

COMPANY REGISTRATION NUMBER: 2874157  
CHARITY REGISTRATION NUMBER: 1029849

**Vinelife Church Manchester**  
**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**31 March 2022**

**MATTOCKS GRINDLEY**

Chartered Accountants  
18 Mulberry Avenue  
Turnstone Business Park  
Widnes  
Cheshire  
WA8 0WN

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Financial Statements**

**Year ended 31 March 2022**

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# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Directors' Annual Report (Incorporating the Director's Report)**

**Year ended 31 March 2022**

The directors, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

#### **Reference and administrative details**

<b>Registered charity name</b>	Vinelife Church Manchester
<b>Charity registration number</b>	1029849
<b>Company registration number</b>	2874157
<b>Principal office and registered office</b>	Army Reserve Centre Ardwick Green North Manchester M12 6HD

#### **The directors**

Mr A N Shepherd	(Appointed 4 May 2021)
Mrs J Kimball	(Appointed 2 May 2021)
Mrs G Longfellow	(Appointed 2 May 2021)
Mr A Binitie	(Appointed 2 May 2021)
Mr A Bostock	(Appointed 7 September 2021)
Mr A Hill	(Retired 12 July 2021)
Ms E Bankhead	(Retired 12 July 2021)

<b>Independent examiner</b>	Mr G Mattocks FCA 18 Mulberry Avenue Turnstone Business Park Widnes Cheshire WA8 0WN
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#### **Structure, governance and management**

Vinelife Church Manchester is a Charitable Company Limited by Guarantee, governed by a Memorandum and Articles of Association.

Overall direction and supervision of the activities of the Association is exercised by a Management Committee of 5 Directors including the Treasurer, Mr A N Shepherd. Four new Trustees were appointed in May 2021, with a fifth added in September 2021.

New Trustees are appointed by a consensus of current trustees. A process is being put in place to induct new trustees by formal external training along with review of internal processes and briefings of matters of significance.

Trustees are in the process of introducing market based pay scales and a formalised staff review process.

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Directors' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2022**

#### **Objectives and activities**

##### **Vinelife Church Manchester's Mission Statement**

The stated aims of Vinelife Church Manchester are to promote the Christian religion and relieve poverty. Our mission statement expands on those aims: Vinelife Church Manchester exists to: Encounter God, Empower People and Engage Our City.

##### **Our Core activities are outlined below**

Below we have listed and described our core activities, where they are currently, what has been happening in the last year and where we are wanting things to develop on into the future.

Everything we do as a church flows out of our mission statement (outlined above) and the aim of what we do is to see our vision statement fulfilled:

##### **Public Benefit**

As a Church we aim for the majority of our work to be of benefit to the public. Financial support is made available for the provision of 'Grants and Gifts' to individuals and organisations committed to Christian work.

##### **Strategic report**

The following sections for achievements and performance and financial review form the strategic report of the charity.



# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Directors' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2022**

#### **Achievements and performance**

##### **General**

Vinelife Church Manchester has navigated the fallout from both COVID-19 and its restrictions, and a change of leadership over the year. Whilst this has been difficult and painful for many, the journey has been one which has been conducted with courage by the leaders and patience and grace by all concerned. The church is entering a period of renewed hope and stability and the Trustees thank Father God and His church at Vinelife for their faithfulness.

##### **Impact of COVID-19**

At the beginning of the year, many COVID-19 restrictions were still in place, limiting opportunities for the church community to meet in person. However, by the summer restrictions were easing and in-person events were permitted, so Sunday services resumed in September 2021, at a new venue, St Peter's RC High School in Belle Vue, Manchester. Staff continued to blend working from home along with working from Vinelife's new premises in Ardwick.

It became clear that lockdown had focussed some people's desire to a more local expression of church, and we found that a significant portion of those who used to travel to Vinelife from outside the M60 ring road were now choosing to attend a church in their local community. Many who moved on expressed their ongoing thanks for the part Vinelife has played in their journey of faith.

Vinelife were still able to claim support through the Coronavirus Job Retention Scheme, which tapered off in October 2021. Manchester City Council had overpaid some relief grants to Vinelife in the previous year, so these were repaid at the earliest opportunity in the early part of the year.

##### **Project Home**

In light of the other events that affected our church community, refurbishment works to our building, the former Army Reserve Barracks at Ardwick Green, were delayed. The property was in need of modernising to allow us to make full use of it but as there were not currently funds to do so this could not be meaningfully commenced. The building was in fairly constant, if limited, use and was being properly maintained.

