

# Annual Report

## YEAR 2020

*„Nothing in all creation is hidden from God's sight. Everything is uncovered and laid bare before the eyes of him to whom we must give account.” Hebr. 4,13*

**Zbór Stanowczych Chrześcijan w RP**

Tel. 502 607 419

ul. Malinczanów 41  
43-460 Wiśła, Polska

zsch.org  
kontakt@zsch.org

---

# Table of contents

Mission of the church _____	1
Organization _____	3
Statutory activities of the church _____	4
Finance _____	7
Independent Auditor's Report _____	10
Contact information _____	12

*The Bible is the word of God and the foundation of faith that defines our personal Christian life and our Christian church life.*

## Mission of the church

---

### Gospel

The mission and main purpose of the Church is to preach the Gospel on the basis of Jesus' words to make people disciples (Matthew 28:19-20 and Mark 16:15-20). It is the Bible that is the authority and foundation for all the work of our church.

### Profile

According to our Biblical foundation, being a Christian is a personal, voluntary choice and conviction to live as a follower of Christ according to God's Word, the Bible. How each person interprets this in his or her personal life, family, and society is also each person's personal, voluntary choice and responsibility.

### History

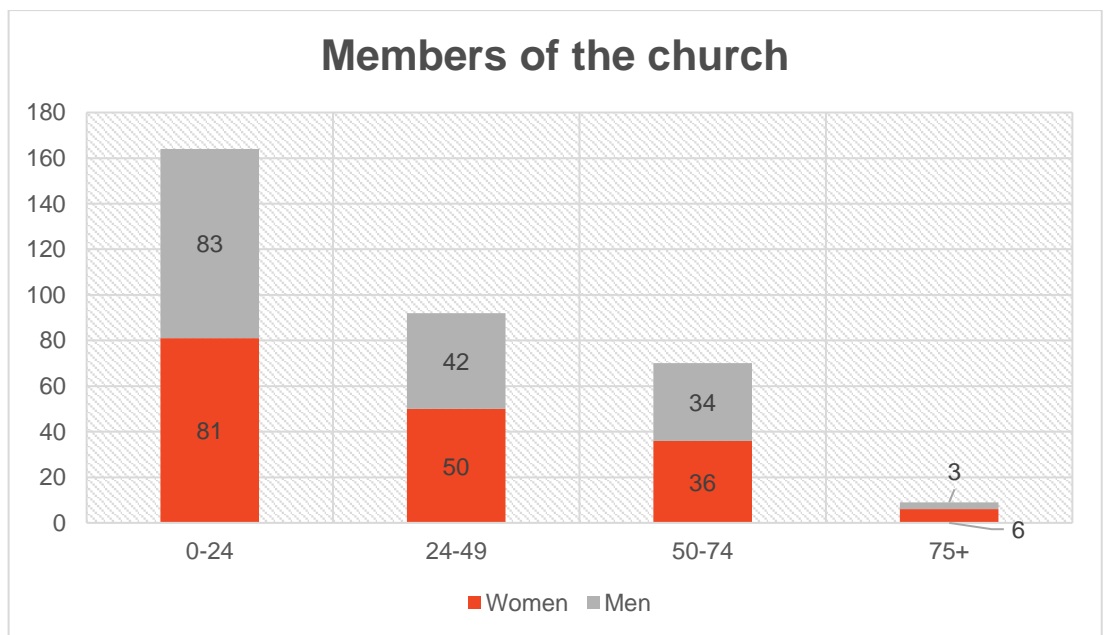
The church was established as a Christian faith community in Poland in 1990, on the same principle as the international faith community, Brunstad Christian Church (BCC), which was founded in Norway in the early 20th century as a result of the life and work of Johan Oscar Smith (1871-1943). The foundation is the New Testament's biblical message about personal Christian living and Christian church life.

### Activities

The Church is not profit-driven in any of its activities. Donations and income raised by the church are used entirely for purposes directly related to our mission.

### Members

The church today has 335 members nationwide, consists of two locations - in Ustroń and Pierwoszków - and is a relatively young community; nearly half of the members are under the age of 25.



## Organization

### Structure and decision-making

The general assembly of members is the legislative body and is convened at least once a year.

The Council of Elders is the executive authority and is elected by the General Assembly of Members.

The audit committee is the controlling authority in financial and economic matters.

