

King's Community Church, Lancaster

England & Wales · Charity number 1008391

Details

| | |
|-------------|--|
| Other names | KINGS COMMUNITY CHURCH LANCASTER, LANCASTER CHRISTIAN FELLOWSHIP, LANCASTER CHRISTIAN FELLOWSHIP LANCASTER, THE KINGS COMMUNITY CHURCH LANCASTER |
| Status | Registered |
| Legal form | Trust |
| Registered | 1992-02-14 |
| Register | View on the Charity Commission register |

Contact

Address Eastholme
Smallwood Hey
Pilling
Preston
PR3 6HJ

Phone 01253790082

Email office@kcc.org.uk

Website www.kcc.org.uk

Activities

Objects: THE PREACHING AND TEACHING OF THE CHRISTIAN FAITH THROUGHOUT THE LANCASTER AREA.

Activities: The primary activity of the charity is that of a Christian Church proclaiming the gospel of Jesus Christ. The charity runs Church services and associated meetings including smaller neighbourhood groups which are actively involved in their local communities. The charity is involved in the provision of poor relief and foreign aid as well as counseling and general charitable activities

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** General Charitable Purposes, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities
- **Who:** Other Charities Or Voluntary Bodies, Other Defined Groups, The General Public/mankind

Geography

- **Area of benefit:** LANCASTER
- Lancashire

Finances

| Period end | Income | Expenditure | Assets | Employees |
|------------|----------|-------------|--------|-----------|
| 2025-03-31 | £110,744 | £104,092 | - | - |
| 2024-03-31 | £101,815 | £109,382 | - | - |
| 2023-03-31 | £107,666 | £112,574 | - | - |
| 2022-03-31 | £99,490 | £97,885 | - | - |
| 2021-03-31 | £103,413 | £95,467 | - | - |

Trustees

| Name | Role | Appointed |
|--------------------------|------|------------|
| Chris Strahan | | |
| Ife Akintunde | | 2016-05-26 |
| Nicole Kristine Garcia | | 2025-04-01 |
| Rosemary Starkey | | 2026-02-11 |
| Tracy Sibalwa Mwanakatwe | | 2025-09-01 |
| Trevor James McElhinney | | 2025-09-01 |

King's Community Church, Lancaster

England & Wales - Charity number 1008391

Accounts

Page

1-1

4

5

6

7

10-11

11-12

**KINGS COMMUNITY CHURCH LANCASTER
TRUSTEES' REPORT AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2025**

**Kings Community Church Lancaster
Contents**

| | Page |
|---|-------------|
| Trustees' Report | 1—3 |
| Independent Examiner's Report | 4 |
| Statement of Financial Activities | 5 |
| Comparative Statement of Financial Activities | 6 |
| Statement of Financial Position | 7 |
| Notes to the Financial Statements | 8—12 |
| The following pages do not form part of the statutory accounts: | |
| Detailed Statement of Financial Activities | 13—14 |

KINGS COMMUNITY CHURCH LANCASTER
TRUSTEES' REPORT AND
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

Kings Community Church Lancaster Trustees' Report For The Year Ended 31 March 2025

The trustees present their report and the financial statements for the year ended 31 March 2025.

Objectives and Activities

Aims and Objectives

The object of the charity is the propagation of the Christian faith throughout Lancaster and surrounding areas, including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine, printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for those activities.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England & Wales.

Policies in force are, provision of public meetings, outdoor meetings and involvement in the community. The charity exists to spread the gospel of Jesus Christ and to support people in times of spiritual need. It also exists to perform charitable acts and services. There has been no material change in these policies since the previous report.

The Church is divided into a number of small groups, each with designated group leaders. An element of the responsibility for the pastoral care of the members of each group is delegated to the designated group leaders, although prime responsibility and authority in the area of Church life rests with the Church elders and other key members of the core leadership team.

Responsibility for other areas of Church life, such as children's ministry, outreach and music ministry, is also delegated to designated leaders with the Church elders retaining overall responsibility for oversight.

Significant decisions with regard to the spiritual life of the Church are taken by Church elders after consultation with other leaders. The trustees take responsibility for day to day practical decisions. Matters of significance continue to be discussed with the wider Church via special meetings and through the small group structure.

Trustees meet regularly as prescribed by the trust deed. Responsibility for the appointment of new trustees rests with the existing board of trustees. The trustees have acknowledged that the Treasurer has been facing significant demands on his time and to alleviate this a wider finance team has been created.

Chris Strahan, an elder of the Church, served as the Church's pastor throughout the year, assisted by James Carr who was employed by the Church on a part time basis. "Apostolic oversight" of the Church throughout the year was provided by Keri Jones of Ministries Without Borders.

Significant Activities

Responsibility for pastoral care rested with Chris Strahan who was also responsible for overall leadership of the church, assisted by James Carr, together with Rose Starkey and Katy Allen, both deacons in the church throughout this period as well as Sarah Strahan, Hannah Carr and Ife Akintunde as part of the wider leadership team.

Around 80 adults regularly attended the main Sunday meeting throughout the period. Growth in student numbers in the period inflated attendance during University term time.

The Church hosted a number of gospel outreach events during the year including a Christmas outreach at the Gregson Centre in Lancaster, a public Christmas Carol service, several family events both in the church building and at nearby Newton Estate. In addition, the church hosted a "mission week" alongside a visiting team from Youth with a Mission (YWAM). The church continued to operate a "Community Cafe" offering free refreshments and a warm space, with the opportunity of socializing for the community local to the church building. The parent, baby and toddler group which was re-launched in the year 2023/24 continued to operate.

The Church continued to have an involvement with the local branch of Christians Against Poverty, an organisation providing debt counselling services.

The still growing reputation of the King's House facilities as a venue for meetings and small conferences led to consistent room hire activity with a local NHS trust operating a respiratory clinic from the building as well as counsellors utilizing rooms on a regular basis. Rooms within the building were also utilised by community groups and groups from Lancaster University from time to time.

The charity's commitment to poor relief funding in Lancaster and overseas was maintained. The church contributed to a Christmas appeal by The Olive Branch, a local Christian run food bank. Further donations were made in respect of poor relief both locally and internationally as well as donations to support the work of local charities and various projects around the world undertaken by Ministries Without Borders.

The Church welcomed a number of visiting speakers during the year, including Tim Jones, Jashan Ruperalla, Jez Davey and Dan Thompson. The Church also hosted a northern regional gathering for Churches relating to Ministries Without Borders and welcomed Keri Jones as visiting speaker.

A number of members of the church attended "One Voice 2024", a conference held at the All Nations Centre in Cardiff.

**Kings Community Church Lancaster
Trustees' Report (continued)
For The Year Ended 31 March 2025**

Future Plans

It is the intention of the Charity to continue to pursue the objects stated in its trust deed with regard to the propagation of the Christian faith throughout Lancaster and the surrounding areas.

A number of outreach events have been planned for the coming year, including further community outreach events and gospel presentations as well as a further two week "mission" in conjunction with YWAM. Further events are to be arranged around Easter and in the lead up to Christmas 2025.

It remains the aim of the Church to continue to see the King's House used by the wider community as well as to retain a strong involvement in the various charitable activities outlined in this report.

The area around the King's House property continues to be in the process of being redeveloped to provide good quality student accommodation. The trustees had been in discussion with a developer who had wanted to acquire a small part of the King's House property which is currently used only for storage, however the developer in question appears to have slowed down in terms of his plans.

Reference and Administrative Details

Trustees

Miss Elizabeth Stoker
Mr Christopher Strahan
Ms Ifeolu Akintunde
Mr Stephen Smith
Mr Mathew Cook

Charity Number

1008391

Principal Address

The King's House
Phoenix Street
Lancaster
LA1 1DD

Independent Examiner

J N Bannister FCCA
JNB Accountancy Limited
Unit 3b Trident Business Centre Amy Johnson Way
Blackpool
FY4 2RP

**Kings Community Church Lancaster
Trustees' Report (continued)
For The Year Ended 31 March 2025**

Other Information

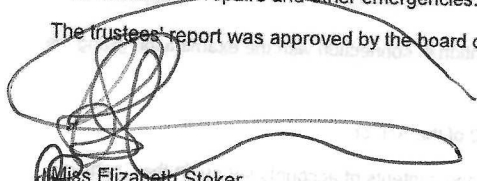
Relationships

The Church relates to a number of Churches in the UK and other countries, who together make up Ministries Without Borders.

Reserves

The Trustees have a policy of carrying minimum reserves of two thousand pounds, in addition to any restricted funds held, to provide funding for unforeseen repairs and other emergencies. The total unrestricted reserves currently amounts to £xxxx (2024:£2,574).

The trustees' report was approved by the board of trustees and signed on its behalf by:



Miss Elizabeth Stoker

Trustee
18/03/2026



Kings Community Church Lancaster
Independent Examiner's Report to the Trustees of Kings Community Church Lancaster
For The Year Ended 31 March 2025

I report to the trustees on my examination of the accounts of Kings Community Church Lancaster (the Trust) for the year ended 31 March 2025.

Responsibilities and Basis of Report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

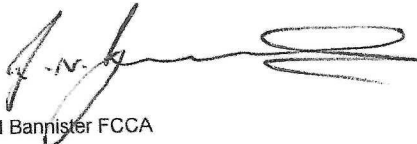
I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent Examiner's Statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and contents of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



J N Bannister FCCA

18/03/2026
Unit 3b Trident Business Centre Amy Johnson Way
Blackpool
FY4 2RP

**Kings Community Church Lancaster
Statement of Financial Activities
For The Year Ended 31 March 2025**

| | | 2025 | | | 2024 |
|---------------------------------------|-------|-------------------------|-----------------------|------------------|------------------|
| | Notes | Unrestricted funds £ | Restricted funds £ | Total funds £ | Total funds £ |
| INCOME AND ENDOWMENTS FROM: | | | | | |
| Donations and legacies | 3 | 90,211 | - | 90,211 | 82,171 |
| Charitable activities: | | | | | |
| Raising donations & legacies | | 20,445 | - | 20,445 | 19,485 |
| Investments | 4 | 88 | - | 88 | 159 |
| | | <u>110,744</u> | <u>-</u> | <u>110,744</u> | <u>101,815</u> |
| EXPENDITURE ON: | | | | | |
| Raising funds | 6 | (57,590) | - | (57,590) | (75,191) |
| Charitable activities: | 6 | | | | |
| Other resources expended | | (12,413) | - | (12,413) | (1,496) |
| Mission, Ministry & Worship | | (9,575) | - | (9,575) | (3,180) |
| Centre expenses | | (24,033) | - | (24,033) | (28,342) |
| Separate material item of expenditure | | (481) | - | (481) | (1,173) |
| | | <u>(104,092)</u> | <u>-</u> | <u>(104,092)</u> | <u>(109,382)</u> |
| NET INCOME/(EXPENDITURE) | | 6,652 | - | 6,652 | (7,567) |
| NET MOVEMENT IN FUNDS | | 6,652 | - | 6,652 | (7,567) |
| RECONCILIATION OF FUNDS: | | | | | |
| Total funds brought forward | | 720,753 | 2,574 | 723,327 | 730,894 |
| TOTAL FUNDS CARRIED FORWARD | 16 | <u>727,405</u> | <u>2,574</u> | <u>729,979</u> | <u>723,327</u> |

The notes on pages 8 to 12 form part of these financial statements.

**Kings Community Church Lancaster
Comparative Statement of Financial Activities
For The Year Ended 31 March 2025**

| | | 2024 | | |
|---------------------------------------|-------|----------------------------|--------------------------|------------------|
| | Notes | Unrestricted funds £ | Restricted funds £ | Total funds £ |
| INCOME AND ENDOWMENTS FROM: | | | | |
| Donations and legacies | 3 | 80,731 | 1,440 | 82,171 |
| Charitable activities: | | | | |
| Raising donations & legacies | | 19,485 | - | 19,485 |
| Investments | 4 | 159 | - | 159 |
| | | 100,375 | 1,440 | 101,815 |
| EXPENDITURE ON: | | | | |
| Raising funds | 6 | (75,094) | (97) | (75,191) |
| Charitable activities: | 6 | | | |
| Other resources expended | | (1,496) | - | (1,496) |
| Mission, Ministry & Worship | | (3,180) | - | (3,180) |
| Centre expenses | | (28,342) | - | (28,342) |
| Separate material item of expenditure | | (1,173) | - | (1,173) |
| | | (109,285) | (97) | (109,382) |
| NET EXPENDITURE | | (8,910) | 1,343 | (7,567) |
| NET MOVEMENT IN FUNDS | | (8,910) | 1,343 | (7,567) |
| RECONCILIATION OF FUNDS: | | | | |
| Total funds brought forward | | 729,663 | 1,231 | 730,894 |
| TOTAL FUNDS CARRIED FORWARD | 16 | 720,753 | 2,574 | 723,327 |

The notes on pages 8 to 12 form part of these financial statements.

Kings Community Church Lancaster
Statement of Financial Position
As At 31 March 2025

| | | 2025 | | | 2024 |
|---|-------|-------------------------|-----------------------|------------------|------------------|
| | Notes | Unrestricted funds £ | Restricted funds £ | Total funds £ | Total funds £ |
| FIXED ASSETS | | | | | |
| Tangible Assets | 11 | 701,162 | 390 | 701,552 | 701,569 |
| | | 701,162 | 390 | 701,552 | 701,569 |
| CURRENT ASSETS | | | | | |
| Debtors | 12 | 28,033 | - | 28,033 | 28,299 |
| Cash at bank and in hand | | - | 2,184 | 1,991 | 2,126 |
| | | 28,033 | 2,184 | 30,024 | 30,425 |
| Creditors: Amounts Falling Due Within One Year | 13 | (1,790) | - | (1,597) | (8,667) |
| | | 26,243 | 2,184 | 28,427 | 21,758 |
| NET CURRENT ASSETS (LIABILITIES) | | | | | |
| | | 26,243 | 2,184 | 28,427 | 21,758 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | | |
| | | 727,405 | 2,574 | 729,979 | 723,327 |
| NET ASSETS | | | | | |
| | | 727,405 | 2,574 | 729,979 | 723,327 |
| FUNDS OF THE CHARITY | | | | | |
| Restricted Funds | | | | 2,574 | 2,574 |
| Unrestricted Funds | | | | 727,405 | 720,753 |
| TOTAL FUNDS | 16 | | | 729,979 | 723,327 |

On behalf of the board

Miss Elizabeth Stoker

Trustee

18/03/2026

The notes on pages 8 to 12 form part of these financial statements.