During the 12 months of this report, we explored our vision for the building with an architect and, as we did so, it became apparent that the cost of refurbishment required to make the building usable by us was greater than our current income could meet. As the financial year was drawing to a close, we were looking carefully at the financial health of the organisation and seriously considering whether it would be in the best interest of the church to sell the building. The trustees felt that it was important to allow the new church leadership to be established and agree on the overall vision and direction for the church before making a decision of this magnitude. Having examined our financial position the trustees felt that we were able to wait for 3-6 months before having to proceed to market to allow for this.

The property had been purchased in December 2020 for just under £2.6m and whilst this was over valuation, other facts such as the expected length of tenure and the likely appreciation in value in that area led the Church leadership and trustees to believe it was a worthwhile investment. Legal opinion recently obtained does not refute this although, if we sell the building, we will seek legal advice to ensure we're in line with charity law as part of the process.

##### **Change of Leadership**

At the start of the year, Vinelife had just two Trustees-Directors, which was rectified at the earlier opportunity with four new Trustee-Directors appointed to the board in May 2021, with another added in early September. The two Trustee-Directors who were in post at the turn of the year resigned in the summer, leaving a board of five.

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Directors' Annual Report (Incorporating the Director's Report) *(continued)***

#### **Year ended 31 March 2022**

With the resignation of Phil Smith as Senior Leader (and Trustee) in March 2021, Vinelife began the year with the other Senior Leader, Sarah Smith on compassionate leave, who later resigned from her role in November 2021.

Santino Hamberis was in place as Interim Senior Leader throughout the year, supported initially by a Senior Team made up of staff and volunteers. The Senior Team resolved to dissolve itself, with the staff Executive Team taking responsibility for the day to day running of church operations. In February 2022, Santino also undertook a three month sabbatical, with other staff seconded to cover his duties.

Trustees commissioned a Leadership Culture Review, undertaken by church leadership consultant Stephen Matthew, and a Finance Review carried out by Stephen Matthews of Stewardship. These reviews were completed in late autumn and recommended a number of actions to promote health in the organisation.

One recommendation was to look at the leadership structure within the church as well as its connection to the wider church for accountability and support. To further explore these factors, a Discovery Team was set up, chaired by Stephen Matthew, which continued meeting into the next year.

The nature of the change in leadership and associated uncertainty with onboarding a new leadership team have significantly impacted finances and the organisation's effectiveness at attaining its charitable objectives.

#### **Children's Ministry**

We continued to provide online resources for children's ministry until September 2021 when we began meeting in person. We restructured our staffing by recruiting a lead for Game Changers 2 days per week. This investment in turn gave us the capacity to broaden our children's provision on a Sunday; launching Explorers (for 2-4 year olds) in November and Little Movers (under 2s) March, building all associated teams from scratch.

We have successfully navigated a phased return of team since September 2021, seeing an entirely new set of weekly leaders for Game Changers. We saw new families engage with Vinelife throughout lockdown, utilising the online resources and joining into in person gatherings.

#### **Compassion Ministry**

We continued to support the work of Barnabus, a Manchester based charity working with those experiencing homelessness, through financial support. A number of the church community also got involved with in-person volunteering at their support centre as well as doing outreach in the city centre. We began to explore developing our partnership with Barnabus further with their new Sustain project supporting people who are being housed and helping them leave homelessness behind.

#### **Christmas Appeal**

For this year's Christmas Appeal, Vinelife again looked at both 'Home' and 'Away', raising over £4000 along with an additional £5000 allocated from church funds.

As COVID-19 restrictions still limited the amount of time people could spend together assembling hampers or gift bags, we supported families in need at 'Home' by distributing supermarket vouchers through local schools. The 'Away' part of the appeal was a donation to The Mission for their work in Romania with disadvantaged children in the Roma community.

#### **Pastoral Care Ministry**

We continued to engage the church community with live, online gatherings, online small groups and conversation spaces. As far as was appropriate to restrictions, staff were able to meet with members of the church community in person.

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Directors' Annual Report (Incorporating the Director's Report) *(continued)***

#### **Year ended 31 March 2022**

As restrictions were lifted we created opportunities for the church community to engage including garden parties. In September 2021 we started to meet in person on Sundays and began to reintegrate people into teams building back in another layer of connection with the church community. We restructured staffing to invest time in starting 'in person' small groups which kicked off in the same month.

This year we transitioned from online-only to some in-person student ministry from September 2021. Our team of student volunteers changed over to a new four person team. We continued to meet students in person, mainly meeting for walks. In February 2022, we had our first Student Weekend Away since the pandemic and had 42 people join us for worship, teaching and community in Yorkshire, and also celebrated two of our students getting baptised soon after this.

#### **Campus Awakening**

Our focus from January to June was on a theme which we called: 'A New Kind of Kingdom'. The transition out of uni is often one of the most significant times in the faith journey of a young adult, and we were so pleased with the opportunity to invest resource in this area.

