

Charity registration number 1077293

Company registration number 3689784 (England and Wales)

LIVERPOOL LIGHTHOUSE LIMITED
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

LIVERPOOL LIGHTHOUSE LIMITED

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

Mrs A Sadiku
Mrs H J Hawley
Ms K MacDonald
Mr F Bauchwitz Hesketh
Mr J D Manwell
Pastor A O Olaoye
Dr T Omideyi
Mr A Osanyinlusi

Secretary

Mrs A Sadiku

Charity number

1077293

Company number

3689784

Registered office

Oakfield Road
Anfield
Liverpool
Merseyside
L4 0UE

Auditor

Champion Accountants LLP
7-9 Station Road
Hesketh Bank
Preston
Lancashire
PR4 6SN

LIVERPOOL LIGHTHOUSE LIMITED

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LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2022

The trustees present their annual report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's [governing document], the Companies Act 2006 and "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

To promote any charitable purpose for the benefit of the people of Liverpool but in particular to:-

1. Advance education and training including through the medium of music, dance and drama.
2. Demonstrate the Christian faith through practical help to those most vulnerable in the community including those who are homeless, children, young people, the sick and elderly.
3. Assist people who are unemployed by the provision of training, support and assistance to help them to obtain gainful employment and improve the condition of their lives.

Our strategic goals for 2021/22:

Coming out of the pandemic and with a new Creative Director (COO), 2021-22 was a year to respond to our communities, our city, its artists and external affairs to create a refreshed vision and 3-year strategic plan.

Overarching goals 2021/22:

Community: To build on the legacy of previous community projects in our community provision and to embed our organisational Theory of Change, developed in 2020/21.

Youth: To create a unified youth programme with pathways in music and drama for young people 8-18yrs.

Arts: To work with local artists to develop the concept of Creative Sanctuary for the city's artists and to develop our role and identity as a music organisation, particularly as a centre for the development of gospel music.

Income: To secure £400,000+ funding including community funding to support our ongoing programmes and to develop venue income while encouraging safe use of the venue.

Communications: Crucial to our future development and sustainability is to increase our reach and public and stakeholder understanding of our impact. Our goals were to develop a communications strategy, improve the website, increase social media presence and secure press and PR coverage.

Partnerships: To increase our sustainability, increase our visibility and impact and develop our capacity we planned to create relationships, collaborations and partnerships with the city's stakeholders in health, social and arts sectors.

Public benefit

The trustees are satisfied that the charity is benefitting the people of the city of Liverpool in many ways.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Achievements and performance

The context for delivery of activities in 2021/22

There had been a number of challenges faced by Liverpool Lighthouse over the 12-month period to 2021.

Negotiating the end of the Covid-19 pandemic lockdowns was a period of financial and social insecurity. Re-opening the venue in a safe and controlled way with changing guidance and restrictions required considerable flexibility. There was increased community need requiring new ways of working which informed the development of the new vision and strategy.

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Income generation was unpredictable as pandemic emergency funding came to an end and there continued to be audience uncertainty around attending events. This affected revenue from hires and events, while the company embarked on an ambitious activity and staffing plan to deliver the new strategic plan. This left a funding gap to be managed through high fundraising targets for the year.

There have been several staffing changes to support the development of the organisation and recruitment was slow, reflecting the national picture post-Covid.

The venue needed repairs to meet health and safety requirements and to make spaces available for the public as well as the usual maintenance.

Report of activities in 2021/22

Community

Family Connect programme received 3-years' succession funding from the National Lottery, with feedback from the local decision-making board that it was 'impossible not to fund'.

12 creative sessions a week (on average) during term time involved local families and a Welfare and Wellbeing worker was appointed to provide signposting, support and mentoring.

155 ESOL students studied across the year, with 95 online when restrictions were still in place and 60+ in face-to-face groups when the programme re-opened in September, from pre-beginners to Entry 3 level sessions delivered each week.

Free hot lunches were provided 3 days a week, which have been effective at helping the ESOL students connect more effectively with the wider community programme.