**Kings Community Church Lancaster
Notes to the Financial Statements
For The Year Ended 31 March 2025**

1. General Information

Kings Community Church Lancaster is an unincorporated charity registered with the Charity Commission, registered charity number 1008391. The principal address is The King's House, Phoenix Street, Lancaster, LA1 1DD.

2. Accounting Policies

2.1. Basis of Preparation of Financial Statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)", Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the Charities Act 2011.

The charity is a Public Benefit Entity as defined by FRS 102.

2.2. Incoming Resources

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

2.3. Resources Expended

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

2.4. Tangible Fixed Assets and Depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

| | |
|---------------------|----------------------|
| Freehold | 0% Straight Line |
| Plant & Machinery | 25% Reducing Balance |
| Fixtures & Fittings | 15% Reducing Balance |

2.5. Cash and Cash Equivalents

Cash and cash equivalents are basic financial assets and include cash in hand and deposits held at call with banks, other short-term highly liquid investments that mature in no more than three months from the date of acquisition and are readily convertible to a known amount of cash with insignificant risk of change in value, and bank overdrafts.

3. Income from Donations and Legacies

| | Unrestricted funds | Restricted funds | 2025 Total funds |
|---------------------|-----------------------|---------------------|------------------------|
| | £ | £ | £ |
| Donations and gifts | 90,211 | - | 90,211 |
| | <hr/> | | |
| | Unrestricted funds | Restricted funds | 2024 Total funds |
| | £ | £ | £ |
| Donations and gifts | 80,731 | 1,440 | 82,171 |

4. Investment Income

Kings Community Church Lancaster
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2025

| | 2025 | 2024 |
|--------------------------|---------------------------|---------------------------|
| | Unrestricted funds | Unrestricted funds |
| | £ | £ |
| Bank interest receivable | 88 | 159 |

5. Net Income/(Expenditure)

The net income/(expenditure) is stated after charging/(crediting):

Depreciation of tangible fixed assets - owned

| | 2025 | 2024 |
|---|-------------|-------------|
| | £ | £ |
| Depreciation of tangible fixed assets - owned | 617 | 617 |

6. Analysis of Expenditure

Raising funds
 Other resources expended
 Mission, Ministry & Worship
 Centre expenses

| | 2025 | 2025 | 2025 |
|-----------------------------|---------------------------------------|-----------------------------------|--------------|
| | Activities undertaken directly | Support costs (see note 7) | Total |
| | £ | £ | £ |
| Raising funds | 617 | 56,973 | 57,590 |
| Other resources expended | - | 12,413 | 12,413 |
| Mission, Ministry & Worship | - | 9,575 | 9,575 |
| Centre expenses | - | 24,033 | 24,033 |
| | 617 | 102,994 | 103,611 |

Raising funds
 Other resources expended
 Mission, Ministry & Worship
 Centre expenses

| | 2024 | 2024 | 2024 |
|-----------------------------|---------------------------------------|-----------------------------------|--------------|
| | Activities undertaken directly | Support costs (see note 7) | Total |
| | £ | £ | £ |
| Raising funds | 617 | 74,574 | 75,191 |
| Other resources expended | - | 1,496 | 1,496 |
| Mission, Ministry & Worship | - | 3,180 | 3,180 |
| Centre expenses | - | 28,342 | 28,342 |
| | 617 | 107,592 | 108,209 |

7. Support Costs

| | Raising funds | Other resources expended | Mission, Ministry & Worship | Centre expenses | 2025 | 2025 |
|------------------------|----------------------|---------------------------------|--|------------------------|-------------|-------------|
| | £ | £ | £ | £ | £ | £ |
| Employee costs | 45,118 | 9,399 | 7,743 | - | 62,260 | - |
| Premises expenses | - | - | - | 24,033 | - | 24,033 |
| General administration | 11,855 | 3,014 | 1,832 | - | - | 16,701 |
| | 56,973 | 12,413 | 9,575 | 24,033 | 102,994 | - |

Kings Community Church Lancaster
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2025

| | | | | | 2024 |
|------------------------|---------------|--------------------------|-----------------------------|-----------------|----------------|
| | Raising funds | Other resources expended | Mission, Ministry & Worship | Centre expenses | Total |
| | £ | £ | £ | £ | £ |
| Employee costs | 62,828 | - | - | - | 62,828 |
| Premises expenses | 292 | - | - | 28,342 | 28,634 |
| General administration | 11,454 | 1,496 | 3,180 | - | 16,130 |
| | <u>74,574</u> | <u>1,496</u> | <u>3,180</u> | <u>28,342</u> | <u>107,592</u> |

8. Independent Examiner's Remuneration

| | 2025 | 2024 |
|---|------------|------------|
| | £ | £ |
| Independent examination of the financial statements | <u>800</u> | <u>800</u> |

9. Staff Costs

Staff costs were as follows:

| | 2025 | 2024 |
|---------------------|---------------|---------------|
| | £ | £ |
| Wages and salaries | 54,453 | 60,720 |
| Other pension costs | 2,059 | 1,170 |
| | <u>56,512</u> | <u>61,890</u> |

No employees received employee benefits (excluding employer pension costs) for the reporting period of more than £60,000.

10. Average Number of Employees

Average number of employees during the year was: 3 (2024: 3)

11. Tangible Assets

| | Land & Property | | | | Total |
|----------------------------|-----------------|-------------------|----------------|---------------------|----------------|
| | Freehold | Plant & Machinery | Motor Vehicles | Fixtures & Fittings | £ |
| | £ | £ | £ | £ | £ |
| Cost | | | | | |
| As at 1 April 2024 | 700,000 | 37,477 | 2,231 | 75,723 | 815,431 |
| Additions | - | 600 | - | - | 600 |
| As at 31 March 2025 | <u>700,000</u> | <u>38,077</u> | <u>2,231</u> | <u>75,723</u> | <u>816,031</u> |
| Depreciation | | | | | |
| As at 1 April 2024 | - | 35,908 | 2,231 | 75,723 | 113,862 |
| Provided during the period | - | 617 | - | - | 617 |
| As at 31 March 2025 | <u>-</u> | <u>36,525</u> | <u>2,231</u> | <u>75,723</u> | <u>114,479</u> |
| Net Book Value | | | | | |
| As at 31 March 2025 | <u>700,000</u> | <u>1,552</u> | <u>-</u> | <u>-</u> | <u>701,552</u> |
| As at 1 April 2024 | <u>700,000</u> | <u>1,569</u> | <u>-</u> | <u>-</u> | <u>701,569</u> |

Kings Community Church Lancaster
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2025

12. Debtors

| | 2025 | 2024 |
|----------------------------|--------|--------|
| | £ | £ |
| Due within one year | | |
| Other debtors | 28,033 | 28,299 |

13. Creditors: Amounts Falling Due Within One Year

| | 2025 | 2024 |
|------------------------------|--------------|--------------|
| | £ | £ |
| Trade creditors | 350 | 3,600 |
| Other loans | - | 2,000 |
| Other creditors | - | 136 |
| Taxation and social security | - | 1,684 |
| Accruals and deferred income | 1,247 | 1,247 |
| | <u>1,597</u> | <u>8,667</u> |

14. Loans

An analysis of the maturity of loans is given below:

| | 2025 | 2024 |
|---|------|-------|
| | £ | £ |
| Amounts falling due within one year or on demand: | | |
| Other loans | - | 2,000 |

15. Pension Commitments

The charity operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the charity in an independently administered fund.

During the year the charge to the statement of financial activities in respect of defined contribution schemes was £2,059 (2024: £1,170).

At the statement of financial position date contributions of £NIL were due to the fund and are included in creditors.

16. Movement in Funds

| | As at 1 April 2024 | Income | Expenditure | As at 31 March 2025 |
|---------------------------|-----------------------|----------------|------------------|------------------------|
| | £ | £ | £ | £ |
| Unrestricted funds | | | | |
| General: | | | | |
| General unrestricted fund | 720,753 | 110,744 | (104,092) | 727,405 |
| Restricted funds | | | | |
| Restricted fund | 2,574 | - | - | 2,574 |
| Total funds | <u>723,327</u> | <u>110,744</u> | <u>(104,092)</u> | <u>729,979</u> |

| | As at 1 April 2023 | Income | Expenditure | As at 31 March 2024 |
|---------------------------|-----------------------|---------|-------------|------------------------|
| | £ | £ | £ | £ |
| Unrestricted funds | | | | |
| General: | | | | |
| General unrestricted fund | 729,663 | 100,375 | (109,285) | 720,753 |
| Restricted funds | | | | |

...CONTINUED

Kings Community Church Lancaster
Notes to the Financial Statements (continued)
For The Year Ended 31 March 2025

| | | | | |
|--------------------|----------------|----------------|------------------|----------------|
| | 1,231 | 1,440 | (97) | 2,574 |
| Restricted fund | | | | |
| Total funds | 730,894 | 101,815 | (109,382) | 723,327 |

17. Transactions with Trustees

During the year the expenses reimbursed to the trustees or paid directly to third parties were as follows:

| | 2025 | 2024 |
|--|------|------|
| | £ | £ |

18. Related Party Disclosures

| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 |
|-------------|------|------|------|------|------|------|
| Expenses | 1 | 3 | 2 | 2 | 2 | 2 |
| Income | 2 | 2 | 2 | 2 | 2 | 2 |
| Assets | 3 | 3 | 3 | 3 | 3 | 3 |
| Liabilities | 4 | 4 | 4 | 4 | 4 | 4 |
| Equity | 5 | 5 | 5 | 5 | 5 | 5 |
| Reserves | 6 | 6 | 6 | 6 | 6 | 6 |
| Provisions | 7 | 7 | 7 | 7 | 7 | 7 |
| Other | 8 | 8 | 8 | 8 | 8 | 8 |
| Total | 9 | 9 | 9 | 9 | 9 | 9 |

Kings Community Church Lancaster
Detailed Statement of Financial Activities
For The Year Ended 31 March 2025

| | 2025 Total funds £ | 2024 Total funds £ |
|---|--------------------------|--------------------------|
| INCOME AND ENDOWMENTS FROM: | | |
| Donations and legacies | | |
| Donations and gifts | 90,211 | 82,171 |
| | <u>90,211</u> | <u>82,171</u> |
| Charitable Activities: | | |
| Raising donations & legacies | | |
| Rental income | 20,445 | 19,485 |
| | <u>20,445</u> | <u>19,485</u> |
| Investments | | |
| Bank interest receivable | 88 | 159 |
| | <u>88</u> | <u>159</u> |
| | <u>110,744</u> | <u>101,815</u> |
| EXPENDITURE ON: | | |
| Raising funds | | |
| Depreciation of plant and machinery | | |
| Wages and salaries | (617) | (617) |
| Employers pensions - defined contributions scheme | (37,311) | (60,720) |
| Travel and subsistence expenses | (2,059) | (1,170) |
| Rates | (5,748) | (938) |
| Hire and leasing of plant, equipment and vehicles | - | (292) |
| Advertising and marketing costs | - | (135) |
| Publications | (163) | (1,276) |
| Training seminars and workshops | (107) | (610) |
| Telecommunications and data costs | (6,051) | (1,571) |
| Accountancy fees | (512) | (455) |
| Sundry expenses | - | (971) |
| Sundry type A | (5,022) | (5,663) |
| | <u>-</u> | <u>(773)</u> |
| | <u>(57,590)</u> | <u>(75,191)</u> |
| Charitable Activities: | | |
| Other resources expended | | |
| Wages and salaries | (9,399) | - |
| Computer software, consumables and maintenance | (150) | (127) |
| Printing, postage and stationery | (1,049) | (569) |
| Independent examiner's fees | (800) | (800) |
| Accountancy fees | (854) | - |
| Sundry type A | (161) | - |
| | <u>(12,413)</u> | <u>(1,496)</u> |
| Mission, Ministry & Worship | | |
| Wages and salaries | (7,743) | - |
| Charitable donations | (1,832) | (3,180) |
| | <u>(9,575)</u> | <u>(3,180)</u> |
| Centre expenses | | |
| Light and heat | (11,756) | (11,019) |

...CONTINUED

Kings Community Church Lancaster
Detailed Statement of Financial Activities (continued)
For The Year Ended 31 March 2025

| | | |
|--|-----------|-----------|
| | | |
| Repairs and maintenance | (1,260) | (2,458) |
| Cleaning | (195) | (2,446) |
| Premises insurance | (6,018) | (10,531) |
| Other premises costs | (4,804) | (1,888) |
| | (24,033) | (28,342) |
| Separate material item of expenditure | | |
| Separate material item of expenditure type A | (481) | (1,173) |
| | (481) | (1,173) |
| | (104,092) | (109,382) |
| NET INCOME/(EXPENDITURE) | 6,652 | (7,567) |

King's Community Church, Lancaster

England & Wales - Charity number 1008391

Accounts

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2024
for
Kings Community Church Lancaster

Nathans
Chartered Certified Accountants
Trident Business Centre
Amy Johnson Way
Blackpool
Lancashire
FY4 2RP

Kings Community Church Lancaster

Contents of the Financial Statements
for the Year Ended 31 March 2024

| | Page |
|--|----------|
| Report of the Trustees | 1 to 4 |
| Independent Examiner's Report | 5 |
| Statement of Financial Activities | 6 |
| Balance Sheet | 7 |
| Notes to the Financial Statements | 8 to 13 |
| Detailed Statement of Financial Activities | 14 to 15 |

Report of the Trustees
for the Year Ended 31 March 2024

The trustees present their report with the financial statements of the charity for the year ended 31 March 2024. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The object of the charity is the propagation of the Christian faith throughout Lancaster and surrounding areas, including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine, printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for these activities.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Policies in force are provision of public meetings, outdoor meetings and involvement in the community. The trust exists to spread the gospel of Jesus Christ and to support people in times of spiritual need. It also exists to perform charitable acts and services. There has been no material change in these policies since the previous report.

The Church is divided into a number of small groups, each with designated group leaders. An element of the responsibility for the pastoral care of the members of each group is delegated to the designated group leaders, although prime responsibility and authority in the area of Church life rests with the Church elders and other key members of the core leadership team.