The church is jointly represented outside by the Superior and the Secretary. Documents binding the church in financial terms are signed jointly by the Superior and the Treasurer.

### Functional persons

Council of Elders in consideration of the function performed:

Function	Name
Superior	Piotr Pilch
Secretary	Leszek Czyż
Treasurer	Roman Szalbot
Member	Jerzy Polok
Member	Witold Czyż
Member	Jan Kędzior
Member	Jerzy Wrzecionko

Audit Committee:

Function	Name
Member	Bronisław Bujok
Member	Czesław Podzorski
Member	Jarosław Wiśka

None of the above persons holding statutory office in the church shall receive compensation for their work for the church.

The Superior of the church



## Statutory activities of the church

### Events

A service of remembrance was held in January for the passing to the Lord of our older brother.



Our youth took part in an international conference



Family days were held in the church premises in February. Board games are a good opportunity to be together after a service of the word and feel intergenerational fellowship.



In June, the church held a wedding ceremony with a blessing of the bride and groom. Unfortunately, due to the pandemic, most had to participate remotely.



In July, another wedding was held for two church members.



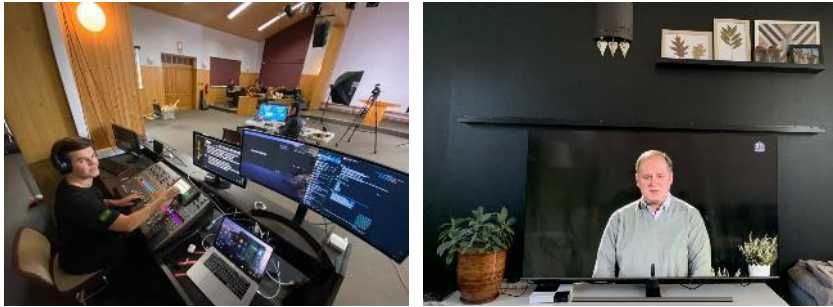
In September, the church gathered with children in an outdoor



A service of carols was held in December to commemorate Christmas



However, most of the services this year were held using streaming video and audio



### **Construction**

Construction of the new church facility in Ustron continued during the year. Construction began in 2019 and will be completed in 2021.





## Finance

The books of account are kept by the Treasurer of the church. Below is a summary.

### Profit and loss account

	For the period (PLN)	
	1.01.2020 - 31.12.2020	1.01.2019 - 31.12.2019
<b>Net income, including:</b>	<b>1 395 653</b>	<b>1 599 597</b>
- revenues from donations received	1 314 805	1 518 782
- rental income	41 912	28 009
- other sales	38 936	52 806
<b>Operating expenses, including:</b>	<b>1 666 506</b>	<b>1 480 474</b>
- donations	989 848	259 883
- conference costs	398 042	932 933
- lease costs	19 104	11 891
- amortization	31 845	84 575
- consumption of materials and energy	43 704	54 543
- third-party services	6 702	57 559
- maintenance of fixed assets	6 692	1 758
- taxes and fees	5 908	19 277
- other costs	78 085	58 054
- expenditure on the orchard	56 377	-
- wages	30 199	-
<b>Profit (loss) from core operations</b>	<b>-270 854</b>	<b>119 123</b>
Other operating income	8 392	21 551
Other operating expenses, including:	-	736 848
- impairment allowance for assets	-	736 848
Financial income	1 571 218	1 299 514
- interest	13 300	3 498
- dividends received	1 557 918	1 296 016
Finance costs	5 182	-
<b>Gross profit (loss)</b>	<b>1 303 575</b>	<b>703 340</b>
Income tax	-	-
Other mandatory profit reductions	-	-
<b>Net result</b>	<b>1 303 575</b>	<b>703 340</b>

Deferred income at 31.12.2020 includes an amount of PLN 14,029 thousand of a grant received from Stichting Wereldwijd Evangeliewerk and PLN 5,066 thousand of a grant received from Stichtig Hippo Mundo Charity for the construction of a new church building. Upon completion of construction and acceptance of the fixed asset, the grant will be

recognized as income spread over a period equal to the depreciation period of the building, in accordance with the requirements of IAS 20.

Income from donations amounted to PLN 1,314,805 (2019: PLN 1,518,782) and came from individuals (PLN 1,028,353), companies and organizations (PLN 65,445).