Across the community programme, 680 sessions involved 3792 participant experiences.

Through surveys by community participants, 84% reported increased wellbeing; 70% felt family activities had improved their children's wellbeing; 93% said they felt less isolated and 90% said support prevented hunger and reduced their dependence on high-cost short term loans.

"I really enjoy coming to the Lighthouse as it helps with my anxiety and depression, makes me find new friends and learn new skills to help with my family at home." (community participant)

Food

Work developed during the pandemic to support households in food poverty continued until restrictions were completely lifted. 500 hot meals were delivered to vulnerable people and shielding adults.

As the venue re-opened, a fresh food pantry provided groceries to 120+ households and 350+ people experiencing food insecurity.

In addition, 100+ hot meals a week were prepared and eaten by community members including young people and asylum seekers. In total 2640 hot meals were provided for the community and young people across the year.

1000+ packed lunches for children were made and distributed and hot meals provided during holiday periods.

90% of pantry members said that without the pantry they would struggle to afford food for their households, 70% said they felt more confident about cooking with fresh food and 100% pantry members said the pantry gave them better access to fresh food.

"For a long time I've not had any food in my fridge. But since I've been coming here I can get 7 days food, 2 meals a day for £5. If the pantry stopped I'd be eating pasta and gravy granules again. Bread is a luxury, but since I've been here I can have luxury food." (Dave, a pantry user)

Youth

Youth activities were delivered 48 weeks of the year. 400+ young people 8-18yrs participated in weekly performing arts and music sessions during term-time. Holiday programmes involved 5 weeks for 8-14yr olds and 3 weeks for 14-18yr olds and averaged 77 young people each week (and up to 120 young people). 3 performance opportunities involved a total of 250 young people.

In Saturday Music School, 60+ underrepresented young people had music tuition in 1000+ sessions. 22 young people achieved ABRSM or Trinity grades. 10 families accessed highly subsidised lessons.

2 programmes focused on 16-25-year-olds. The Levi project involved music sessions with 260 young people. The Harbour Fund was a successor project, working to support 6 young musicians deliver independent projects and supporting them with career development. One artist received national radio play with their single and another secured a management contract following the programme. Two of the young people were employed by Liverpool Lighthouse and their work included a project to refurbish the music studio for commercial use.

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

In data collected April - November 2021, 236 (87%) young people said they felt better about themselves, 236 (87%) had improved self-esteem, 248 (91%) felt happier as a result of participating in the programme, 78% (212) experienced reduced anxiety, 233 (86%) felt more confident and 85% (231) reported improved energy levels.

"I like the Lighthouse because of the equality, respect and kindness... I like making new friends and I become more confident" (Youth Connect participant)

Arts

Arts activity was a priority both in and out of the pandemic as the 2022-25 strategic plan was developed with a new Creative Director and Music Director. There were a number of successful activities and events that prepared the ground effectively for the delivery of the strategic plan.

A community street theatre performance *The Summerfolk* performed 40 Doorstep performances over 12 days to 350+ people while Covid restrictions were still in place in the summer of 2021. The performances targeted those who felt isolated or vulnerable,

Anu Omidoyi, multi award-winning choir director and singer-songwriter came on board as full time Music Director to support the planning and delivery of the development of the National Gospel Music Centre at Liverpool Lighthouse. The Love & Joy Gospel Choir was re-developed, following a dormant period during the pandemic. Liverpool Lighthouse Choir moved from Zoom to live rehearsals and completed professional recordings of 6 songs. 2 of them were released nationally in 2021/22. They also performed at the *Songs of Healing* Concert in December 2021 for family and friends of Hillsborough families.

The Community-led Cinema project at Liverpool Lighthouse secured funding to go live, supported by a successful Crowdfunder and with considerable local support.

A Theatre-makers initiative was established with 100+ artists taking part in a consultation event. Emerging from this, a barter system was piloted offering artists space, support and resources in return for skills or work for the local community.

The dance studio was successfully refurbished and returned to use.