Primarily that looked like the production and release of our third CAMPUS publication and the running of an online conference called 'The New kind of Kingdom' sessions. As much of student life and ministry was still emerging from lockdown restrictions, having resources such as these in both digital and print format was a great blessing to many around the UK.

In the following academic year we were blessed to have our team bolster with a full-time intern. September also saw us renaming the ministry to 'The CAMPUS Project' to reflect both the transition out of connection with Jesus Culture and also the increasing success of our suite of CAMPUS resources. We focused much of our attention for this year on Manchester, strengthening the student leaders network and working relationships with other churches and ministries. The highlights of this were three major collaborative events: and Advent prayer space with the Catholic Chaplaincy, a co-ordinated Christmas mission with the local CUs, culminating in a 24 hour prayer and worship event called 'One Name on Campus'.

Throughout the year we continued to resources churches, students and leaders through our various print and digital resources and a number of bespoke events. In a period of much change, we were delighted with the space that the project was able to occupy and the ministry that we were able to provide.

#### **Anchor Coffee House**

As the year progressed it became clear that it was not going to be possible to relaunch the Anchor Coffee House at the Ardwick premises in the foreseeable future, so it was sadly necessary to undertake a redundancy process which saw the Coffee House Managers end their employment with Vinelif.

#### **Acknowledgement**

The Trustees would like to recognise and thank the many volunteers and workers involved in making church life and ministry happen, despite the number of challenges throughout the year.

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Directors' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 March 2022**

#### **Financial review**

##### **Impairment of Property**

The trustees have elected to show the property held by the company at a value of £2,000,000, which they feel is a realistic figure, with the loss on impairment shown in the statement of financial activities for the year.

##### **Prior year Restatement**

The comparative figures shown in the financial statements have been restated to take account of prior year impairment of tangible fixed assets along with errors in classification of transactions between restricted and unrestricted funds.

##### **Financial Overview**

The financial results for the year show an overall deficit of £87,816. Cash flow has stabilised due to considerable cost reductions and income and expenditure should align more closely in the next year with a smaller loss anticipated. The sale of the building will allow the church to move back into an annual surplus.

##### **Giving**

The church community has continued to give sacrificially and generously to the work of the Church. We are as a church committed to give away at least 10% of our donated income. We received a total of £432,654 in gifts for the year of which £274,800 were 'Restricted' in their use and £157,854 which were unrestricted (see note). The total giving for 'Grants and Gifts' was £47,226 (29% of the overall total of unrestricted donated income).

##### **Staff**

At the end of March 2022, the staff team consisted of five full-time members of staff: an interim Senior Leader (who was on sabbatical), an Associate Leader, an Operations Director, a Youth and Students Worker, and a Campus Director (who also covered some responsibilities for the main body of the church, including Small Groups). There were four further part-time members of staff: a Church Administrator, a Campus team member and two Children's Workers (one of whom was a new hire). Through the course of the year, the team had reduced in number with one full time and two part time members of staff leaving.

# Vinelife Church Manchester

## Company Limited by Guarantee

### Directors' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 March 2022

#### Financial review *(continued)*

##### Reserves Policy

Vinelife Church Manchester relies extensively on the generosity of those committed to its stated vision, mission and purpose. Income flows by their nature can be unpredictable, however, the Vinelife Church Manchester has maintained its membership and income over recent years. The major commitments at this time are staff notice and mortgage and loan repayments. The trustees have agreed a reserves policy as follows: To ensure the financial viability of the Church and its ability to meet its ongoing commitments the charity will endeavour to maintain, on average, sufficient reserves to cover all contractual obligations for one month and if possible up to three months.

##### Risk Management

The trustees and staff team at Vinelife have continued to review and strengthen financial and other procedures to ensure they reflect good practice. We have been working through all areas of church life undertaking written risk assessments and looking at how we operate at all our venues and have put in place a number of actions that reduce risks. We are now in a position to be able to review these assessments and work to reduce risks all across the life of the church. We operate with a well thought through budget that we feel minimises our exposure to unnecessary financial risk.

##### Prior year Restatement

The comparative figures shown in the financial statements have been restated to take account of prior year errors in classification of transactions between restricted and unrestricted funds.

##### Plans for future periods

For the forthcoming period, the Church plans to continue to develop its organisational structure to adapt to a changing landscape.

##### Disabled Employees

In accordance with the charity's Equal Opportunity Policy, the Charity has an established fair employment practise in the recruitment, selection, retention and training of disabled staff.

##### Going Concern

The impact of COVID, change in leadership and the Ardwick Green building have required particular care in managing cash flows. Cash reserves are, in part, held to allow the church to navigate through challenging times and a managed reduction in reserves along with overhead reductions have in the past year allowed cash flow to remain at acceptable levels.