Responsibility for other areas of Church life, such as children's ministry, outreach and music ministry, is also delegated to designated leaders with the Church elders retaining overall responsibility for oversight.

Significant decisions with regard to the spiritual life of the Church are taken by Church elders after consultation with other leaders. The trustees take responsibility for day to day practical decisions. Matters of significance continue to be discussed with the wider Church via special meetings and through the small group structure.

Trustees meet regularly as prescribed by the trust deed. Responsibility for the appointment of new trustees rests with the existing board of trustees. The trustees have acknowledged that the Treasurer has been facing significant demands on his time and to alleviate this a wider finance team has been created.

Chris Strahan, an elder of the Church, served as the Church's pastor throughout the year, assisted by James Carr who was employed by the Church on a part time basis. "Apostolic oversight" of the Church throughout the year was provided by Mr Keri Jones of Ministries Without Borders.

OBJECTIVES AND ACTIVITIES

Significant activities

Responsibility for pastoral care rested with Chris Strahan who was also responsible for overall leadership of the Church, assisted by James Carr, together with Rose Starkey and Katy Allen, both deacons in the Church throughout this period as well as Sarah Strahan, Hannah Carr and Ife Akintunde as part of the wider leadership team.

Around 80 adults regularly attended the main Sunday meeting throughout the period. Growth in student numbers in the period inflated attendance during University term time.

The Church hosted a number of gospel outreach events during the year including a public Christmas Carol service, several family events both in the Church building and at the nearby Newton Estate as well as a "family film night". In addition, the Church hosted a "mission week" alongside a visiting team from Youth With A Mission (YWAM). During the year, a "Community Cafe" offering free refreshments was launched to provide a "warm space" and opportunity for socializing for the community local to the Church building. A parent, baby and toddler group was relaunched during the year.

The Church continued to have an involvement with the local branch of Christians Against Poverty, an organisation providing debt counselling services.

The still growing reputation of the King's House facilities as a venue for meetings and small conferences led to consistent room hire activity with a local NHS trust operating a respiratory clinic from the building as well as counsellors utilizing rooms on a regular basis. Rooms within the building were also utilised by community groups and groups from Lancaster University from time to time.

The charity's commitment to poor relief funding in Lancaster and overseas was maintained. The Church contributed to a Christmas appeal by The Olive Branch, a local Christian run food bank. Further donations were made in respect of poor relief both locally and internationally as well as donations to support the work of local charities and various projects around the world undertaken by Ministries Without Borders.

The Church welcomed a number of visiting speakers during the year, including Tim Jones, Geoff Grice, James Topliss and Arne Skaagen.

FUTURE PLANS

It is the intention of the charity to continue to pursue the objects stated in its trust deed with regard to the propagation of the Christian faith throughout Lancaster and the surrounding areas.

A number of outreach events have been planned for the coming year, including further community outreach events and gospel presentations as well as a two week "mission" in conjunction with YWAM. Further events are to be arranged around Easter and in the lead up to Christmas 2024.

It remains the aim of the Church to continue to see the King's House used by the wider community as well as to retain a strong involvement in the various charitable activities outlined in the report.

The area around the King's House property continues to be in the process of being re-developed to provide good quality student accommodation. The trustees continue negotiations with a developer who is seeking to acquire a small part of the existing Church building (known as the former "caretaker flat") in exchange for new, modern multi-purpose space and storage facilities of equivalent size within the proposed new development.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1008391

Principal address

The King's House
Phoenix Street
Lancaster
LA1 1DD

Trustees

Miss E Stoker
C Strahan
I Akintunde
S Smith
M Cook

Independent Examiner

Nathans
Chartered Certified Accountants
Trident Business Centre
Amy Johnson Way
Blackpool
Lancashire
FY4 2RP

Kings Community Church Lancaster

Report of the Trustees
for the Year Ended 31 March 2024

Approved by order of the board of trustees on 27 January 2025 and signed on its behalf by:

Miss E Stoker - Trustee

Independent Examiner's Report to the Trustees of
Kings Community Church Lancaster

Independent examiner's report to the trustees of Kings Community Church Lancaster

I report to the charity trustees on my examination of the accounts of Kings Community Church Lancaster (the Trust) for the year ended 31 March 2024.

Responsibilities and basis of report

As the charity trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Trust's accounts carried out under Section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under Section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by Section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Joseph Nathan Bannister FCCA

Nathans
Chartered Certified Accountants
Trident Business Centre
Amy Johnson Way
Blackpool
Lancashire
FY4 2RP

27 January 2025

Kings Community Church Lancaster

Statement of Financial Activities
for the Year Ended 31 March 2024

| | Notes | Unrestricted fund £ | Restricted fund £ | 31.3.24 Total funds £ | 31.3.23 Total funds £ |
|------------------------------------|-------|---------------------------|-------------------------|--------------------------------|--------------------------------|
| INCOME AND ENDOWMENTS FROM | | | | | |
| Donations and legacies | | 80,731 | 1,440 | 82,171 | 79,136 |
| Other trading activities | 2 | 19,485 | - | 19,485 | 24,685 |
| Investment income | 3 | 159 | - | 159 | 153 |
| Other income | | - | - | - | 3,692 |
| Total | | <u>100,375</u> | <u>1,440</u> | <u>101,815</u> | <u>107,666</u> |
| EXPENDITURE ON | | | | | |
| Raising funds | | 2,729 | - | 2,729 | - |
| Charitable activities | | | | | |
| Mission, Ministry & Worship | | 57,670 | - | 57,670 | 50,056 |
| Centre Expenses | | 43,842 | - | 43,842 | 50,724 |
| Poor Relief & Foreign Aid | | - | 97 | 97 | 11,794 |
| Other | | 5,044 | - | 5,044 | - |
| Total | | <u>109,285</u> | <u>97</u> | <u>109,382</u> | <u>112,574</u> |
| NET INCOME/(EXPENDITURE) | | (8,910) | 1,343 | (7,567) | (4,908) |
| RECONCILIATION OF FUNDS | | | | | |
| Total funds brought forward | | 729,663 | 1,231 | 730,894 | 735,802 |
| TOTAL FUNDS CARRIED FORWARD | | <u><u>720,753</u></u> | <u><u>2,574</u></u> | <u><u>723,327</u></u> | <u><u>730,894</u></u> |

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

Kings Community Church Lancaster

Balance Sheet
31 March 2024

| | Notes | Unrestricted fund £ | Restricted fund £ | 31.3.24 Total funds £ | 31.3.23 Total funds £ |
|--|-------|---------------------------|-------------------------|--------------------------------|--------------------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 6 | 701,179 | 390 | 701,569 | 702,186 |
| CURRENT ASSETS | | | | | |
| Debtors | 7 | 28,181 | - | 28,181 | 31,096 |
| Cash at bank | | - | 2,184 | 2,184 | 5,493 |
| | | 28,181 | 2,184 | 30,365 | 36,589 |
| CREDITORS | | | | | |
| Amounts falling due within one year | 8 | (8,607) | - | (8,607) | (7,881) |
| NET CURRENT ASSETS | | 19,574 | 2,184 | 21,758 | 28,708 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 720,753 | 2,574 | 723,327 | 730,894 |
| NET ASSETS | | 720,753 | 2,574 | 723,327 | 730,894 |
| FUNDS | | | | | |
| | 10 | | | 720,753 | 729,663 |
| Unrestricted funds | | | | 2,574 | 1,231 |
| Restricted funds | | | | | |
| TOTAL FUNDS | | | | 723,327 | 730,894 |

The financial statements were approved by the Board of Trustees and authorised for issue on 27 January 2025 and were signed on its behalf by:

E Stoker - Trustee

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

2. OTHER TRADING ACTIVITIES

| | | |
|-----------|---------------|---------------|
| | 31.3.24 | 31.3.23 |
| | £ | £ |
| Room Hire | 19,485 | 23,530 |
| YWAM | - | 1,155 |
| | <u>19,485</u> | <u>24,685</u> |

3. INVESTMENT INCOME

| | | |
|--------------------------|------------|------------|
| | 31.3.24 | 31.3.23 |
| | £ | £ |
| Deposit account interest | 159 | 153 |
| | <u>159</u> | <u>153</u> |

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2024 nor for the year ended 31 March 2023.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2024 nor for the year ended 31 March 2023.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

| | Unrestricted fund £ | Restricted fund £ | Total funds £ |
|-----------------------------------|---------------------------|-------------------------|---------------------|
| INCOME AND ENDOWMENTS FROM | | | |
| Donations and legacies | 69,533 | 9,603 | 79,136 |
| Other trading activities | 24,685 | - | 24,685 |
| Investment income | 153 | - | 153 |
| Other income | 3,692 | - | 3,692 |
| Total | <u>98,063</u> | <u>9,603</u> | <u>107,666</u> |
| EXPENDITURE ON | | | |
| Charitable activities | | | |
| Mission, Ministry & Worship | 41,069 | 8,987 | 50,056 |
| Centre Expenses | 50,724 | - | 50,724 |
| Poor Relief & Foreign Aid | 11,794 | - | 11,794 |
| Total | <u>103,587</u> | <u>8,987</u> | <u>112,574</u> |
| NET INCOME/(EXPENDITURE) | (5,524) | 616 | (4,908) |
| Transfers between funds | 1,000 | (1,000) | - |
| Net movement in funds | <u>(4,524)</u> | <u>(384)</u> | <u>(4,908)</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

| | Unrestricted fund £ | Restricted fund £ | Total funds £ |
|------------------------------------|---------------------------|-------------------------|---------------------|
| RECONCILIATION OF FUNDS | | | |
| Total funds brought forward | 734,187 | 1,615 | 735,802 |
| | ----- | ----- | ----- |
| TOTAL FUNDS CARRIED FORWARD | 729,663 | 1,231 | 730,894 |
| | ===== | ===== | ===== |

6. TANGIBLE FIXED ASSETS

| | Freehold property £ | Plant and machinery £ | Fixtures and fittings £ | Motor vehicles £ | Totals £ |
|--------------------------------------|---------------------------|-----------------------------|----------------------------------|------------------------|-------------|
| COST | | | | | |
| At 1 April 2023 and 31 March 2024 | 700,000 | 37,477 | 75,723 | 2,231 | 815,431 |
| | ----- | ----- | ----- | ----- | ----- |
| DEPRECIATION | | | | | |
| At 1 April 2023 | - | 35,291 | 75,723 | 2,231 | 113,245 |
| Charge for year | - | 617 | - | - | 617 |
| | ----- | ----- | ----- | ----- | ----- |
| At 31 March 2024 | - | 35,908 | 75,723 | 2,231 | 113,862 |
| | ----- | ----- | ----- | ----- | ----- |
| NET BOOK VALUE | | | | | |
| At 31 March 2024 | 700,000 | 1,569 | - | - | 701,569 |
| | ===== | ===== | ===== | ===== | ===== |
| At 31 March 2023 | 700,000 | 2,186 | - | - | 702,186 |
| | ===== | ===== | ===== | ===== | ===== |

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | | |
|--------------------------------|---------------|---------------|
| | 31.3.24 £ | 31.3.23 £ |
| Trade debtors | - | 2,915 |
| Gift aid debtor | 28,033 | 28,033 |
| Prepayments and accrued income | 148 | 148 |
| | ----- | ----- |
| | 28,181 | 31,096 |
| | ===== | ===== |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | | |
|--|--------------|--------------|
| | 31.3.24 | 31.3.23 |
| | £ | £ |
| Bank loans and overdrafts (see note 9) | 58 | - |
| Trade creditors | 3,600 | 395 |
| Taxation and social security | 1,684 | 1,684 |
| Other creditors | 3,265 | 5,802 |
| | <u>8,607</u> | <u>7,881</u> |

9. LOANS

An analysis of the maturity of loans is given below:

| | | |
|--|-----------|----------|
| | 31.3.24 | 31.3.23 |
| | £ | £ |
| Amounts falling due within one year on demand: | | |
| Bank overdrafts | <u>58</u> | <u>-</u> |

10. MOVEMENT IN FUNDS

| | At 1.4.23 £ | Net movement in funds £ | At 31.3.24 £ |
|---------------------------|----------------|----------------------------------|--------------------|
| Unrestricted funds | | | |
| General fund | 729,663 | (8,910) | 720,753 |
| Restricted funds | | | |
| Restricted fund | 1,231 | 1,343 | 2,574 |
| | <u>730,894</u> | <u>(7,567)</u> | <u>723,327</u> |

Net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 100,375 | (109,285) | (8,910) |
| Restricted funds | | | |
| Restricted fund | 1,440 | (97) | 1,343 |
| | <u>101,815</u> | <u>(109,382)</u> | <u>(7,567)</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

10. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

| | At 1.4.22 £ | Net movement in funds £ | Transfers between funds £ | At 31.3.23 £ |
|---------------------------|----------------|----------------------------------|------------------------------------|--------------------|
| Unrestricted funds | | | | |
| General fund | 734,187 | (5,524) | 1,000 | 729,663 |
| Restricted funds | | | | |
| Restricted fund | 1,615 | 616 | (1,000) | 1,231 |
| TOTAL FUNDS | <u>735,802</u> | <u>(4,908)</u> | <u>-</u> | <u>730,894</u> |

Comparative net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 98,063 | (103,587) | (5,524) |
| Restricted funds | | | |
| Restricted fund | 9,603 | (8,987) | 616 |
| TOTAL FUNDS | <u>107,666</u> | <u>(112,574)</u> | <u>(4,908)</u> |

A current year 12 months and prior year 12 months combined position is as follows:

| | At 1.4.22 £ | Net movement in funds £ | Transfers between funds £ | At 31.3.24 £ |
|---------------------------|----------------|----------------------------------|------------------------------------|--------------------|
| Unrestricted funds | | | | |
| General fund | 734,187 | (14,434) | 1,000 | 720,753 |
| Restricted funds | | | | |
| Restricted fund | 1,615 | 1,959 | (1,000) | 2,574 |
| TOTAL FUNDS | <u>735,802</u> | <u>(12,475)</u> | <u>-</u> | <u>723,327</u> |

Notes to the Financial Statements - continued
for the Year Ended 31 March 2024

10. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 198,438 | (212,872) | (14,434) |
| Restricted funds | | | |
| Restricted fund | 11,043 | (9,084) | 1,959 |
| TOTAL FUNDS | <u>209,481</u> | <u>(221,956)</u> | <u>(12,475)</u> |

11. RELATED PARTY DISCLOSURES

In the year to 31 March 2023, £12,000 was paid to Christopher Strahan (trustee) for his services relating to ministry after the retirement of the pastor (2022 - £10,900). This has been agreed by the other trustees and will continue for as long as necessary. He does not receive any payment regarding his work as a trustee.