"It lifted my spirit and gave me the feeling of belonging. I believe in miracles, my little light of miracles in a bottle which you gave me after your performance is always on my bedside table" (Doorstep performance recipient)

Communications

Online engagement accelerated. 19,507 people engaged with Liverpool Lighthouse social media activities on Twitter, Facebook and Instagram. In addition, 8000+ engaged with Lighthouse Choir content on YouTube, TikTok, Facebook etc. with specifically 5,645 engaging with YouTube videos.

With PR support, national news coverage for Hillsborough *Songs of Healing* Concert and for the single release, *Abide with Me* was achieved, including ITV national 6 o'clock news. There was extensive local news and radio coverage for the start of the Community Cinema project.

Partnerships

Partnerships that have been developed across this financial year include with Sola Arts, Active 8 and Harmonize Academy for work with vulnerable young people, Liverpool Clinical Commissioning Group (NHS) for work with mothers and babies, Edge Hill University for arts for wellbeing work, placement students and research bids, Gospel Music Industry Alliance for the development of the National Gospel Music Centre and Gospel Music Hall of Fame and Culture Liverpool for arts activities serving North Liverpool residents.

Partnerships that were negotiated in 2021/22 to begin in 2022/23 include Liverpool Philharmonic and Resonate Music Hub for work with young people in music, Refugee Women Connect, Citizens Advice, Anfield Children's Centre and All Saints School for work with families and community and National Museums Liverpool for the development of Gospel Music Hall of Fame.

The progress on partnerships that has been made this year is vital for developing Liverpool Lighthouse's local and national reputation in some of the key areas where we are working to be national exemplars, including arts for wellbeing and gospel music development.

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Financial Supporters in 2021/22

Over the 12 months £480,000+ has been raised from trusts & foundations and government support. Financial supporters enable the work to happen, and we do want to thank them for their vital contribution. In 2021/22 they were:

Arnold Clark Community Fund
Arts Council England
Culture Liverpool
Eleanor Rathbone Trust
Lancaster Foundation
Levi's
LCR Mayoral Fund
LCVS Community Impact Fund
Liverpool City Council
Liverpool One
Merseyside Play Action Council
Merseyside Recycling and Waste Authority
Merseyside Sport Partnership
Merseyside Violence Reduction Partnership
National Lottery Reaching Communities Fund
NHS Liverpool Clinical Commissioning Group
People's Postcode Trust
Persimmon Homes
PH Holt
Skelton Charity
Steve Morgan Foundation
Tesco
The Archer Trust
The Henry Smith Charity
The Pilkington Families' Fund
Thomas Wall Trust
Tillotson Bradbery Charitable Trust
Youth Endowment Fund
Youth Music
23 Foundation

We are also grateful for the in-kind support we have received from local businesses, including Alliance Print, Homebaked, Greggs, Tesco's, Aldi, Parfaits, Sainsburys and Asda.

BRIGHT PARK

Bright Park, the subsidiary charity of Liverpool Lighthouse, had very successful year.

In April 2021, the challenge of Covid 19 was continuing with no discernable exit timeframe. The priority for the year was to raise funding to carry out significant capital programmes that would make the park safer for all users. It was also important that the park was secured against intruders when locked overnight and at other times.

Bright Park raised over £42,000 and began carrying out not just capital works to make the park safer but new activities designed to begin to bring residents from the community out of their homes post covid. The year turned out to be a landmark year for the development of the park as we began to get members of the community to volunteer in the park and to establish new relationships with various partner organisations.

The full report is available in the Annual Report for Bright Park March 2022.

Financial review

The financial result for the year under review is a small loss of £11,971.

The budget for 2022/23 anticipates that, with a realistically achievable programme, a surplus will be achievable.