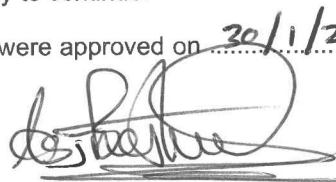
This process will continue in the next 12 months as we expect the sale of the building to conclude successfully, after which reserves should stabilise and all building related creditors repaid. Should the building take longer to sell than expected, the cost base will be adjusted accordingly to ensure reserves remain within limits required by our mortgage provider (Charity Bank).

A very constructive relationship has been developed and maintained with Charity Bank and the trustees see no material uncertainties about the charity's ability to continue.

The directors' annual report and the strategic report were approved on 30/1/2023 and signed on behalf of the board of trustees by:



Mr A N Shepherd  
Director



Mr A Bostock  
Director

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Independent Examiner's Report to the Directors of Vinelife Church Manchester**

**Year ended 31 March 2022**

I report to the directors on my examination of the financial statements of Vinelife Church Manchester ('the charity') for the year ended 31 March 2022.

#### **Responsibilities and basis of report**

As the directors of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

#### **Independent examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.



Mr G Matlocks FCA  
Independent Examiner

18 Mulberry Avenue  
Turnstone Business Park  
Widnes  
Cheshire  
WA8 0WN

30/1/23.

**Vineline Church Manchester**  
**Company Limited by Guarantee**  
**Statement of Financial Activities**  
**(including income and expenditure account)**

**Year ended 31 March 2022**

		Unrestricted funds	2022 Restricted funds	Total funds	Restated 2021 Total funds
	Note	£	£	£	£
<b>Income and endowments</b>					
Donations and legacies	5	387,191	45,463	<b>432,654</b>	741,426
Investment income	6	16	—	<b>16</b>	216
Other income	7	—	—	<b>—</b>	69,280
<b>Total income</b>		<u>387,207</u>	<u>45,463</u>	<u><b>432,670</b></u>	<u>810,922</u>
<b>Expenditure</b>					
Expenditure on charitable activities	8,9	430,995	89,491	<b>520,486</b>	1,215,900
<b>Total expenditure</b>		<u>430,995</u>	<u>89,491</u>	<u><b>520,486</b></u>	<u>1,215,900</u>
<b>Net expenditure</b>		<u>(43,788)</u>	<u>(44,028)</u>	<u><b>(87,816)</b></u>	<u>(404,978)</u>
Transfers between funds		(33,932)	33,932	—	—
<b>Net movement in funds</b>		<u>(77,720)</u>	<u>(10,096)</u>	<u><b>(87,816)</b></u>	<u>(404,978)</u>
<b>Reconciliation of funds</b>					
Total funds brought forward		371,528	10,868	<b>382,396</b>	787,374
<b>Total funds carried forward</b>		<u>293,808</u>	<u>772</u>	<u><b>294,580</b></u>	<u>382,396</u>

The statement of financial activities includes all gains and losses recognised in the year.  
All income and expenditure derive from continuing activities.

The notes on pages 12 to 22 form part of these financial statements.

# Vineline Church Manchester

## Company Limited by Guarantee

### Statement of Financial Position

31 March 2022

	Note	2022 £	£	Restated 2021 £
<b>Fixed assets</b>				
Tangible fixed assets	16		2,015,056	2,021,644
<b>Current assets</b>				
Debtors	17	7,326		12,919
Cash at bank and in hand		117,501		234,548
		<u>124,827</u>		<u>247,467</u>
<b>Creditors: amounts falling due within one year</b>	18	<u>20,086</u>		<u>75,102</u>
<b>Net current assets</b>			<u>104,741</u>	<u>172,365</u>
<b>Total assets less current liabilities</b>			<u>2,119,797</u>	<u>2,194,009</u>
<b>Creditors: amounts falling due after more than one year</b>	19		<u>1,825,217</u>	<u>1,811,613</u>
<b>Net assets</b>			<u>294,580</u>	<u>382,396</u>
<b>Funds of the charity</b>				
Restricted funds			772	10,868
Unrestricted funds			<u>293,808</u>	<u>371,528</u>
<b>Total charity funds</b>	21		<u>294,580</u>	<u>382,396</u>

For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

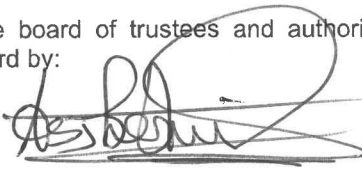
#### Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 30.11.2022, and are signed on behalf of the board by:

  
Mr A N Shepherd  
Director

  
Mr A Bostock  
Director

The notes on pages 12 to 22 form part of these financial statements.



