant from the London Baptist Property Board Limited (Note 10)	5,000	-	-	-	-	-
Investment income	-	14	-	-	1,899	1,042
Rental income	-	-	-	-	-	-
Total Incoming Resources	6,375	2,564	236	16	3,286	1,681
RESOURCES EXPENDED						
Charitable expenditure:						
Grants (Note 11)	6,375	-	-	-	753	-
Loan interest paid	-	-	-	-	-	-
Support costs	-	128	12	1	164	84
Total Resources Expended	6,375	128	12	1	917	84
Net Incoming Resources for the year	-	2,436	224	15	2,369	1,597
Other Recognised Gains and Losses						
Realised gains on investment assets	-	-	-	-	-	-
Unrealised gains on investment assets	-	(27)	-	-	(4,090)	(117)
Net Movement in Funds	-	2,409	224	15	(1,721)	1,480
Balance brought forward from 2000 -	107,900	25,323	7,711	82,938	21,806	-
Balance carried forward to 2002	-	110,309	25,547	7,726	81,217	23,286
Endowment Funds	-	-	-	16,704	-	11,839
	£ -	£110,309	£25,547	£24,430	£81,217	£35,125

Note continued on next page ...

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

8. Restricted and Endowment Funds (continued)

Balance Sheets	President's Fund £	Roberts Memorial Fund £	Sites Fund £	Turtle Trust £	Valley Mission Fund £	Walworth Trust £
Fixed Assets						
Tangible fixed assets (Note 2)	-	-	-	-	-	-
Investments (Note 3)	-	280	-	-	47,734	19,441
Loans to churches (Note 4)	-	50,000	20,000	22,064	-	-
	-	50,280	20,000	22,064	47,734	19,441
Current Assets						
Deposits with the London Baptist Property Board Limited	-	60,157	5,559	2,367	33,647	15,768
Loans to Ministers' widows (Note 5) - Sundry debtors	-	-	-	-	-	-
Cash held by stockbrokers	-	-	-	-	-	-
	-	60,157	5,559	2,367	33,647	15,768
Current Liabilities						
Inter-fund balances	-	(128)	(12)	(1)	(164)	(84)
	-	(128)	(12)	(1)	(164)	(84)
Net Current Assets	-	60,029	5,547	2,366	33,483	15,684
Total Assets less Current Liabilities	-	110,309	25,547	24,430	81,217	35,125
Liabilities falling due after more than one year						
Loans from churches	-	-	-	-	-	-
Loans from the London Baptist Property Board Limited	-	-	-	-	-	-
Net Assets	£ -	£110,309	£25,547	£24,430	£81,217	£35,125

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

9. Contributions receivable (General Fund)	<u>2001</u>	<u>2000</u>
	£	£
Baptist Union Home Mission:		
Contributions sent direct to the Baptist Union from London churches and individuals	373,288	325,542
Contributions to the Association from churches	23,688	3,747
	=====	=====
£396,976	£329,289	
	=====	=====
One quarter of 2000 contributions to Home Mission from the Association returned to the Association in 2001	82,322	80,970
Other contributions to the Association received from churches	23,688	3,747
	=====	=====
	£106,010	£84,717
	=====	=====
24% of £396,976 received by Baptist Union Home Mission in 2001 (ie. £95,274) is returnable to the Association in 2002 as a contribution to expenses.		
10. Grant from London Baptist Property Board Limited	<u>2001</u>	<u>2000</u>
	£	£
Appropriated to:		
General Fund	39,800	30,500
Church Extension and Reconstruction Fund (Restricted Fund)	10,000	=
Compassionate Trust Fund (Restricted Fund)	10,000	10,500
President's Fund (Restricted Fund)	5,000	4,000
	=====	=====
	£64,800	£45,000
	=====	=====
11. Grants	<u>2001</u>	<u>2000</u>
	£	£
<i>From Restricted Funds:</i>		
To churches and organisations	21,334	49,561
To individuals	3,836	3,704
	=====	=====
	£25,170	£53,265
	=====	=====

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

12. Support costs (General Fund)	<u>2001</u>	<u>2000</u>
	£	£
Employment costs:		
Salaries	84,416	63,188
National insurance = employer's	6,742	4,963
Pension contributions = employer's	9,498	10,606
	=====	=====
	100,656	78,757
Printing and stationery	4,522	3,800
Postage and telephone	6,212	4,307
Premises costs	24,358	23,352
Removal costs	442	=
Committee and conference expenses	5,927	3,064
Computer and office equipment	4,701	1,714
Travel expenses	2,057	1,377
Sundry expenses	9,090	6,000
Subscriptions and donations (Note 13)	7,227	6,288
Recoveries from Restricted Funds	(4,281)	(3,797)
	=====	=====
	£160,191	£124,862
	=====	=====

No employee received emoluments of £50,000 or more in the year.

13. Subscriptions and donations (General Fund)	<u>2001</u>	<u>2000</u>
	£	£
Baptist Union of Great Britain	175	165
Black & Asian Ministers' Forum	550	=
Churches Together in North London	300	=
Churches Together in North West London	=	240
Churches Together in South London	1,750	1,750
London Churches Group	2,200	1,500
London Church Leaders Group	=	500
South London Industrial Mission	1,270	1,225
Spurgeon's College	800	750
Others under £100 each	182	158
	=====	=====
	£7,227	£6,288
	=====	=====

London Baptist Association

Notes forming part of the financial statements for the year ended 31 December 2001 (continued)

14. General Reserve (General Fund)	<u>2001</u>	<u>2000</u>
	£	£
At 1 January 2001	226,926	222,665
	=====	=====
Proceeds of disposal of General Fund investments during the year	54,801	23,478
Cost of investments realised	31,776	19,217
	=====	=====
Realised gain transferred to General Reserve	23,025	4,261
	=====	=====
At 31 December 2001	£249,951	£226,926
	=====	=====