The total aggregated donations given by trustees without conditions is £5,419 (2022 - £13,559).

A trustee, Christopher Strahan, has given a loan to the Church. The balance outstanding at 31 March 2023 is £2,000 (2022 - £276). No interest is charged on this loan and is repayable at the Church's convenience.

King's Community Church, Lancaster

England & Wales - Charity number 1008391

Accounts

King's Community Church Lancaster

Financial Statements

Year Ended 31 March 2023

King's Community Church Lancaster

Financial Statements

Year Ended 31 March 2023

Charity registration number: 1008391

King's Community Church Lancaster

Financial Statements

Year Ended 31 March 2023

Contents

| | Page |
|--|-------------|
| Charity Reference and Administrative Details | 2 |
| Trustees' Annual Report | 3 |
| Independent Examiners Report | 6 |
| Statement of Financial Activities | 7 |
| Balance Sheet | 8 |
| Notes to the Financial Statements | 9 |

King's Community Church Lancaster

Charity Reference and Administrative Details

Year Ended 31 March 2023

Charity registration number 1008391

Trustees

Elizabeth Stoker (appointed 27/11/2022)
(Acting Chair)
Christopher Strahan (Treasurer)
Ifeolu Akintunde (Secretary)
Stephen Smith
Mathew Cook
Katy Allen (resigned 27/11/2022)

Registered office

The King's House
Phoenix Street
Lancaster
LA1 1DD

Independent Examiner

Christine Harwood ACMA
Accounts Matters Ltd
White Cross
South Road
Lancaster
LA1 4XF

Solicitor

Fiona Bruce Solicitors
Justice House
3 Grappenhall Road
Stockton Heath
Warrington
WA4 2AH

Bankers

Virgin Money
45 Penny Street
Lancaster
LA1 1UE

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2023

The Trustees present their report and the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The Trust is constituted by Deed and Trust dated 21st March 1986 and is a registered charity No.1008391. Its address is The King's House, Phoenix Street, Lancaster where meetings and administration are based.

Mr Christopher Strahan (Treasurer), Dr Ifeolu Akintunde (Secretary), Mr Mathew Cook and Mr Stephen Smith were Trustees throughout the year to 31st March 2023. Ms Katy Allen resigned in November 2022 and Ms Elizabeth Stoker was appointed as trustee at the same time. Ms Elizabeth Stoker is currently Acting Chair, Mr Mathew Cook having resigned the Chair position after the balance sheet date.

Christine Harwood ACMA of Accounts Matters Ltd, Cameron House, White Cross, Lancaster is the Independent Examiner; Virgin Money, 45 Penny Street, Lancaster the Bankers; and Fiona Bruce and Co of Stockton Heath, Warrington, as Vincents Solicitors of Preston, the Solicitors.

Aims and Organisation

The object of the charity is the propagation of the Christian faith throughout Lancaster and surrounding areas, including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine; printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for these activities.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Policies in force are provision of public meetings, outdoor meetings and involvement in the community. The trust exists to spread the gospel of Jesus Christ and to support people in times of spiritual need. It also exists to perform charitable acts and services. There has been no material change in these policies since the previous report.

The Church is divided into a number of small groups, each with designated group 'leaders'. An element of the responsibility for the pastoral care of the members of each group is delegated to the designated group leaders, although prime responsibility and authority in this area of Church life rests with the Church elders and other key members of the core leadership team.

Responsibility for other areas of Church life, such as children's ministry, outreach and music ministry, is also delegated to designated leaders with the Church elders retaining overall responsibility for oversight.

Significant decisions with regard to the spiritual life of the Church are taken by Church elders after consultation with other leaders. The trustees take responsibility for day-to-day practical decisions. Matters of significance continue to be discussed with the wider Church via special meetings and through the small group structure.

Trustees meet regularly as prescribed by the trust deed. Responsibility for the appointment of new trustees rests with the existing board of trustees. The trustees have acknowledged that the Treasurer has been facing significant demands on his time and to alleviate this a wider finance team has been created.

Chris Strahan, an elder in the Church, served as the Church's pastor throughout the year, assisted by James Carr who was employed by the Church on a part time basis. 'Apostolic oversight' of the Church throughout the year was provided by Mr Keri Jones of Ministries Without Borders.

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2023

Relationships

The Church relates to a number of Churches in the UK and other countries, who together make up Ministries Without Borders.

Reserves

The Trustees have a policy of carrying minimum reserves of two thousand pounds, in addition to any restricted funds held, to provide funding for unforeseen property repairs and other emergencies. The total unrestricted reserves currently amount to £729,663 (2022: £734,187), however, this amount includes a revaluation reserve of £467,808 (2022: £467,808).

Review of Activities

Responsibility for pastoral care rested with Chris Strahan who was also responsible for overall leadership of the church, assisted by James Carr, together with Rose Starkey and Katy Allen, both deacons in the church throughout this period as well as Sarah Strahan, Hannah Carr and Ife Akintunde as part of the wider leadership team.

Around 60 adults regularly attended the main Sunday meeting throughout the period. Growth in student numbers in the period inflated attendance during University term time. Two church members took part in a Bible School course run by Ministries Without borders.

The Church hosted a number of gospel outreach events during the year including a public Christmas Carol service, several family events both in the church building and at the nearby Newton Estate as well as a "family film night". In addition, the church hosted a "mission week" alongside a visiting team from Youth With a Mission (YWAM). During the year, a "Community Café" offering free refreshments was launched to provide a "warm space" and opportunity for socializing for the community local to the church building.

The Church continued to have an involvement with the local branch of Christians Against Poverty, an organisation providing debt counselling services.

The still growing reputation of the King's House facilities as a venue for meetings and small conferences led to consistent room hire activity. Rooms within the building were also utilised by community groups and groups from Lancaster University from time to time.

The charity's commitment to poor relief funding in Lancaster and overseas was maintained. The church contributed to a Christmas appeal by Crisis UK and further donations were made in respect of poor relief both locally and internationally as well as donations to support the work of local charities and various projects around the world undertaken by Ministries Without Borders.

The Church welcomed a number of visiting speakers during the year, including Tim Jones, Keri Jones, James Topliss, and Ezekiel Shibemba.

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2023

Future Plans

It is the intention of the Charity to continue to pursue the objects stated in its trust deed with regard to the propagation of the Christian faith throughout Lancaster and the surrounding areas.

A number of outreach events have been planned for the coming year, including further community outreach events and gospel presentations as well as a two week "mission" in conjunction with YWAM. An evangelist linked to Ministries Without Borders, Arne Skaagen, has also been invited to host an outreach event. It is the intention of the church leadership to re-establish a parent and toddler group in the coming months.

It remains the aim of the Church to continue to see the King's House used by the wider community as well as to retain a strong involvement in the various charitable activities outlined in this report.

The area around the 'King's House' property continues to be in the process of being redeveloped to provide good quality student accommodation. The trustees have advanced negotiations with a developer who is seeking to acquire a small part of the existing church building (known as the former "caretaker flat") in exchange for new, modern multi-purpose space and storage facilities of equivalent size within the proposed new development.

This report and the accompanying accounts were approved by the board on.....14.01.24

Signed on behalf of the board

.....
Elizabeth Stoker, Acting Chair

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2023

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2023 which are set out on pages 7 to 18.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:  25/01/2024

Christine Harwood ACMA
Chartered Institute of Management Accountants

Accounts Matters Ltd
7-1-10 Cameron House
White Cross
South Road
Lancaster
LA1 4XF

King's Community Church Lancaster

Statement of Financial Activities

Year Ended 31 March 2023

| | | Unrestricted funds | Restricted funds | 2023 | 2022 |
|--|------|--------------------|------------------|----------------|----------------|
| | Note | £ | £ | Total £ | Total £ |
| Income from: | | | | | |
| Voluntary income: | | | | | |
| Donations and offerings received | 2 | 69,533 | 9,603 | 79,136 | 71,117 |
| Activities for generating funds: | | | | | |
| Mothers & Toddlers Donations | | | | | |
| Room Hire | | 23,530 | - | 23,530 | 12,080 |
| YWAM | | 1,155 | - | 1,155 | - |
| Grants | | | | | 1,000 |
| Interest | 3 | 153 | - | 153 | 2 |
| Other income | 4 | 3,692 | - | 3,692 | 15,291 |
| Total income | | 98,063 | 9,603 | 107,666 | 99,490 |
| Expenditure on: | | | | | |
| Charitable activities: | | | | | |
| Missionary, Ministry & Worship | 5 | 41,069 | 8,987 | 50,056 | 51,365 |
| Centre Expenses | | 50,724 | | 50,724 | 38,187 |
| Poor Relief & Foreign Aid | | 11,794 | 2,559 | 11,794 | 6,337 |
| | | 103,587 | 8,987 | 112,574 | 95,891 |
| Room hire bad debts | | | | | 2,094 |
| Total expenditure | | 103,587 | 8,987 | 112,574 | 97,985 |
| Net income / (expenditure) | | (5,524) | 616 | (4,908) | 1,505 |
| Transfers between funds | | | | | |
| Other recognised gains and losses | | 1,000 | (1,000) | - | - |
| Net movement in funds | 14 | (4,524) | (384) | (4,908) | 1,505 |
| Reconciliation of funds: | | | | | |
| Total funds brought forward | 14 | 734,187 | 1,615 | 735,802 | 734,297 |
| Total funds carried forward | 14 | 729,663 | 1,231 | 730,894 | 735,802 |

All income and expenditure derive from continuing activities and all gains and losses recognised during the year are included above.

King's Community Church Lancaster

Balance Sheet

Year Ended 31 March 2023

| | Note | 2023 £ | 2022 £ |
|---|------|----------------|----------------|
| Fixed assets | | | |
| Freehold Properties & Improvements | 11 | 700,000 | 700,000 |
| Furniture, Fixtures & Fittings | 11 | 2,186 | 2,025 |
| | | <u>702,186</u> | <u>702,025</u> |
| Current assets | | | |
| Debtors & Prepayments | 12 | 31,096 | 38,888 |
| Cash at Bank | | 5,493 | 1,862 |
| Cash in Hand | | | 203 |
| | | <u>36,589</u> | <u>40,953</u> |
| Creditors: amounts falling due within one year | 12 | (7,881) | (7,176) |
| Net current assets / (liabilities) | | <u>28,708</u> | <u>33,777</u> |
| Total assets less current liabilities | | <u>730,894</u> | <u>735,802</u> |
| Net assets / (liabilities) | | <u>730,894</u> | <u>735,802</u> |
| Charity Funds | | | |
| Unrestricted funds | 15 | 729,663 | 734,187 |
| Restricted funds | 15 | 1,231 | 1,615 |
| Total charity funds / (deficit) | 15 | <u>730,894</u> | <u>735,802</u> |

The financial statements were approved and authorised for issue by the Board on 17.02.24

Signed on behalf of the board of trustees



Elizabeth Stoker, Acting Chair

The notes on pages 9 to 18 form part of these financial statements.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

1 Summary of significant accounting policies

(a) General information and basis of preparation

King's Community Church Lancaster is a charity in England. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are the propagation of the Christian faith throughout Lancaster and the surrounding areas including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine, printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for these activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

(c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example, the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP. Further detail is given in the Trustees' Annual Report.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

The charity received government grants in respect of furlough. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred

Investment income is interest only.

(d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

(e) Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

The analysis of these costs is included in note 6.

(f) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

| | |
|--------------------------------|-----|
| Freehold property | Nil |
| Furniture, Fixtures & Fittings | 15% |
| Musical & Electronic Equipment | 25% |

Land and buildings were revalued during the previous year to market value by an independent surveyor.

(g) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(h) Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

(i) Leases

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written-off to the SOFA over the period of the lease so as to produce a constant periodic rate of charge.

(j) Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

(k) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

2 Income from donations

| | 2023 £ | 2022 £ |
|--------------------------------------|---------------|---------------|
| Donations from individuals | 62,609 | 55,827 |
| Gift Aid | 9,933 | 15,290 |
| Funeral collection for church member | 6,594 | |
| | <u>79,136</u> | <u>71,117</u> |

Income from donations was £60,000 (2022 - £55,827) of which £9,603 (2022 - £2,472) was attributable to restricted and £69,533 (2022 - £53,355) was attributable to unrestricted funds.

3 Interest

| | 2023 £ | 2022 £ |
|------------------------|------------|-----------|
| Bank Interest received | 153 | 2 |
| | <u>153</u> | <u>2</u> |

4 Other income

| | 2023 £ | 2022 £ |
|----------------------|--------------|---------------|
| Furlough | - | 7,645 |
| Insurance claims | 3,691 | - |
| Grants - LCC | - | 7,640 |
| Miscellaneous income | 1 | 6 |
| | <u>3,692</u> | <u>15,291</u> |

5 Analysis of expenditure on charitable activities

| Charitable activities 2023 | Activities undertaken directly 2023 £ | Grant funding of activities 2023 £ | Support costs 2023 £ | Total 2023 £ |
|-----------------------------|--|---|----------------------------|--------------------|
| Mission, Ministry & Worship | 28,965 | - | 21,092 | 50,056 |
| Centre Expenses | 33,622 | - | 17,102 | 50,724 |
| Poor Relief & Foreign Aid | 8,420 | - | 3,374 | 11,794 |
| | <u>71,007</u> | | <u>41,567</u> | <u>112,574</u> |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

| Charitable activities 2022 | Activities undertaken directly 2022 £ | Grant funding of activities 2022 £ | Support costs 2022 £ | Total 2022 £ |
|-----------------------------|--|---------------------------------------|-------------------------|-----------------|
| Mission, Ministry & Worship | 34,766 | - | 16,599 | 51,365 |
| Centre Expenses | 24,729 | - | 13,458 | 38,187 |
| Poor Relief & Foreign Aid | 3,717 | - | 2,620 | 6,337 |
| | 62,212 | - | 32,677 | 95,889 |

£8,987 (2022 - £3,845) of the above costs were attributable to restricted funds. £103,587 (2022 - £91,622) of the above costs were attributable to unrestricted funds.