# Vinelife Church Manchester

## Company Limited by Guarantee

### Statement of Cash Flows

Year ended 31 March 2022

	2022 £	Restated 2021 £
<b>Cash flows from operating activities</b>		
Net expenditure	(87,816)	(404,978)
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	9,888	13,203
Impairment of tangible fixed assets	—	594,185
Other interest receivable and similar income	(16)	(216)
Gains on disposal of tangible fixed assets	—	(69,280)
Accrued expenses/(income)	1,609	(1,609)
<i>Changes in:</i>		
Stocks	—	1,195
Trade and other debtors	3,984	(11,310)
Trade and other creditors	(46,016)	502,054
Cash generated from operations	(118,367)	623,244
Interest received	16	216
Net cash (used in)/from operating activities	(118,351)	623,460
<b>Cash flows from investing activities</b>		
Purchase of tangible assets	(3,300)	(2,600,521)
Proceeds from sale of tangible assets	—	530,000
Net cash used in investing activities	(3,300)	(2,070,521)
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	4,604	1,113,051
Net cash from financing activities	4,604	1,113,051
<b>Net decrease in cash and cash equivalents</b>	<b>(117,047)</b>	<b>(334,010)</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>234,548</b>	<b>568,558</b>
<b>Cash and cash equivalents at end of year</b>	<b>117,501</b>	<b>234,548</b>

The notes on pages 12 to 22 form part of these financial statements.

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements**

**Year ended 31 March 2022**

#### **1. General information**

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Army Reserve Centre, Ardwick Green North, Manchester, M12 6HD.

#### **2. Statement of compliance**

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

#### **3. Accounting policies**

##### **Basis of preparation**

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

##### **Going concern**

There are no material uncertainties about the charity's ability to continue.

##### **Judgements and key sources of estimation uncertainty**

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

##### **Fund accounting**

General funds are unrestricted funds available for use at the discretion of the directors in furtherance of the general objectives of the charity.

Designated funds are unrestricted funds earmarked by the directors for particular purposes.

Restricted funds are subject to specific restrictive conditions imposed by donors or by the nature of the appeal. The purpose and use of the restricted funds are set out in the notes to the accounts.

# Vineline Church Manchester

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

#### 3. Accounting policies *(continued)*

##### Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

##### Resources expended

\* Costs of generating funds:

\* Charitable activities

Includes all expenditure directly relating to the objects of the charity (in accordance with SORP 2005) including any VAT which cannot be recovered and comprises the following:

- \* Grants payable - voluntary payments made in order to further the charity's objects
- \* Support costs - costs relating to the running of the charity itself rather than its charitable objects

\* Governance costs

This represents expenditure relating to the audit of the charity and any trustee meetings

##### Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

**Vinelife Church Manchester**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements (continued)**  
**Year ended 31 March 2022**

**3. Accounting policies (continued)**

**Tangible assets (continued)**

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

**Depreciation**

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Building Improvements	-	straight line over 10 years
Equipment	-	straight line over 5 years
Motor Vehicles	-	straight line over 5 years
Equipment	-	straight line over 5 years
Cafe Equipment	-	straight line over 3 years

**Impairment of fixed assets**

Fixed assets are reviewed annually for impairment.

**Financial instruments**

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

**Defined contribution plans**

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

**4. Limited by guarantee**

The charity is a company limited by guarantee, having no share capital.

# Vinelife Church Manchester

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

#### 5. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
<b>Donations</b>			
Campus Awakening	1,739	8,490	10,229
Cafe Income	—	—	—
Gift Aid Income	235,794	25,451	261,245
Non Gift Aid Income	68,264	11,522	79,786
Gift Aid Tax Reclaimed	61,876	—	61,876
Equipment Hire and Sales	20,907	—	20,907
<b>Grants</b>			
Covid Relief grants	(9,357)	—	(9,357)
CJRS grants	7,968	—	7,968
	<u>387,191</u>	<u>45,463</u>	<u>432,654</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
<b>Donations</b>			
Campus Awakening	214	35,906	36,120
Cafe Income	52	—	52
Gift Aid Income	303,100	36,999	340,099
Non Gift Aid Income	22,379	147,148	169,527
Gift Aid Tax Reclaimed	86,304	—	86,304
Equipment Hire and Sales	—	—	—
<b>Grants</b>			
Covid Relief grants	43,029	—	43,029
CJRS grants	66,295	—	66,295
	<u>521,373</u>	<u>220,053</u>	<u>741,426</u>

#### 6. Investment income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Investment income and interest	<u>16</u>	<u>16</u>	<u>216</u>	<u>216</u>

#### 7. Other income

	Restricted Funds £	Total Funds 2022 £	Restricted Funds £	Total Funds 2021 £
Gain on disposal of tangible fixed assets held for charity's own use	<u>—</u>	<u>—</u>	<u>69,280</u>	<u>69,280</u>