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Reserves policy

The charity carries out a variety of both long term and short term projects. The Trustees have examined the requirements for free reserves, which are those unrestricted reserves not invested in fixed assets, designated for specific purposes or otherwise committed. The Trustees consider that currently, given the nature of our work, this should be approximately enough to cover 6 months' worth of expenditure which based on these accounts would equate to approximately £97,500 which would give flexibility to cover short term timing differences for grant claims and adequate working capital for our core costs. The unrestricted cash balance at the year-end was £17,281, which is well below the target level, however, the Trustees have projected a surplus for the coming year and will keep this under regular review as circumstances change.

Investment policy

The Trustees have the power to invest in such assets as they see fit. Surplus funds are invested with both TSB Bank and Unity Trust Bank.

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

The trustees actively review the major operational and business risks which we face in the form of a risk register and confirm that we have taken appropriate actions to reduce both the likelihood of occurrence and impact.

Plans for future periods

The next three years will see the organisation focus on delivering its 3-Year Strategic Plan.

Progress over the next three years will be shaped by the ability to attract core organizational funding and to broaden the sources of income from over reliance on Trust and Foundation grants. LLH will need to grow its income generation stream and embed others such as Legacy Funding, general fundraising activities and attract other major donors. This will enable the organisation to build up the staff team which is currently too small to deliver the vision.

There is a recognition that major building works will be needed during this period to realise the dream of creating an attractive and welcoming café-kitchen-entrance single space on the ground floor to support the vision for growing LLH's reputation as a creative sanctuary where artists can engage with each other and the local community to develop exciting creations. Having failed in the bid to the Arts Council Capital Investment Programme, and suspension of the proposal to develop a partnership with Bay Tree Academy CIC, effort will at some point target securing other sources of funding for this work.

At the same time, need for capital funding will be balanced with raising the revenue income for the organisation to continue its strategy of raising the income level of the organisation so it can keep its staff and attract new ones.

Development of strategic partnerships with identified organisations will continue across our areas of operations.

Structure, governance and management

The charity is a company limited by guarantee and is governed by the terms in its governing document.

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mrs A Sadiku
Mrs H J Hawley
Ms K MacDonald
Mr F Bauchwitz Hesketh
Mr J D Manwell
Pastor A O Olaoye
Dr T Omidoyi
Mr A Osanyintusi

Trustees are appointed in the annual general meeting of the Charity; a meeting may from time to time determine in what rotation any increased or reduced number of directors shall go out of office, and also make the appointments necessary for effecting any such increase in the number of directors.

This year, the board resolved to expand its number from maximum of 9 to 12 in recognition of the need for more specialist contribution in discussions and decision making.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £ 1 in the event of a winding up.

Management and Employees

The board of trustees have appointed a Chief Operating Officer to head the organisation, accountable to the board and line managed by the chair of board. The COO uses another title of Creative Director, reflecting the strong focus Liverpool Lighthouse will be placing on developing its profile as a community Arts organisation. The COO is supported by a small team of senior managers and managers heading key areas of the organisations works. These are supported by other workers and qualified sessional facilitators to meet project needs. As a voluntary sector organisation, LLH continues to value the contribution of its band of volunteers.

Disabled Employees

In accordance with the charity's Equal Opportunity policy, the charity has long established fair employment practice in the recruitment, selection, retention and training of disabled staff.

Policies

The charity has implemented a number of detailed policies in relation to all aspects of personnel matters including:

- Equal Opportunities policy
- Volunteers' policy
- Health and Safety policy
- Safeguarding policy
- Safer recruitment policy
- Environmental Policy

Full details of these policies are available from the charity's offices

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

Related parties

Liverpool Lighthouse Limited (LLH) receives grants from an associated charity Love and Joy Ministries Limited (LJM), towards running projects which deliver shared objectives for both charities. Also the property the charity occupies is owned by LJM but utilised by LLH under a long-term lease agreement.

LLH is single trustee for another charity called Bright Park (charity number 526085).

LLH, in partnership with LJM, set up a new charity Lighthouse Harmonize Education Trust (LHET) to run a new Free School which opened in 2013.

The four named charities, LLH Ltd, LJM Ltd, LHET and Bright Park together form a group of associated independent charities - LJM Association of Independent Charities.