6 Allocation of support costs

Support costs 2023

| | Basis of allocation £ 2023 | Mission, Ministry & Worship £ 2023 | Centre Expenses £ 2023 | Poor Relief & Foreign Aid £ 2023 | Total £ 2023 |
|---------------------------|----------------------------------|--|------------------------------|--|--------------------|
| Governance | 50:50:0 | 1,180 | 1,180 | - | 2,360 |
| Finance | 50:50:0 | 21 | 21 | - | 42 |
| Wages & salaries | 50:40:10 | 13,825 | 11,060 | 2,764 | 27,649 |
| Legal & professional fees | 50:50:0 | 634 | 634 | - | 1,268 |
| Depreciation | 50:50:0 | 598 | 470 | - | 1,068 |
| Overheads | 50:40:10 | 3,057 | 2,446 | 612 | 6,115 |
| Travelling costs | 100:0:0 | 486 | - | - | 486 |
| Advertising | 50:50:0 | 1,290 | 1,290 | - | 2,580 |
| | | | | - | |
| Total | | 21,090 | 17,101 | 3,376 | 41,567 |

Support costs 2022

| | Basis of allocation £ 2022 | Mission, Ministry & Worship £ 2022 | Centre Expenses £ 2022 | Poor Relief & Foreign Aid £ 2022 | Total £ 2022 |
|---------------------------|----------------------------------|--|------------------------------|--|--------------------|
| Governance | 50:50:0 | 1,080 | 1,081 | - | 2,161 |
| Finance | 50:50:0 | 99 | 98 | - | 197 |
| Wages & salaries | 50:40:10 | 10,667 | 8,533 | 2,133 | 21,333 |
| Legal & professional fees | 50:50:0 | 341 | 342 | - | 683 |
| Depreciation | 50:50:0 | 948 | 949 | - | 1,897 |
| Overheads | 50:40:10 | 2,444 | 1,955 | 487 | 4,886 |
| Travelling costs | 50:50:0 | 520 | - | - | 520 |
| Advertising | 50:50:0 | 500 | 500 | - | 1,000 |
| | | | | | |
| | | 16,599 | 13,458 | 2,620 | 32,677 |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

7 Governance costs

| | 2023 £ | 2022 £ |
|--|------------|------------|
| Independent examiners remuneration (including expenses and benefits in kind) | 600 | 600 |
| | <u>600</u> | <u>600</u> |

8 Net income / (expenditure) for the year

Net income / (expenditure) is stated after charging / (crediting):

| | 2023 £ | 2022 £ |
|---------------------------------------|-----------|-----------|
| Depreciation of tangible fixed assets | 1,068 | 1,897 |

9 Independent examiners remuneration

The independent examiners remuneration amounts to an independent examination fee of £600 (2022 - £600) and accountancy services of £1,760 (2022 - £1,561).

10 Staff costs and employee benefits

The average monthly number of employees and full time equivalent (FTE) during the year was as follows:

| | 2023 Number | 2023 FTE | 2022 Number | 2022 FTE |
|-----------------------|----------------|-------------|----------------|-------------|
| Charitable activities | 4 | 2 | 4 | 2 |

The total staff costs and employee benefits were as follows:

| | 2023 £ | 2022 £ |
|--------------------------|---------------|---------------|
| Wages and salaries | 49,543 | 48,930 |
| Organisers' remuneration | 12,000 | 10,900 |
| | <u>61,543</u> | <u>59,830</u> |

No employees received total employee benefits (excluding employer pension costs) of more than £60,000.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

The trustees did not have any expenses reimbursed during the year (2022 - £nil). One trustee received remuneration for additional services as detailed in note 16.

11 Tangible fixed assets

| | Freehold Property & Improvements | Furniture, Fixtures & Fittings | Musical & Electronic Equipment | Leased Office Equipment | Total |
|----------------------------|-------------------------------------|--------------------------------------|--------------------------------------|-------------------------------|----------------|
| | £ | £ | £ | £ | £ |
| Cost or valuation: | | | | | |
| At 1 April 2022 | 700,000 | 75,723 | 36,248 | 2,231 | 814,202 |
| Additions | - | - | 1,230 | - | 1,230 |
| Disposals | - | - | - | - | - |
| Revaluations | - | - | - | - | - |
| At 31 March 2023 | 700,000 | 75,723 | 37,478 | 2,231 | 815,432 |
| Depreciation: | | | | | |
| At 1 April 2022 | - | 75,723 | 34,223 | 2,231 | 112,177 |
| Charge for the year | - | - | 1,068 | - | 1,068 |
| Eliminated on disposals | - | - | - | - | - |
| At 31 March 2023 | - | 75,723 | 35,291 | 2,231 | 113,245 |
| Net book value: | | | | | |
| At 31 March 2023 | 700,000 | - | 2,186 | - | 702,186 |
| At 31 March 2022 | 700,000 | - | 2,025 | - | 702,025 |

The net book value of land and buildings comprised:

| | 2023 £ | 2022 £ |
|---------------------|----------------|----------------|
| Land and buildings: | | |
| Freehold | 700,000 | 700,000 |
| | <u>700,000</u> | <u>700,000</u> |

The freehold land and buildings were revalued to market value in the year ending 31 March 2021 to £700,000 after taking the advice of a surveyor.

The historic cost of land and buildings included at valuation was £232,192.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

12 Debtors

| | 2023 £ | 2022 £ |
|--------------------------------|---------------|---------------|
| Trade debtors | 2,915 | - |
| Gift aid debtor | 28,033 | 38,627 |
| Prepayments and accrued income | 148 | 261 |
| | <u>31,096</u> | <u>38,888</u> |

13 Creditors: amounts falling due within one year

| | 2023 £ | 2022 £ |
|---------------------------------|--------------|--------------|
| Trade creditors | 395 | 777 |
| Lease creditor | - | 101 |
| Accruals | 3,784 | 3,085 |
| Interest free loans | 2,000 | 276 |
| Net wages | (118) | 917 |
| Social security and other taxes | 1,684 | 1,962 |
| Pension | 125 | 58 |
| Other creditor | 11 | |
| | <u>7,881</u> | <u>7,176</u> |

14 Fund reconciliation

Unrestricted funds

| | Balance at 1 April 2022 £ | Income £ | Expenditure £ | Transfers £ | Gains / (losses) £ | Balance at 31 March 2023 £ |
|--------------------|------------------------------------|---------------|------------------|----------------|--------------------------|-------------------------------------|
| General reserve | 734,187 | 98,063 | (103,587) | 1,000 | - | 729,663 |
| | <u>734,187</u> | <u>98,063</u> | <u>(103,587)</u> | <u>1,000</u> | <u>-</u> | <u>729,663</u> |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

Restricted funds

| | | | | | | |
|------------------------|-------|-------|---------|---------|---|-------|
| Special Offerings/poor | - | 2,609 | (2,559) | - | - | 50 |
| YWAM – Min border | - | 400 | (400) | - | - | - |
| Computer fund | 615 | - | (128) | - | - | 487 |
| PA desk fund | 1,000 | - | - | (1,000) | - | - |
| Funeral fund | - | 6,594 | (5,900) | - | - | 694 |
| | 1,615 | 9,603 | (8,987) | (1,000) | - | 1,231 |

Fund descriptions

a) Unrestricted funds

The general reserve represents the free funds of the charity which are not designated for particular purposes.

b) Restricted funds

All restricted funds are generated by special offerings collected from the congregation for specific items required by the church or for particular charitable activities or other charities and organisations.

15 Analysis of net assets between funds

| | Unrestricted funds | Designated funds | Restricted funds | Total |
|------------------------------------|--------------------|------------------|------------------|----------------|
| | 2023 | 2023 | 2023 | 2023 |
| | £ | £ | £ | £ |
| Fixed assets | 701,699 | - | 487 | 702,186 |
| Cash and current investments | 4,749 | - | 744 | 5,493 |
| Other current assets / liabilities | 23,215 | - | - | 23,215 |
| Total | 729,663 | - | 1,231 | 730,894 |

| | Unrestricted funds | Designated funds | Restricted funds | Total |
|------------------------------------|--------------------|------------------|------------------|----------------|
| | 2022 | 2022 | 2022 | 2022 |
| | £ | £ | £ | £ |
| Fixed assets | 701,411 | - | 615 | 702,026 |
| Cash and current investments | 1,065 | - | 1,000 | 2,065 |
| Other current assets / liabilities | 31,711 | - | - | 31,711 |
| Total | 734,187 | - | 1,615 | 735,802 |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2023

16 Related party transactions

In the year to 31 March 2023, £12,000 was paid to Christopher Strahan (trustee) for his services relating to ministry after the retirement of the pastor (2022 – £10,900). This has been agreed by the other trustees and will continue for as long as necessary. He does not receive any payment regarding his work as a trustee.

The total aggregated donations given by the trustees without conditions is £5,419 (2022 - £13,559).

One of the trustees (C Strahan) has given a loan to the church. The balance outstanding at 31 March 2023 is £2,000 (2022 - £276). No interest is charged on this loan and is repayable at the church's convenience.

King's Community Church, Lancaster

England & Wales - Charity number 1008391

Accounts

King's Community Church Lancaster

Financial Statements

Year Ended 31 March 2022

**King's Community Church Lancaster
formerly known as
Lancaster Christian Fellowship
Financial Statements
Year Ended 31 March 2022**

Charity registration number: 1008391

King's Community Church Lancaster

Financial Statements

Year Ended 31 March 2022

Contents

| | Page |
|--|------|
| Charity Reference and Administrative Details | 2 |
| Trustees' Annual Report | 3 |
| Independent Examiners Report | 6 |
| Statement of Financial Activities | 7 |
| Balance Sheet | 8 |
| Notes to the Financial Statements | 9 |

King's Community Church Lancaster

Charity Reference and Administrative Details

Year Ended 31 March 2022

Charity registration number

1008391

Trustees

Mathew Cook (Chair)
Christopher Strahan (Treasurer)
Ifeolu Akintunde (Secretary)
Katy Allen (resigned 27/11/2022)
Stephen Smith
Elizabeth Stoker (appointed 27/11/2022)

Registered office

The King's House
Phoenix Street
Lancaster
LA1 1DD

Independent Examiner

Christine Harwood ACMA
Accounts Matters Ltd
White Cross
South Road
Lancaster
LA1 4XF

Solicitor

Fiona Bruce Solicitors
Justice House
3 Grappenhall Road
Stockton Heath
Warrington
WA4 2AH

Bankers

Royal Bank of Scotland
New Street
Lancaster
LA1 1EG

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2022

The Trustees present their report and the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The Trust is constituted by Deed and Trust dated 21st March 1986 and is a registered charity No.1008391. Its address is The King's House, Phoenix Street, Lancaster where meetings and administration are based.

Mr Mathew Cook (Chair), Mr Christopher Strahan (Treasurer), Dr Ifeolu Akintunde (Secretary), and Mr Stephen Smith were Trustees throughout the year to 31st March 2022. Ms Katy Allen resigned in November 2022 and Ms Elizabeth Stoker was appointed as trustee at the same time.

Christine Harwood ACMA of Accounts Matters Ltd, Cameron House, White Cross, Lancaster is the Independent Examiner; Royal Bank of Scotland, New Street, Lancaster the Bankers; and Fiona Bruce and Co of Stockton Heath, Warrington, as Vincents Solicitors of Preston, the Solicitors.

Aims and Organisation

The object of the charity is the propagation of the Christian faith throughout Lancaster and surrounding areas, including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine; printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for these activities.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Policies in force are provision of public meetings, outdoor meetings and involvement in the community. The trust exists to spread the gospel of Jesus Christ and to support people in times of spiritual need. It also exists to perform charitable acts and services. There has been no material change in these policies since the previous report.

The Church is divided into a number of small groups, each with designated group 'leaders'. An element of the responsibility for the pastoral care of the members of each group is delegated to the designated group leaders, although prime responsibility and authority in this area of Church life rests with the Church elders and other key members of the core leadership team.

Responsibility for other areas of Church life, such as children's ministry, outreach and music ministry, is also delegated to designated leaders with the Church elders retaining overall responsibility for oversight.

Significant decisions with regard to the spiritual life of the Church are taken by Church elders after consultation with other leaders. The trustees take responsibility for day-to-day practical decisions. Matters of significance continue to be discussed with the wider Church via special meetings and through the small group structure.

Trustees meet regularly as prescribed by the trust deed. Responsibility for the appointment of new trustees rests with the existing board of trustees. The trustees have acknowledged that the Treasurer has been facing significant demands on his time and to alleviate this a wider finance team has been created.

Chris Strahan, an elder in the Church, served as the Church's pastor throughout the year, assisted by James Carr who was employed by the Church on a part time basis. 'Apostolic oversight' of the Church throughout the year was provided by Mr Keri Jones of Ministries Without Borders.

Relationships

The Church relates to a number of Churches in the UK and other countries, who together make up Ministries Without Borders.

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2022

Reserves

The Trustees have a policy of carrying minimum reserves of two thousand pounds, in addition to any restricted funds held, to provide funding for unforeseen property repairs and other emergencies. The total unrestricted reserves currently amount to £734,187 (2021: £733,541), however, this amount includes a revaluation reserve of £467,808 (2021: £467,808).

Review of Activities

Responsibility for pastoral care rested with Chris Strahan who was also responsible for overall leadership of the Church, assisted by James Carr, together with Rose Starkey and Katy Allen, deacons in the Church throughout this period.

For parts of the period Church gatherings took place utilising 'on-line platforms' due to government restrictions on public gatherings as a response to the Covid-19 pandemic. "In person" gatherings resumed as permitted by government guidelines with appropriate "social distancing" and all other Covid related restrictions followed. Around 50 adults regularly attended the main Sunday meeting during the period, with students inflating numbers during university term time.

Notwithstanding the impact of the Covid-19 pandemic, the church continued to reach out to the community, hosting regular social events using online platforms. The Church also provided a Christmas Carol service and continued to have an involvement with the local branch of Christians Against Poverty, an organisation providing debt counselling services.

Room hire income in the period was reduced due to the Church building facilities being closed for large parts of the year because of national and local 'lockdown' restrictions. Regular room hires recommenced in the latter part of the financial year.