# Vinelife Church Manchester

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

#### 8. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Direct charitable activities	429,117	89,491	518,608
Support costs	1,878	—	1,878
	<u>430,995</u>	<u>89,491</u>	<u>520,486</u>
	Restated Unrestricted Funds £	Restated Restricted Funds £	Restated Total Funds 2021 £
Direct charitable activities	394,978	819,044	1,214,022
Support costs	1,878	—	1,878
	<u>396,856</u>	<u>819,044</u>	<u>1,215,900</u>

#### 9. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Direct charitable activities	518,608	—	518,608	1,214,022
Governance costs	—	1,878	1,878	1,878
	<u>518,608</u>	<u>1,878</u>	<u>520,486</u>	<u>1,215,900</u>

#### 10. Analysis of grants

	2022 £	2021 £
<b>Grants to individuals</b>		
Outreach giving	47,226	65,279
Total grants	<u>47,226</u>	<u>65,279</u>

#### 11. Net expenditure

Net expenditure is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	9,888	13,203
Gains on disposal of tangible fixed assets	—	(69,280)
Operating lease rentals	—	2,467

**Vinelife Church Manchester**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements** *(continued)*  
**Year ended 31 March 2022**

**12. Independent examination fees**

	<b>2022</b>	2021
	<b>£</b>	<b>£</b>
Fees payable to the independent examiner for:		
Independent examination of the financial statements	<b>(1,878)</b>	<b>(1,878)</b>

**13. Staff costs**

The average head count of employees during the year was 10 (2021: 14). The average number of full-time equivalent employees during the year is analysed as follows:

	<b>2022</b>	2021
	<b>No.</b>	<b>No.</b>
Number of staff - full time	<b>6</b>	<b>7</b>
Number of other staff - part time	<b>4</b>	<b>7</b>
	<b><u>10</u></b>	<b><u>14</u></b>

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

**14. Trustee remuneration and expenses**

During the period under review, trustees received no remuneration nor expenses.

Phil Smith was Chair of Trustees until 31 March 2021, and as permitted under the Articles of Association was remunerated as follows;

Gross pay: Nil (2021: £42,739.68), Pension: Nil (2021: £1,095).

**15. Transfers between funds**

Donations and grants received for a specific purpose are released from restricted funds to general funds as the specific expenditure occurs.

# Vinelife Church Manchester

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 March 2022

#### 16. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Motor vehicles £	Equipment £	Café equipment £	Total £
<b>Cost</b>						
At 1 Apr 2021	2,000,000	14,366	3,690	43,066	9,000	2,070,122
Additions	—	—	—	3,300	—	3,300
<b>At 31 Mar 2022</b>	<u>2,000,000</u>	<u>14,366</u>	<u>3,690</u>	<u>46,366</u>	<u>9,000</u>	<u>2,073,422</u>
<b>Depreciation</b>						
At 1 Apr 2021	—	10,961	1,476	27,041	9,000	48,478
Charge for the year	—	2,873	738	6,277	—	9,888
<b>At 31 Mar 2022</b>	<u>—</u>	<u>13,834</u>	<u>2,214</u>	<u>33,318</u>	<u>9,000</u>	<u>58,366</u>
<b>Carrying amount</b>						
<b>At 31 Mar 2022</b>	<u>2,000,000</u>	<u>532</u>	<u>1,476</u>	<u>13,048</u>	<u>—</u>	<u>2,015,056</u>
Restated						
At 31 Mar 2021	<u>2,000,000</u>	<u>3,405</u>	<u>2,214</u>	<u>16,025</u>	<u>—</u>	<u>2,021,644</u>

#### Ardwick Green North

Depreciation is provided at a rate of 0% on the building at Ardwick Green North. During the year to 31 March 2021, the trustees concluded that the estimated residual value was materially different from the carrying value of the property, electing to include an amount for impairment in the financial statements. Carrying values are reviewed for impairment annually.

#### 17. Debtors

	2022 £	2021 £
Trade debtors	502	—
Prepayments and accrued income	—	1,609
Other debtors - gift aid tax	6,824	11,310
	<u>7,326</u>	<u>12,919</u>

#### 18. Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans and overdrafts	9,000	38,000
Trade creditors	3,127	28,846
Social security and other taxes	7,959	8,256
	<u>20,086</u>	<u>75,102</u>



**Vinelife Church Manchester**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements** *(continued)*  
**Year ended 31 March 2022**

**19. Creditors: amounts falling due after more than one year**

	2022 £	2021 £
Bank loans and overdrafts	1,370,217	1,336,613
Other creditors	455,000	475,000
	<u>1,825,217</u>	<u>1,811,613</u>

The other creditors represent interest-free loans made by supporters of the church.