Other sales relate to literature and fees for participation in ceremonies. Revenues are used to cover the costs of these ceremonies.

Donations in the amount of PLN 989,848 reflect the church's contribution to the missionary command of Jesus.

The return on investment in the amount of PLN 1,557,918 enabled the church to invest in the new property, as well as cover the current operations of the church.

**Balance**

	<b>Balance as at (PLN)</b>	
	<b>31.12.2020</b>	<b>31.12.2019</b>
<b>Non-current assets</b>	<b>26 676 061</b>	<b>9 982 500</b>
Property, plant and equipment	25 396 961	8 686 100
<i>land (Ustroń-Nierodzim + Kowale)</i>	2 655 469	2 655 469
<i>equipment (audio/video equipment)</i>	233 431	198 932
<i>assets under construction (Ustroń-Nierodzim + Kowale)</i>	22 508 062	5 831 699
Non-current assets for sale	1 120 000	1 120 000
Long-term investments, including:	159 100	176 400
<i>stocks and shares</i>	50 000	50 000
<i>loans granted</i>	109 100	126 400
<b>Current assets</b>	<b>2 793 500</b>	<b>2 158 692</b>
Short-term investments - loans	54 687	100 380
Cash	1 581 248	318 923
Other receivables, of which	1 157 565	1 739 389
<i>receivables from OMTI Sp. z o.o.</i>	1 139 990	1 721 873
<b>Total assets</b>	<b>29 469 561</b>	<b>12 141 192</b>
<b>Equity</b>	<b>7 972 724</b>	<b>6 669 149</b>
Cumulative results	7 972 724	6 669 149
<i>including net profit (loss) of the current year</i>	1 303 575	703 340
<b>Liabilities and provisions for liabilities</b>	<b>21 496 837</b>	<b>5 472 043</b>
Long-term liabilities	1 495	1 808
Current liabilities	2 400 328	1 602 437
Deferred income - ECW and HMC* subsidy	19 095 014	3 867 798
<b>Total liabilities</b>	<b>29 469 561</b>	<b>12 141 192</b>

Deferred income at 31.12.2020 includes an amount of PLN 14,029 thousand of a grant received from Stichting Wereldwijd Evangeliewerk and PLN 5,066 thousand of a grant received from Stichtig Hippo Mundo Charity for the construction of a new church building. Upon completion of construction and acceptance of the fixed asset, the grant will be recognized as income spread over a period equal to the depreciation period of the building, in accordance with the requirements of IAS 20.

Assets under construction of PLN 22,508,062 relate to the value on that date of the new church building.



## Independent Auditor's Report

### INDEPENDENT AUDITOR'S REPORT

for  
Members

#### of the Assemblies of Standing Christians in the Republic of Poland

##### *Opinion*

We have audited the annual financial statements of the Unit of the **State Christian Church in the Republic of Poland** (the "Unit", "ZSch"), located in Wisła, which comprise:

- balance sheet prepared as of December 31, 2020;
- income statement for the fiscal year January 1, 2020 through December 31, 2020, hereinafter referred to as the "accompanying financial statements."

In our opinion, the accompanying financial statements give a true and fair view of the entity's financial position as at December 31, 2020 and of its performance in accordance with applicable International Financial Reporting Standards (hereinafter referred to as IFRS).

##### *Basis for opinion*

We conducted our audit in accordance with International Standards on Auditing (hereinafter referred to as the ISAs). Our responsibility under these standards is described in the section of our report *Auditor's Responsibility for the Audit of the Financial Statements*.

We are independent of the Company in accordance with the Code of Ethics for Professional Accountants of the International Federation of Accountants ("IFAC Code") adopted by resolutions of the National Council of Statutory Auditors and with other ethical requirements applicable to financial audits in Poland.

We have fulfilled our other ethical responsibilities in accordance with these requirements and the IFAC Code. In conducting the audit, the key auditor and the audit firm remained independent of the Entity in accordance with the independence requirements of the Auditors Act.

We believe that the study evidence we obtained is sufficient and appropriate to form the basis of our opinion.

##### *Management's Responsibility for Financial Statements*

Management of the Entity is responsible for the preparation of financial statements that give a true and fair view of the financial position and performance of the Entity in accordance with IFRSs and the Entity's Articles of Association, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing, if applicable, matters related to going concern and using the going concern basis of accounting, except when management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Management of the Entity is responsible for ensuring that the financial statements comply with the requirements of IFRSs.