The charity's commitment to poor relief funding in Lancaster was maintained and further donations were made in respect of poor relief both locally and internationally, as well as donations to support the work of local charities and various projects around the world undertaken by Ministries Without Borders.

The Church welcomed a number of 'visiting' speakers during the year, some of whom filmed their messages remotely during "lockdowns", including Tim Jones, Ezekiel Shibemba and Geoff Grice.

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2022

Future Plans

It is the intention of the Charity to continue to pursue the objects stated in its trust deed with regard to the propagation of the Christian faith throughout Lancaster and the surrounding areas.

A number of outreach events have been planned for the coming year, including further community outreach events and gospel presentations. It remains the aim of the Church to continue to see the King's House used by the wider community as well as to retain a strong involvement in the various charitable activities outlined in this report.

The area around the King's House property is in the process of being redeveloped to provide good quality student accommodation. Against the background of these proposals, further discussions with developers are ongoing around the potential construction of further accommodation above the rear portion of the King's House.

This report and the accompanying accounts were approved by the board on 29/1/23.

Signed on behalf of the board

M. Cook.....

Mathew Cook, Chair

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2022

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2022 which are set out on pages 7 to 18.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:



30.01.23

Christine Harwood ACMA
Chartered Institute of Management Accountants

Accounts Matters Ltd
7-1-10 Cameron House
White Cross
South Road
Lancaster
LA1 4XF

King's Community Church Lancaster

Statement of Financial Activities

Year Ended 31 March 2022

| | | 2022 | | | 2021 |
|--|------|-------------------------|-----------------------|----------------|----------------|
| | Note | Unrestricted funds £ | Restricted funds £ | Total £ | Total £ |
| Income from: | | | | | |
| Voluntary income: | | | | | |
| Donations and offerings received | 2 | 68,645 | 2,472 | 71,117 | 90,655 |
| Activities for generating funds: | | | | | |
| Mothers & Toddlers Donations | | | | | |
| Room Hire | | 12,080 | - | 12,080 | 660 |
| Grants | | - | 1,000 | 1,000 | - |
| Interest | 3 | 2 | - | 2 | 2 |
| Other income | 4 | 15,291 | - | 15,291 | 12,096 |
| Total income | | 96,018 | 3,472 | 99,490 | 103,413 |
| Expenditure on: | | | | | |
| Charitable activities: | | | | | |
| Missionary, Ministry & Worship | 5 | 51,237 | 128 | 51,365 | 52,019 |
| Centre Expenses | | 38,187 | - | 38,187 | 37,630 |
| Poor Relief & Foreign Aid | | 2,620 | 3,717 | 6,337 | 5,818 |
| | | 92,046 | 3,845 | 95,891 | 95,467 |
| Room hire bad debts | | 2,094 | - | 2,094 | - |
| Total expenditure | | 94,140 | 3,845 | 97,985 | 95,467 |
| Net income / (expenditure) | | 1,878 | (373) | 1,505 | 7,946 |
| Transfers between funds | | | | | |
| Other recognised gains and losses | | (1,232) | 1,232 | - | - |
| Gains on revaluation of fixed assets | 12 | - | - | - | 467,808 |
| Net movement in funds | 17 | 646 | 859 | 1,505 | 475,754 |
| Reconciliation of funds: | | | | | |
| Total funds brought forward | 17 | 733,541 | 756 | 734,297 | 258,543 |
| Total funds carried forward | 17 | 734,187 | 1,615 | 735,802 | 734,297 |

All income and expenditure derive from continuing activities and all gains and losses recognised during the year are included above.

King's Community Church Lancaster

Balance Sheet

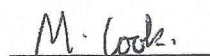
Year Ended 31 March 2022

| | Note | 2022 £ | 2021 £ |
|--|------|-----------|-----------|
| Fixed assets | | | |
| Freehold Properties & Improvements | 12 | 700,000 | 700,000 |
| Furniture, Fixtures & Fittings | 12 | 2,025 | 1,392 |
| | | <hr/> | <hr/> |
| | | 702,025 | 701,392 |
| Current assets | | | |
| Debtors & Prepayments | 13 | 38,888 | 31,550 |
| Cash at Bank | | 1,862 | 8,161 |
| Cash in Hand | | 203 | 203 |
| | | <hr/> | <hr/> |
| | | 40,953 | 39,914 |
| Creditors: amounts falling due within one year | 14 | (7,176) | (6,908) |
| | | <hr/> | <hr/> |
| Net current assets / (liabilities) | | 33,777 | 33,006 |
| | | <hr/> | <hr/> |
| Total assets less current liabilities | | 735,802 | 734,398 |
| Creditors: amounts falling due after more than one year | 15 | - | (101) |
| | | <hr/> | <hr/> |
| Net assets / (liabilities) | | 735,802 | 734,297 |
| | | <hr/> | <hr/> |
| Charity Funds | | | |
| Unrestricted funds | 18 | 734,187 | 733,541 |
| Restricted funds | 18 | 1,615 | 756 |
| | | <hr/> | <hr/> |
| Total charity funds / (deficit) | 18 | 735,802 | 734,297 |
| | | <hr/> | <hr/> |

The financial statements were approved and authorised for issue by the Board on _____.

Signed on behalf of the board of trustees

Mathew Cook, Chair



The notes on pages 9 to 18 form part of these financial statements.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

1 Summary of significant accounting policies

(a) General information and basis of preparation

King's Community Church Lancaster is a charity in England. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are the propagation of the Christian faith throughout Lancaster and the surrounding areas including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine, printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for these activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

(c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example, the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP. Further detail is given in the Trustees' Annual Report.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

The charity received government grants in respect of furlough. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred

Investment income is interest only.

(d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

(e) Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

The analysis of these costs is included in note 6.

(f) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

| | |
|--------------------------------|-----|
| Freehold property | Nil |
| Furniture, Fixtures & Fittings | 15% |
| Musical & Electronic Equipment | 25% |

Land and buildings were revalued during the previous year to market value by an independent surveyor.

(g) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(h) Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

(i) Leases

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written-off to the SOFA over the period of the lease so as to produce a constant periodic rate of charge.

(j) Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

(k) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

2 Income from donations

| | 2022 £ | 2021 £ |
|----------------------------|---------------|---------------|
| Donations from individuals | 55,827 | 83,648 |
| Gift Aid | 15,290 | 7,007 |
| | <u>71,117</u> | <u>90,655</u> |

Income from donations was £55,827 (2021 - £83,648) of which £2,472 (2021 - £3,413) was attributable to restricted and £53,355 (2021 - £80,235) was attributable to unrestricted funds.

3 Interest

| | 2022 £ | 2021 £ |
|------------------------|-----------|-----------|
| Bank Interest received | 2 | 2 |
| | <u>2</u> | <u>2</u> |

4 Other income

| | 2022 £ | 2021 £ |
|----------------------|---------------|---------------|
| Furlough | 7,645 | 7,097 |
| Bank incentives | - | 4,202 |
| Grants - LCC | 7,640 | |
| Council tax refund | - | 797 |
| Miscellaneous income | 6 | - |
| | <u>15,291</u> | <u>12,096</u> |

5 Analysis of expenditure on charitable activities

| Charitable activities 2022 | Activities undertaken directly 2022 £ | Grant funding of activities 2022 £ | Support costs 2022 £ | Total 2022 £ |
|-----------------------------|--|---|----------------------------|--------------------|
| Mission, Ministry & Worship | 34,766 | - | 16,599 | 51,365 |
| Centre Expenses | 24,729 | - | 13,458 | 38,187 |
| Poor Relief & Foreign Aid | 3,717 | - | 2,620 | 6,337 |
| | <u>62,212</u> | <u>-</u> | <u>32,677</u> | <u>95,889</u> |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

| Charitable activities 2021 | Activities undertaken directly 2021 £ | Grant funding of activities 2021 £ | Support costs 2021 £ | Total 2021 £ |
|-----------------------------|---|--|----------------------------|--------------------|
| Mission, Ministry & Worship | 25,693 | - | 26,326 | 52,019 |
| Centre Expenses | 22,696 | - | 14,934 | 37,630 |
| Poor Relief & Foreign Aid | 2,855 | - | 2,963 | 5,818 |
| | 51,244 | - | 44,223 | 95,467 |

£3,845 (2021 - £6,417) of the above costs were attributable to restricted funds. £91,622 (2021 - £89,050) of the above costs were attributable to unrestricted funds.

6 Allocation of support costs

Support costs 2022

| | Basis of allocation £ 2022 | Mission, Ministry & Worship £ 2022 | Centre Expenses £ 2022 | Poor Relief & Foreign Aid £ 2022 | Total £ 2022 |
|---------------------------|----------------------------------|--|------------------------------|--|--------------------|
| Governance | 50:50:0 | 1,080 | 1,081 | - | 2,161 |
| Finance | 50:50:0 | 99 | 98 | - | 197 |
| Wages & salaries | 50:40:10 | 10,667 | 8,533 | 2,133 | 21,333 |
| Legal & professional fees | 50:50:0 | 341 | 342 | - | 683 |
| Depreciation | 50:50:0 | 948 | 949 | - | 1,897 |
| Overheads | 50:40:10 | 2,444 | 1,955 | 487 | 4,886 |
| Travelling costs | 100:0:0 | 520 | - | - | 520 |
| Advertising | 50:50:0 | 500 | 500 | - | 1,000 |
| Total | | 16,599 | 13,458 | 2,620 | 32,677 |

Support costs 2021

| | Basis of allocation £ 2021 | Mission, Ministry & Worship £ 2021 | Centre Expenses £ 2021 | Poor Relief & Foreign Aid £ 2021 | Total £ 2021 |
|---------------------------|----------------------------------|--|------------------------------|--|--------------------|
| Governance | 50:50:0 | 892 | 892 | - | 1,784 |
| Finance | 50:50:0 | 92 | 92 | - | 184 |
| Wages & salaries | 50:40:10 | 21,110 | 10,144 | 2,536 | 33,790 |
| Legal & professional fees | 50:50:0 | 860 | 860 | - | 1,720 |
| Depreciation | 50:50:0 | 873 | 872 | - | 1,745 |
| Overheads | 50:40:10 | 2,135 | 1,708 | 427 | 4,270 |
| Travelling costs | 50:50:0 | 364 | 364 | - | 728 |
| Advertising | 50:50:0 | | | | |
| | | 26,326 | 14,934 | 2,963 | 44,223 |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

7 Governance costs

| | 2022 £ | 2021 £ |
|--|------------|------------|
| Independent examiners remuneration (including expenses and benefits in kind) | 600 | 600 |
| | <u>600</u> | <u>600</u> |

8 Net income / (expenditure) for the year

Net income / (expenditure) is stated after charging / (crediting):

| | 2022 £ | 2021 £ |
|---------------------------------------|-----------|-----------|
| Depreciation of tangible fixed assets | 1,897 | 1,745 |

9 Independent examiners remuneration

The independent examiners remuneration amounts to an independent examination fee of £600 (2021 - £600) and accountancy services of £1,561 (2021 - £1,184).

10 Staff costs and employee benefits

The average monthly number of employees and full time equivalent (FTE) during the year was as follows:

| | 2022 Number | 2022 FTE | 2021 Number | 2021 FTE |
|-----------------------|----------------|-------------|----------------|-------------|
| Charitable activities | 4 | 2 | 4 | 2 |

The total staff costs and employee benefits were as follows:

| | 2022 £ | 2021 £ |
|--------------------------|---------------|---------------|
| Wages and salaries | 48,930 | 49,517 |
| Social security | - | - |
| Organisers' remuneration | 10,900 | 9,750 |
| | <u>59,830</u> | <u>59,267</u> |

No employees received total employee benefits (excluding employer pension costs) of more than £60,000.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

The trustees did not have any expenses reimbursed during the year (2020 - £nil). One trustee received remuneration for additional services as detailed in note 20.

11 Interest payable and similar expenses

| | 2022 £ | 2021 £ |
|--|-----------|-----------|
| Finance charges payable under finance leases | - | 173 |

12 Tangible fixed assets

| | Freehold Property & Improvements £ | Furniture, Fixtures & Fittings £ | Musical & Electronic Equipment £ | Leased Office Equipment £ | Total £ |
|-------------------------|--|---|---|------------------------------------|----------------|
| Cost or valuation: | | | | | |
| At 1 April 2021 | 700,000 | 75,723 | 33,717 | 2,231 | 811,674 |
| Additions | - | - | 2,531 | - | 2,531 |
| Disposals | - | - | - | - | - |
| Revaluations | - | - | - | - | - |
| At 31 March 2022 | 700,000 | 75,723 | 36,248 | 2,231 | 814,205 |
| Depreciation: | | | | | |
| At 1 April 2021 | - | 75,723 | 32,326 | 2,231 | 110,280 |
| Charge for the year | - | - | 1,897 | - | 1,897 |
| Eliminated on disposals | - | - | - | - | - |
| At 31 March 2022 | - | 75,723 | 34,223 | 2,231 | 112,177 |
| Net book value: | | | | | |
| At 31 March 2022 | 700,000 | - | 2,025 | - | 702,025 |
| At 31 March 2021 | 700,000 | - | 1,391 | - | 701,391 |

The net book value of land and buildings comprised:

| | 2022 £ | 2021 £ |
|---------------------|----------------|----------------|
| Land and buildings: | | |
| Freehold | 700,000 | 700,000 |
| | <u>700,000</u> | <u>700,000</u> |

The freehold land and buildings were revalued to market value in the year ending 31 March 2021 to £700,000 after taking the advice of a surveyor.

The historic cost of land and buildings included at valuation was £232,192.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

13 Debtors

| | 2022 £ | 2021 £ |
|--------------------------------|---------------|---------------|
| Trade debtors | - | 2,094 |
| Gift aid debtor | 38,627 | 28,500 |
| Prepayments and accrued income | 261 | 956 |
| | <u>38,888</u> | <u>31,550</u> |

14 Creditors: amounts falling due within one year

| | 2022 £ | 2021 £ |
|---------------------------------|--------------|--------------|
| Trade creditors | 777 | 794 |
| Lease creditor | 101 | 446 |
| Accruals | 3,085 | 2,233 |
| Interest free loans | 276 | 1,192 |
| Net wages | 917 | 1,200 |
| Social security and other taxes | 1,962 | 1,043 |
| Pension | 58 | |
| | <u>7,176</u> | <u>6,908</u> |

Details of leasing arrangements are provided in note 15.