**20. Pensions and other post retirement benefits**

**Defined contribution plans**

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £5,480 (2021: £5,994).

**21. Analysis of charitable funds**

**Unrestricted funds**

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 20 22 £
General funds	371,528	387,207	(430,995)	(33,932)	293,808

	At 1 April 2020 £	Income £	Expenditure £	Restated Transfers £	Restated At 31 March 20 21 £
General funds	379,903	521,589	(396,856)	(133,108)	371,528

The General fund represents the free funds of the charity which are not designated for particular purposes.

**Restricted funds**

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 20 22 £
Restricted Funds	10,868	45,463	(89,491)	33,932	772

	At 1 April 2020 £	Income £	Restated Expenditure £	Restated Transfers £	Restated At 31 March 20 21 £
Restricted Funds	407,471	289,333	(819,044)	133,108	10,868

# Vinelife Church Manchester

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

#### Year ended 31 March 2022

#### 21. Analysis of charitable funds *(continued)*

##### Analysis of Restricted Funds

##### Year ended 31 March 2022

	At 1 Apr 2021 £	Income £	Expenditure £	Transfers £	At 31 Mar 2022 £
Project Home	–	15,281	(32,323)	17,042	–
The Mission	782	11,522	(11,532)	–	772
Campus Awakening	10,086	8,490	(35,442)	16,866	–
Christmas Wave	–	350	(374)	24	–
Christmas Appeal	–	9,820	(9,820)	–	–
<b>Total</b>	<b>10,868</b>	<b>45,463</b>	<b>(89,491)</b>	<b>33,932</b>	<b>772</b>

##### Year ended 31 March 2021

	At 1 Apr 2020 £	Income £	Restated Expenditure £	Restated Transfers £	Restated At 31 Mar 2021 £
Project Home	395,525	211,532	(740,165)	133,108	–
The Mission	1,254	13,749	(14,221)	–	782
Campus Awakening	10,692	49,519	(50,125)	–	10,086
Christmas Appeal	–	14,533	(14,533)	–	–
<b>Total</b>	<b>407,471</b>	<b>289,333</b>	<b>(819,044)</b>	<b>133,108</b>	<b>10,868</b>

##### Purposes of Restricted Funds

- Project Home: funds for the church building project
- Campus Awakening / Campus Project: work on university campuses
- Christmas Appeal: donations towards families in need at Christmas time
- Christmas Wave: evangelism on the university campus in partnership with other churches
- The Mission: Support for The Mission as they work with orphans and vulnerable families in Mexico and Romania

**Vinlife Church Manchester**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements** *(continued)*  
**Year ended 31 March 2022**

**22. Analysis of net assets between funds**

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	2,015,056	—	2,015,056
Current assets	124,055	772	124,827
Creditors less than 1 year	(20,086)	—	(20,086)
Creditors greater than 1 year	(1,825,217)	—	(1,825,217)
<b>Net assets</b>	<b>293,808</b>	<b>772</b>	<b>294,580</b>

	Restated Unrestricted Funds £	Restated Restricted Funds £	Restated Total Funds 2021 £
Tangible fixed assets	2,021,644	—	2,021,644
Current assets	236,599	10,868	247,467
Creditors less than 1 year	(75,102)	—	(75,102)
Creditors greater than 1 year	(1,811,613)	—	(1,811,613)
<b>Net assets</b>	<b>371,528</b>	<b>10,868</b>	<b>382,396</b>

**23. Financial instruments**

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

**24. Analysis of changes in net debt**

	Restated At 1 Apr 2021 £	Cash flows £	At 31 Mar 2022 £
Cash at bank and in hand	234,548	(117,047)	117,501
Debt due within one year	(38,000)	29,000	(9,000)
Debt due after one year	(1,336,613)	(33,604)	(1,370,217)
	<b>(1,140,065)</b>	<b>(121,651)</b>	<b>(1,261,716)</b>

**25. Related parties**

Included in the staff costs for 2021 is the salary of Sarah Smith, spouse of the Chair of Trustees until 31 March 2021). Included in the staff costs for 2022 is the salary of Ralph Pedley, sister of Gemma Longfellow and Steph Bostock, daughter-in-law to Andrew Bostock.

Sarah Smith: Gross pay Nil (2021: £42,739.68, Pension Nil (2021: £1,095.00).

Ralph Pedley: Gross pay £21,369.84 (2021: Nil), Pension £453.96 (2021: Nil).

Steph Bostock: Gross pay £11,193.48 (2021: Nil), Pension £148.68 (2021: Nil).