##### *Auditor's responsibility for audit of financial statements*

Our objectives are to obtain reasonable assurance about whether the financial statements taken as a whole are free of material misstatement due to fraud or error and to issue an audit report that includes our opinion. Reasonable assurance is a high level of assurance but does not guarantee that an audit performed in accordance with the MSBs will always detect an existing material misstatement. Misstatements may arise from fraud or error and are considered material if they could reasonably be expected to affect, individually or in the aggregate, the economic decisions of users made on the basis of those financial statements.

The concept of materiality is applied by the auditor both in planning and performing the audit and in assessing the impact on the financial statements of misstatements identified during the audit and uncorrected misstatements, if any, and in forming the auditor's opinion. Accordingly, all opinions and statements in the audit report are expressed taking into account the qualitative and quantitative level of materiality established in accordance with auditing standards and the auditor's professional judgment.

The scope of the audit does not include assurance as to the future profitability of the Unit or the effectiveness or efficiency of the management of the Unit's affairs now or in the future.

We use professional judgment and maintain professional skepticism during an MSB-compliant examination and:

- we identify and evaluate risks of material misstatement of the financial statements due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is greater than that resulting from error because fraud may involve collusion, falsification, intentional omissions, misrepresentations or circumvention of internal controls;
- we obtain an understanding of internal control relevant to the audit to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control;
- we assess the appropriateness of the accounting policies used and the reasonableness of the accounting estimates and related disclosures made by the Company's Management;
- we reach a conclusion on the appropriateness of management's use of the going concern basis of accounting and, based on audit evidence obtained, whether there is a material uncertainty related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to related disclosures in the financial statements or, if such disclosures are inadequate, we modify our opinion. Our conclusions are based on audit evidence obtained through the date of our auditor's report; however, future events or conditions could cause the Entity to cease operations as a going concern;
- we evaluate the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements present the underlying transactions and events in a manner that achieves a fair presentation.

#### **Other information**

During our assignment, we furthermore performed verification:

- receivables and payables to related parties,
- costs and revenues recognized in the profit and loss account,
- the purpose of the church building in Ustroń-Nierodzim.

Based on the procedures performed, in our opinion, the aforementioned receivables, liabilities towards related parties as well as revenues and expenses have been correctly recognized in the statements.

Regarding the church building in Ustroń-Nierodzim, we can confirm, based on the information gathered during the audit, that this building (with the exception of some rooms, two elevators, and the second floor, which, according to the Unit Management, were not part of the main construction project), was commissioned on February 16, 2021 as a Christian Conference Center.

The key statutory auditor responsible for the audit resulting in this Independent Auditor's Report is Piotr Staszkiwicz, acting on behalf of RSM Poland Sp. z o.o. Sp. k. with its registered office in Poznań (formerly RSM Poland Audyt S.A.), a company entered in the list of auditing firms under number 3077, on behalf of which the key certified auditor audited the financial statements.

Piotr Staszkiwicz

Certified Auditor No. 11245

RSM Poland Sp. z o.o. Sp. k. (formerly RSM Poland Audyt S.A.)

Droga Dębińska Street 3b, 61-555 Poznań (seat)

The company is entered in the list of auditing firms under number 3077

NIP: 7781428037 REGON: 300024853 CC: 0000240102

District Court Poznań-Nowe Miasto and Wilda in Poznań VIII Commercial Department of the National Court Register

Share capital: 952 500 PLN, Paid-in capital: 952 500 PLN

Poznań, June 2, 2021

## Contact information

---

Zbór Stanowczych Chrześcijan w RP

ul. Malinczanów 41  
43-460 Wisła, Polska

zsch.org

REGON 072287400

PL NIP 548-21-74-817

NL NIP 8258.21.885

The church is registered in the Register of Churches and Other Religious Associations under item 47.

<https://www.gov.pl/web/mswia/rejestr-kosciolow-i-innych-zwiazkow-wyznaniowych>

Contact Person:

Oskar Pilch

Tel. 519 546 649

[kontakt@zsch.org](mailto:kontakt@zsch.org)



ZBÓR STANOWCZYCH  
CHRZEŚCIJAN W RP

[www.zsch.org](http://www.zsch.org)

[www.aktywnechrzescijanstwo.pl](http://www.aktywnechrzescijanstwo.pl)