15 Creditors: amounts falling due after more than one year

| | 2022 £ | 2021 £ |
|----------------|-----------|-----------|
| Finance leases | - | 101 |

Details of leasing arrangements are provided in note 16.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

16 Obligations under Finance Leases

Total future minimum finance lease payments are as follows:

| | 2022 £ | 2021 £ |
|--|-----------|-----------|
| Not later than one year | 101 | 446 |
| Later than one and not later than five years | - | 101 |
| | 101 | 547 |
| | 101 | 547 |

17 Fund reconciliation

Unrestricted funds

| | Balance at 1 April 2021 £ | Income £ | Expenditure £ | Transfers £ | Gains / (losses) £ | Balance at 31 March 2022 £ |
|-----------------|------------------------------------|-------------|------------------|----------------|--------------------------|-------------------------------------|
| General reserve | 733,541 | 96,018 | (94,140) | (1,232) | - | 734,187 |
| | 733,541 | 96,018 | (94,140) | (1,232) | - | 734,187 |
| | 733,541 | 96,018 | (94,140) | (1,232) | - | 734,187 |

Restricted funds

| | | | | | | |
|---------------|-----|-------|---------|-------|---|-------|
| Poor relief | 13 | 2,472 | (3,717) | 1,232 | - | - |
| Computer fund | 743 | - | (128) | - | - | 615 |
| PA desk fund | | 1,000 | - | - | - | 1,000 |
| | 756 | - | (3,845) | 1,232 | - | 1,615 |
| | 756 | - | (3,845) | 1,232 | - | 1,615 |

Fund descriptions

a) Unrestricted funds

The general reserve represents the free funds of the charity which are not designated for particular purposes.

b) Restricted funds

All restricted funds are generated by special offerings collected from the congregation for specific items required by the church or for particular charitable activities or other charities and organisations.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2022

18 Analysis of net assets between funds

| | Unrestricted funds 2022 £ | Designated funds 2022 £ | Restricted funds 2022 £ | Total 2022 £ |
|------------------------------------|------------------------------------|----------------------------------|----------------------------------|--------------------|
| Fixed assets | 701,411 | - | 615 | 702,026 |
| Cash and current investments | 1,065 | - | 1,000 | 2,065 |
| Other current assets / liabilities | 31,711 | - | - | 31,711 |
| Total | 734,187 | - | 1,615 | 735,802 |

| | Unrestricted funds 2021 £ | Designated funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|------------------------------------|------------------------------------|----------------------------------|----------------------------------|--------------------|
| Fixed assets | 700,648 | - | 743 | 701,391 |
| Cash and current investments | 8,351 | - | 13 | 8,364 |
| Other current assets / liabilities | 24,643 | - | - | 24,643 |
| Creditors more than one year | (101) | - | - | (101) |
| Total | 733,541 | - | 756 | 734,297 |

19 Pensions and other post-retirement benefits

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £nil (2021 - £nil).

20 Related party transactions

In the year to 31 March 2022, £10,900 was paid to Christopher Strahan (trustee) for his services relating to ministry after the retirement of the pastor (2021 - £9,750). This has been agreed by the other trustees and will continue for as long as necessary at £750 per month. He does not receive any payment regarding his work as a trustee.

The total aggregated donations given by the trustees without conditions is £13,559 (2021 - £16,704).

One of the trustees (C Strahan) has given a loan to the church. The balance outstanding at 31 March 2022 is £276 (2021 - £1,192). No interest is charged on this loan and is repayable at the church's convenience.

King's Community Church, Lancaster

England & Wales - Charity number 1008391

Accounts

King's Community Church Lancaster

Financial Statements

Year Ended 31 March 2021

**King's Community Church Lancaster
formerly known as
Lancaster Christian Fellowship
Financial Statements
Year Ended 31 March 2021**

Charity registration number: 1008391

King's Community Church Lancaster

Financial Statements

Year Ended 31 March 2021

Contents

| | Page |
|--|-------------|
| Charity Reference and Administrative Details | 2 |
| Trustees' Annual Report | 3 |
| Independent Examiners Report | 6 |
| Statement of Financial Activities | 7 |
| Balance Sheet | 8 |
| Notes to the Financial Statements | 9 |

King's Community Church Lancaster

Charity Reference and Administrative Details

Year Ended 31 March 2021

| | |
|------------------------------------|--|
| Charity registration number | 1008391 |
| Trustees | Stephen Smith (Chairman) Christopher Strahan (Treasurer) Ifeolu Akintunde (Secretary) Katy Allen Mathew Cook |
| Registered office | The King's House Phoenix Street Lancaster LA1 1DD |
| Independent Examiner | Christine Harwood ACMA Accounts Matters Ltd White Cross South Road Lancaster LA1 4XF |
| Solicitor | Fiona Bruce Solicitors Justice House 3 Grappenhall Road Stockton Heath Warrington WA4 2AH |
| Bankers | Royal Bank of Scotland New Street Lancaster LA1 1EG |

King's Community Church Lancaster

Trustees' Annual Report

Year Ended 31 March 2021

The Trustees present their report and the audited financial statements of the charity for the year ended 31 March 2021. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" in preparing the annual report and financial statements of the charity.

The Trust is constituted by Deed and Trust dated 21st March 1986 and is a registered charity No.1008391. Its address is The King's House, Phoenix Street, Lancaster where meetings and administration are based.

Mr Stephen Smith (Chairman), Mr Christopher Strahan (Treasurer), Dr Ifeolu Akintunde (Secretary), Ms Katy Allen and Mr Mathew Cook were Trustees throughout the year to 31st March 2021.

Christine Harwood ACMA of Accounts Matters Ltd, Cameron House, White Cross, Lancaster is the Independent Examiner; Royal Bank of Scotland, New Street, Lancaster the Bankers; and Fiona Bruce and Co of Stockton Heath, Warrington, the Solicitors.

Aims and Organisation

The object of the charity, for the public benefit, is the propagation of the Christian faith throughout Lancaster and surrounding areas, including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine; printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for these activities.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Policies in force are provision of public meetings, outdoor meetings and involvement in the community. The trust exists to spread the gospel of Jesus Christ and to support people in times of spiritual need. It also exists to perform charitable acts and services. There has been no material change in these policies since the previous report.

The Church is divided into a number of small groups, each with designated group 'leaders'. An element of the responsibility for the pastoral care of the members of each group is delegated to the designated group leaders, although prime responsibility and authority in this area of Church life rests with the Church elder and other key members of the core leadership team.

Responsibility for other areas of Church life, such as children's ministry, outreach and music ministry, is also delegated to designated leaders with the Church elder retaining overall responsibility for oversight.

Significant decisions with regard to the spiritual life of the Church are taken by the Church elder after consultation with other leaders. The trustees take responsibility for day-to-day practical decisions. Matters of significance continue to be discussed with the wider Church via special meetings and through the small group structure.

Trustees meet regularly as prescribed by the trust deed. Responsibility for the appointment of new trustees rests with the existing board of trustees. The trustees have acknowledged that the Treasurer has been facing significant demands on his time and to alleviate this a wider finance team has been created.

Chris Strahan, the elder in the Church, served as the Church's pastor throughout the year, assisted by James Carr who was employed by the Church on a part time basis. 'Apostolic oversight' of the Church throughout the year was provided by Mr Keri Jones of Ministries Without Borders.

Relationships

The Church relates to a number of Churches in the UK and other countries, who together make up Ministries Without Borders.

King's Community Church Lancaster

Trustees' Annual Report

Year Ended 31 March 2021

Reserves

The Trustees have a policy of carrying minimum reserves of two thousand pounds, in addition to any restricted funds held, to provide funding for unforeseen property repairs and other emergencies. The total unrestricted reserves currently amount to £733,541 (2020: £257,188), however, this amount includes a revaluation reserve of £467,808 (2020: £nil).

Review of Activities

Responsibility for pastoral care rested with Chris Strahan who was also responsible for overall leadership of the Church, assisted by James Carr, together with Rose Starkey and Katy Allen, deacons in the Church throughout this period.

During the period Church gatherings took place utilising 'on-line platforms' due to government restrictions on public gatherings as a response to the Covid-19 pandemic. Around 50 adults regularly attended the main Sunday meeting during the period, with students inflating numbers during university term time.

Notwithstanding the impact of the Covid-19 pandemic, the church continued to reach out to the community, hosting regular social events using online platforms. The Church also provided a Christmas Carol presentation and 'doorstep nativity play' which was broadcast via YouTube. The Church continued to have an involvement with the local branch of Christians Against Poverty, an organisation providing debt counselling services.

Room hire income in the period was much reduced due to the Church building facilities being closed for large parts of the year because of national and local 'lockdown' restrictions.

The charity's commitment to poor relief funding in Lancaster and India was maintained and further donations were made in respect of poor relief both locally and internationally, as well as donations to support the work of local charities and various projects around the world undertaken by Ministries Without Borders.

The Church welcomed a number of 'visiting' speakers during the year, who filmed their messages remotely during the year, including Tim Jones, James Topliss, Roger Aubrey, David Gregg and Ezekiel Shibemba.

During the period, an unutilised area of the King's House facility was conveyed to a developer of student housing in exchange for works carried out to improve facilities in the parts of the building which are actively used. The transaction was based on an independent valuation and supervised by Vincents solicitors.

Future Plans

It is the intention of the Charity to continue to pursue the objects stated in its trust deed with regard to the propagation of the Christian faith throughout Lancaster and the surrounding areas.

A number of outreach events have been planned for the coming year, including further community outreach events and gospel presentations. It remains the aim of the Church to continue to see the King's House used by the wider community as well as to retain a strong involvement in the various charitable activities outlined in this report.

The area around the King's House property is in the process of being redeveloped to provide good quality student accommodation. Against the background of these proposals, further discussions with developers are ongoing around the potential construction of further accommodation above the rear portion of the King's House.

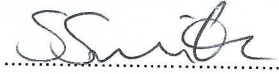
King's Community Church Lancaster

Trustees' Annual Report

Year Ended 31 March 2021

This report and the accompanying accounts were approved by the board on 3rd January 2022.

Signed on behalf of the board


.....

Stephen Smith, Chairman

King's Community Church Lancaster

Independent Examiner's Report to the Trustees of King's Community Church Lancaster

Year Ended 31 March 2021

I report to the charity trustees on my examination of the accounts of the charity for the year ended (date) which are set out on pages 7 to 18.

Responsibilities and basis of report

As the charity's trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Signed:



Christine Harwood ACMA
Chartered Institute of Management Accountants

Accounts Matters Ltd
7-1-10 Cameron House
White Cross
South Road
Lancaster
LA1 4XF

5/04/22

King's Community Church Lancaster

Statement of Financial Activities

Year Ended 31 March 2021

| | | 2021 | | | 2020 |
|--|------|-------------------------|-----------------------|----------------|-----------------|
| | Note | Unrestricted funds £ | Restricted funds £ | Total £ | Total £ |
| Income from: | | | | | |
| Voluntary income: | | | | | |
| Donations and offerings received | 2 | 87,242 | 3,413 | 90,655 | 82,718 |
| Activities for generating funds: | | | | | |
| Mothers & Toddlers Donations | | | | | 147 |
| Room Hire | | 660 | - | 660 | 10,837 |
| Interest | 3 | 2 | - | 2 | 111 |
| Other income | 4 | 12,096 | - | 12,096 | |
| Total income | | 100,000 | 3,413 | 103,413 | 93,813 |
| Expenditure on: | | | | | |
| Costs of generating funds: | | | | | |
| Bible Week | | - | - | - | 1,854 |
| Mother & Toddler Expenses | | - | - | - | 359 |
| | | - | - | - | 2,213 |
| Charitable activities: | | | | | |
| Missionary, Ministry & Worship | 5 | 48,513 | 3,506 | 52,019 | 58,405 |
| Centre Expenses | | 37,324 | 306 | 37,630 | 43,703 |
| Poor Relief & Foreign Aid | | 3,213 | 2,605 | 5,818 | 21,909 |
| | | 89,050 | 6,417 | 95,467 | 114,517 |
| Total expenditure | | 89,050 | 6,417 | 95,467 | 116,730 |
| Net income / (expenditure) | | 10,950 | (3,004) | 7,946 | (22,917) |
| Transfers between funds | | (2,405) | 2,405 | - | - |
| Other recognised gains and losses | | | | | |
| Gains on revaluation of fixed assets | 12 | 467,808 | - | 467,808 | - |
| Net movement in funds | 17 | 476,353 | (599) | 475,754 | (22,917) |
| Reconciliation of funds: | | | | | |
| Total funds brought forward | 17 | 257,188 | 1,355 | 258,543 | 281,460 |
| Total funds carried forward | 17 | 733,541 | 756 | 734,297 | 258,543 |

All income and expenditure derive from continuing activities and all gains and losses recognised during the year are included above.

King's Community Church Lancaster

Balance Sheet

Year Ended 31 March 2021

| | Note | 2021 £ | 2020 £ |
|--|------|-----------|-----------|
| Fixed assets | | | |
| Freehold Properties & Improvements | 12 | 700,000 | 232,192 |
| Furniture, Fixtures & Fittings | 12 | 1,392 | 3,137 |
| | | <hr/> | <hr/> |
| | | 701,392 | 235,329 |
| Current assets | | | |
| Debtors & Prepayments | 13 | 31,550 | 32,025 |
| Cash at Bank | | 8,161 | 4,285 |
| Cash in Hand | | 203 | 251 |
| | | <hr/> | <hr/> |
| | | 39,914 | 36,561 |
| Creditors: amounts falling due within one year | 14 | (6,908) | (12,799) |
| Net current assets / (liabilities) | | <hr/> | <hr/> |
| | | 33,006 | 23,762 |
| Total assets less current liabilities | | <hr/> | <hr/> |
| | | 734,398 | 259,091 |
| Creditors: amounts falling due after more than one year | 15 | (101) | (548) |
| Net assets / (liabilities) | | <hr/> | <hr/> |
| | | 734,297 | 258,543 |
| Charity Funds | | | |
| Unrestricted funds | 18 | 733,541 | 257,188 |
| Restricted funds | 18 | 756 | 1,355 |
| | | <hr/> | <hr/> |
| Total charity funds / (deficit) | 18 | 734,297 | 258,543 |

The financial statements were approved and authorised for issue by the Board on 3 January 2022

Signed on behalf of the board of trustees



Stephen Smith, Chairman

The notes on pages 9 to 18 form part of these financial statements.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

1 Summary of significant accounting policies

(a) General information and basis of preparation

King's Community Church Lancaster is a charity in England. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity. The address of the registered office is given in the charity information on page 2 of these financial statements. The nature of the charity's operations and principal activities are the propagation of the Christian faith throughout Lancaster and the surrounding areas including evangelism, pastoral care, poor relief and counselling promoting Christian doctrine, printing and distribution of the Bible and Christian literature, providing meetings, equipment and other means of support for these activities.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011 and UK Generally Accepted Accounting Practice.