# **Vinelife Church Manchester**

## **Company Limited by Guarantee**

### **Notes to the Financial Statements** *(continued)*

#### **Year ended 31 March 2022**

#### **26. Prior year adjustment**

The trustees have resolved that the carrying value in the accounts, of the property at Ardwick Green North, should have been impaired during the year ended 31 March 2021 by an amount of £594,185, thereby reducing the value from £2,594,185 to £2,000,000.

The above decision has resulted in the restatement of the tangible fixed assets brought forward, reducing them by £594,185, with the corresponding impairment expense shown in the year ended 31 March 2021 comparative figures on the Statement of Financial Activities.

The above adjustment has been put through the 'Project Home' Fund. which forms part of the charity's restricted funds. This resulted in the Project Home fund balance being overdrawn, requiring a covering transfer £133,108 from unrestricted funds during the year to 31 March 2021 and therefore a restatement of the restricted and unrestricted fund balances brought forward into the year ended 31 March 2022.

**Vinelife Church Manchester**  
**Company Limited by Guarantee**  
**Management Information**  
**Year ended 31 March 2022**

**The following pages do not form part of the financial statements.**

**Vinelife Church Manchester**  
**Company Limited by Guarantee**  
**Detailed Statement of Financial Activities**  
**Year ended 31 March 2022**

	2022 £	2021 £
<b>Income and endowments</b>		
<b>Donations and legacies</b>		
Campus Awakening	10,229	36,120
Cafe Income	—	52
Gift Aid Income	261,245	340,099
Non Gift Aid Income	79,786	169,527
Gift Aid Tax Reclaimed	61,876	86,304
Equipment Hire and Sales	20,907	—
Covid Relief grants	(9,357)	43,029
CJRS grants	7,968	66,295
	<u>432,654</u>	<u>741,426</u>
 <b>Investment income</b>		
Investment income and interest	<u>16</u>	<u>216</u>
 <b>Other income</b>		
Gain on disposal of tangible fixed assets held for charity's own use	<u>—</u>	<u>69,280</u>
 <b>Total income</b>	<u>432,670</u>	<u>810,922</u>

# Vinelife Church Manchester

## Company Limited by Guarantee

### Detailed Statement of Financial Activities *(continued)*

Year ended 31 March 2022

	2022 £	Restated 2021 £
<b>Expenditure</b>		
<b>Expenditure on charitable activities</b>		
Opening stock	—	1,195
Purchases	378	891
Wages and salaries	271,103	293,301
Employer's NIC	18,851	19,895
Pension costs	5,480	5,994
Operating leases	—	2,467
Rent	5,313	(1,063)
Light and heat	2,572	2,935
Repairs and maintenance	33,706	92,743
Insurance	8,645	6,394
Other motor/travel costs	4,218	2,872
Legal and professional fees	24,241	56,467
Telephone	982	706
Other office costs	5,505	9,360
Depreciation	9,888	13,203
Impairment	—	594,185
Church Activities/events	10,503	2,797
Church Meeting Related Expenses	6,839	7,028
Training	651	2,368
Publicity	2,572	8,488
Bank charges	860	1,002
Mortgage interest	49,421	13,172
Grants paid	47,226	65,279
Transfers to the Mission	11,532	14,221
	<u>520,486</u>	<u>1,215,900</u>
<b>Total expenditure</b>	<u>520,486</u>	<u>1,215,900</u>
<b>Net expenditure</b>	<u>(87,816)</u>	<u>(404,978)</u>

# Vinelife Church Manchester

## Company Limited by Guarantee

### Notes to the Detailed Statement of Financial Activities

Year ended 31 March 2022

	2022 £	Restated 2021 £
<b>Expenditure on charitable activities</b>		
<b>Direct charitable activities</b>		
<i><b>Activities undertaken directly</b></i>		
Opening stock	—	1,195
Purchases	378	891
Wages and salaries	271,103	293,301
Employer's NIC	18,851	19,895
Pension costs	5,480	5,994
Operating leases	—	2,467
Rates	5,313	(1,063)
Light and heat	2,572	2,935
Repairs and maintenance	33,706	92,743
Insurance	8,645	6,394
Other motor/travel costs	4,218	2,872
Legal and professional fees	22,363	54,589
Telephone	982	706
Other office costs	5,505	9,360
Depreciation	9,888	13,203
Impairment	—	594,185
Church Activities/events	10,503	2,797
Church Meeting Related Expenses	6,839	7,028
Training	651	2,368
Publicity	2,572	8,488
Bank charges	860	1,002
Mortgage interest	49,421	13,172
Grants paid	47,226	65,279
Transfers to the Mission	11,532	14,221
	<u>518,608</u>	<u>1,214,022</u>
<b>Governance costs</b>		
Governance costs - accountancy fees	<u>1,878</u>	<u>1,878</u>
<b>Expenditure on charitable activities</b>	<u><u>520,486</u></u>	<u><u>1,215,900</u></u>