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland issued in October 2019 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £.

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

(b) Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

(c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example, the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP. Further detail is given in the Trustees' Annual Report.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

The charity received government grants in respect of furlough. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Investment income is interest only.

(d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

(e) Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative and payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at Headquarters. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

The analysis of these costs is included in note 6.

(f) Tangible fixed assets

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life as follows:

| | |
|--------------------------------|-----|
| Freehold property | Nil |
| Furniture, Fixtures & Fittings | 15% |
| Musical & Electronic Equipment | 25% |

Land and buildings were revalued during the year to market value by an independent surveyor.

(g) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(h) Loans and borrowings

Loans and borrowings are initially recognised at the transaction price including transaction costs. Subsequently, they are measured at amortised cost using the effective interest rate method, less impairment. If an arrangement constitutes a finance transaction it is measured at present value.

(i) Leases

Assets acquired under finance leases are capitalised and depreciated over the shorter of the lease term and the expected useful life of the asset. Obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written-off to the SOFA over the period of the lease so as to produce a constant periodic rate of charge.

(j) Employee benefits

When employees have rendered service to the charity, short-term employee benefits to which the employees are entitled are recognised at the undiscounted amount expected to be paid in exchange for that service.

The charity operates a defined contribution plan for the benefit of its employees. Contributions are expensed as they become payable.

(k) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

2 Income from donations

| | 2021 £ | 2020 £ |
|--------------------------------|---------------|---------------|
| Donations from individuals | 83,648 | 65,994 |
| Donations from other charities | - | 5,000 |
| Gift Aid | 7,007 | 11,724 |
| | <u>90,655</u> | <u>82,718</u> |

Income from donations was £83,648 (2020 - £82,718) of which £3,413 (2020 - £11,035) was attributable to restricted and £80,235 (2020 - £71,683) was attributable to unrestricted funds.

3 Interest

| | 2021 £ | 2020 £ |
|--------------------------------------|-----------|------------|
| Bank Interest received | 2 | 2 |
| Interest received on Gift Aid claims | - | 109 |
| | <u>2</u> | <u>111</u> |

4 Other income

| | 2021 £ | 2020 £ |
|--------------------|---------------|-----------|
| Furlough | 7,097 | - |
| Bank incentives | 4,202 | - |
| Council tax refund | 797 | - |
| | <u>12,096</u> | <u>-</u> |

5 Analysis of expenditure on charitable activities

| Charitable activities 2021 | Activities undertaken directly 2021 £ | Grant funding of activities 2021 £ | Support costs 2021 £ | Total 2021 £ |
|-----------------------------|--|---|----------------------------|--------------------|
| Mission, Ministry & Worship | 25,693 | - | 26,326 | 52,019 |
| Centre Expenses | 22,696 | - | 14,934 | 37,630 |
| Poor Relief & Foreign Aid | 2,855 | - | 2,963 | 5,818 |
| | <u>51,244</u> | <u>-</u> | <u>44,223</u> | <u>95,467</u> |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

Charitable activities 2020

| | Activities undertaken directly 2020 £ | Grant funding of activities 2020 £ | Support costs 2020 £ | Total 2020 £ |
|-----------------------------|--|---|----------------------------|--------------------|
| Mission, Ministry & Worship | 41,768 | - | 16,637 | 58,405 |
| Centre Expenses | 29,945 | - | 13,758 | 43,703 |
| Poor Relief & Foreign Aid | 9,530 | - | 2,879 | 12,409 |
| | 81,243 | - | 33,274 | 114,517 |

£6,417 (2020 - £15,329) of the above costs were attributable to restricted funds. £89,050 (2020 - £99,188) of the above costs were attributable to unrestricted funds.

6 Allocation of support costs

Support costs 2021

| | Basis of allocation £ 2021 | Mission, Ministry & Worship £ 2021 | Centre Expenses £ 2021 | Poor Relief & Foreign Aid £ 2021 | Total £ 2021 |
|---------------------------|-------------------------------------|--|---------------------------------|---|--------------------|
| Governance | 50:50:0 | 892 | 892 | - | 1,784 |
| Finance | 50:50:0 | 92 | 92 | - | 184 |
| Wages & salaries | 50:40:10 | 16,895 | 13,516 | 3,379 | 33,790 |
| Legal & professional fees | 50:50:0 | 860 | 860 | - | 1,720 |
| Depreciation | 50:50:0 | 873 | 872 | - | 1,745 |
| Overheads | 50:40:10 | 2,135 | 1,708 | 427 | 4,270 |
| Advertising | 50:50:0 | 364 | 364 | - | 728 |
| Total | | 22,111 | 18,304 | 3,806 | 44,221 |

Support costs 2020

| | Basis of allocation £ 2020 | Mission, Ministry & Worship £ 2020 | Centre Expenses £ 2020 | Poor Relief & Foreign Aid £ 2020 | Total £ 2020 |
|---------------------------|-------------------------------------|--|---------------------------------|---|--------------------|
| Governance | 50:50:0 | 852 | 852 | - | 1,704 |
| Finance | 50:50:0 | 87 | 87 | - | 174 |
| Wages & salaries | 50:40:10 | 11,222 | 8,978 | 2,244 | 22,444 |
| Legal & professional fees | 50:50:0 | 261 | 261 | - | 522 |
| Depreciation | 50:50:0 | 911 | 910 | - | 1,821 |
| Overheads | 50:40:10 | 3,174 | 2,540 | 635 | 6,349 |
| Travelling costs | 50:50:0 | 82 | 82 | - | 164 |
| Advertising | 50:50:0 | 48 | 48 | - | 96 |
| | | 16,637 | 13,758 | 2,879 | 33,274 |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

7 Governance costs

| | 2021 £ | 2020 £ |
|--|------------|------------|
| Independent examiners remuneration (including expenses and benefits in kind) | 14 600 | 600 |
| | <u>600</u> | <u>600</u> |

8 Net income / (expenditure) for the year

Net income / (expenditure) is stated after charging / (crediting):

| | 2021 £ | 2020 £ |
|---------------------------------------|-----------|-----------|
| Depreciation of tangible fixed assets | 1,745 | 1,821 |

9 Independent examiners remuneration

The independent examiners remuneration amounts to an independent examination fee of £600 (2020 - £600) and accountancy services of £1,184 (2020 - £1,104).

10 Staff costs and employee benefits

The average monthly number of employees and full time equivalent (FTE) during the year was as follows:

| | 2021 Number | 2021 FTE | 2020 Number | 2020 FTE |
|-----------------------|----------------|-------------|----------------|-------------|
| Charitable activities | 4 | 2 | 4 | 2 |

The total staff costs and employee benefits were as follows:

| | 2021 £ | 2020 £ |
|--------------------------|---------------|---------------|
| Wages and salaries | 49,517 | 52,190 |
| Social security | - | 300 |
| Organisers' remuneration | 9,750 | 1,500 |
| | <u>59,267</u> | <u>53,990</u> |

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

No employees received total employee benefits (excluding employer pension costs) of more than £60,000.

The trustees did not have any expenses reimbursed during the year (2020 - £nil). One trustee received remuneration for additional services as detailed in note 20.

11 Interest payable and similar expenses

| | 2021 £ | 2020 £ |
|--|-----------|-----------|
| Finance charges payable under finance leases | 173 | 173 |

12 Tangible fixed assets

| | Freehold Property & Improvements £ | Furniture, Fixtures & Fittings £ | Musical & Electronic Equipment £ | Leased Office Equipment £ | Total £ |
|-------------------------|--|---|---|------------------------------------|----------------|
| Cost or valuation: | | | | | |
| At 1 April 2020 | 232,192 | 75,674 | 33,717 | 2,231 | 343,814 |
| Additions | - | - | - | - | - |
| Disposals | - | - | - | - | - |
| Revaluations | 467,808 | - | - | - | - |
| At 31 March 2021 | 700,000 | 75,674 | 33,717 | 2,231 | 811,622 |
| Depreciation: | | | | | |
| At 1 April 2020 | - | 75,674 | 31,062 | 1,750 | 108,486 |
| Charge for the year | - | - | 1,264 | 481 | 1,745 |
| Eliminated on disposals | - | - | - | - | - |
| At 31 March 2021 | - | 75,674 | 32,326 | 2,231 | 110,231 |
| Net book value: | | | | | |
| At 31 March 2021 | 700,000 | - | 1,391 | - | 701,391 |
| At 31 March 2020 | 232,192 | - | 2,655 | 481 | 235,328 |

The net book value of land and buildings comprised:

| | 2021 £ | 2020 £ |
|---------------------|----------------|----------------|
| Land and buildings: | | |
| Freehold | 700,000 | 232,192 |
| | <u>700,000</u> | <u>232,192</u> |

Included in the total net book value of leased office equipment was £nil (2020 - £481) in respect of assets held under finance leases.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

During the year part of the freehold land and property valued at £160,000 was transferred to a third party in compensation for previous repair works done on the charity's buildings. The remaining land and buildings have been valued at £700,000 by the trustees after taking advice from a surveyor. The previous repair works were not recognised in the accounts at the time. The trustees have decided to not restate the accounts as it would add little value to the figures but disclose via this note instead.

The historic cost of land and buildings included at valuation was £232,192.

13 Debtors

| | 2021 £ | 2020 £ |
|--------------------------------|---------------|---------------|
| Trade debtors | 2,094 | 2,187 |
| Gift aid debtor | 28,500 | 24,224 |
| Other debtors | - | 1,000 |
| Prepayments and accrued income | 956 | 4,614 |
| | <u>31,550</u> | <u>32,025</u> |

14 Creditors: amounts falling due within one year

| | 2021 £ | 2020 £ |
|---------------------------------|--------------|---------------|
| Trade creditors | 794 | 3,855 |
| Lease creditor | 446 | 446 |
| Accruals | 2,233 | 2,651 |
| Interest free loans | 1,192 | 1,246 |
| Net wages | 1,200 | 3,255 |
| Social security and other taxes | 1,043 | 1,346 |
| | <u>6,908</u> | <u>12,799</u> |

Details of leasing arrangements are provided in note 15.

15 Creditors: amounts falling due after more than one year

| | 2021 £ | 2020 £ |
|----------------|-----------|-----------|
| Finance leases | 101 | 548 |

Details of leasing arrangements are provided in note 16.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

16 Obligations under Finance Leases

Total future minimum finance lease payments are as follows:

| | 2021 £ | 2020 £ |
|--|------------|------------|
| Not later than one year | 446 | 446 |
| Later than one and not later than five years | 101 | 548 |
| Later than five years | - | - |
| | <u>547</u> | <u>994</u> |

17 Fund reconciliation

Unrestricted funds

| | Balance at 1 April 2020 £ | Income £ | Expenditure £ | Transfers £ | Gains / (losses) £ | Balance at 31 March 2021 £ |
|-----------------|------------------------------------|----------------|------------------|----------------|--------------------------|-------------------------------------|
| General reserve | 257,188 | 100,000 | (89,050) | (2,405) | 467,808 | 733,541 |
| | <u>257,188</u> | <u>100,000</u> | <u>89,050</u> | <u>(2,405)</u> | <u>467,808</u> | <u>733,541</u> |

Restricted funds

| | | | | | | |
|----------------|--------------|----------|----------------|----------|----------|------------|
| Poor relief | - | 3,413 | (5,805) | 2,405 | - | 13 |
| Sound proofing | 483 | - | (483) | - | - | - |
| Computer fund | 872 | - | (128) | - | - | 744 |
| | <u>1,355</u> | <u>-</u> | <u>(6,417)</u> | <u>-</u> | <u>-</u> | <u>757</u> |

Fund descriptions

a) Unrestricted funds

The general reserve represents the free funds of the charity which are not designated for particular purposes.

b) Restricted funds

All restricted funds are generated by special offerings collected from the congregation for specific items required by the church or for particular charitable activities or other charities and organisations.

King's Community Church Lancaster

Notes to the Financial Statements

Year Ended 31 March 2021

18 Analysis of net assets between funds

| | Unrestricted funds 2021 £ | Designated funds 2021 £ | Restricted funds 2021 £ | Total 2021 £ |
|------------------------------------|------------------------------------|----------------------------------|----------------------------------|--------------------|
| Fixed assets | 700,648 | - | 743 | 701,391 |
| Cash and current investments | 8,351 | - | 13 | 8,364 |
| Other current assets / liabilities | 24,643 | - | - | 24,643 |
| Creditors more than one year | (101) | - | - | (101) |
| Total | 733,541 | - | 756 | 734,297 |

| | Unrestricted funds 2020 £ | Designated funds 2020 £ | Restricted funds 2020 £ | Total 2020 £ |
|------------------------------------|------------------------------------|----------------------------------|----------------------------------|--------------------|
| Fixed assets | 234,945 | - | 384 | 235,945 |
| Cash and current investments | 3,565 | - | 971 | 4,536 |
| Other current assets / liabilities | 19,226 | - | - | 19,226 |
| Creditors more than one year | (548) | - | - | (548) |
| Total | 257,188 | - | 1,355 | 258,543 |

19 Pensions and other post-retirement benefits

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £nil (2020 - £nil).

20 Related party transactions

In the year to 31 March 2021, £9,750 was paid to Christopher Strahan (trustee) for his services relating to ministry after the retirement to the pastor (2020 – £1,500). This has been agreed by the other trustees and will continue for as long as necessary at £750 per month. He does not receive any payment regarding his work as a trustee.

The total aggregated donations given by the trustees without conditions is £16,704 (2020 - £16,603).

One of the trustees (C Strahan) has given a loan to the church. The balance outstanding at 31 March 2021 is £1,192 (2020 - £1,245.75). No interest is charged on this loan and is repayable at the church's convenience.