In the year Liverpool Lighthouse made no payments other than travel expenses to trustees in respect of their role as trustees and made no financial payments to any other connected persons.

Auditor

In accordance with the company's articles, a resolution proposing that Champion Accountants LLP be reappointed as auditor of the company will be put at a General Meeting.

The trustees' report was approved by the Board of Trustees.



Dr T Omidayi
Trustee

Date: 27/12/22

LIVERPOOL LIGHTHOUSE LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2022

The trustees, who are also the directors of Liverpool Lighthouse Limited for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

LIVERPOOL LIGHTHOUSE LIMITED

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF LIVERPOOL LIGHTHOUSE LIMITED

Opinion

We have audited the financial statements of Liverpool Lighthouse Limited (the 'charity') for the year ended 31 March 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

LIVERPOOL LIGHTHOUSE LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF LIVERPOOL LIGHTHOUSE LIMITED

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- We obtained an understanding of the legal and regulatory frameworks applicable to the Charity and the sector in which they operate. We determined that the following laws and regulations were most significant; the Charities Act 2011, Employment regulation and Health and Safety legislation.

- We obtained an understanding of how the Charity is complying with those legal and regulatory frameworks by making inquiries to the management.

- We assessed the susceptibility of the Charity's financial statements to material misstatement, including how fraud might occur. Audit procedures performed by the audit engagement team included:

- Identifying and assessing the design effectiveness of controls management has in place to prevent and detect fraud;

- Understanding how those charged with governance considered and addressed the potential for override of controls or other inappropriate influence over the financial reporting process;

- Challenging assumptions and judgements made by management in its significant accounting estimates;

- Identifying and testing journal entries; in particular any journal entries posted with unusual account combinations;

- Reviewing material variation from our expectation in the income, expenses and balances; and

- Assessing the extent of compliance with the relevant laws and regulations.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

LIVERPOOL LIGHTHOUSE LIMITED

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF LIVERPOOL LIGHTHOUSE LIMITED

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Peter Buck FCA, DChA (Senior Statutory Auditor)
for and on behalf of Champion Accountants LLP

07/12/22

Chartered Accountants
Statutory Auditor

7-9 Station Road
Hesketh Bank
Preston
Lancashire
PR4 6SN

Champion Accountants LLP is eligible for appointment as auditor of the charity by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

LIVERPOOL LIGHTHOUSE LIMITED

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Notes							
Income and endowments from:							
Donations and legacies	3	126,951	355,962	482,913	118,208	290,394	408,602
Charitable activities	4	62,857	-	62,857	884	-	884
Other income	5	136	-	136	6,160	-	6,160
Total income		189,944	355,962	545,906	125,252	290,394	415,646
Expenditure on:							
Raising funds	6	-	-	-	297	-	297
Charitable activities	7	194,795	363,082	557,877	107,672	267,645	375,317
Total expenditure		194,795	363,082	557,877	107,969	267,645	375,614
Gross transfers between funds		-	-	-	(16,891)	16,891	-
Net (expenditure)/income for the year/							
Net movement in funds		(4,851)	(7,120)	(11,971)	392	39,640	40,032
Fund balances at 1 April 2021		848,336	77,900	926,236	847,944	38,260	886,204
Fund balances at 31 March 2022		843,485	70,780	914,265	848,336	77,900	926,236

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

LIVERPOOL LIGHTHOUSE LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	11		942,939		944,719
Current assets					
Debtors	12	68,049		29,071	
Cash at bank and in hand		88,061		117,700	
		<u>156,110</u>		<u>146,771</u>	
Creditors: amounts falling due within one year	14	<u>(104,854)</u>		<u>(58,557)</u>	
Net current assets			51,256		88,214
Total assets less current liabilities			994,195		1,032,933
Creditors: amounts falling due after more than one year	15		(79,930)		(106,697)
Net assets			<u>914,265</u>		<u>926,236</u>
Income funds					
Restricted funds			70,780		77,900
Unrestricted funds			843,485		848,336
			<u>914,265</u>		<u>926,236</u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2022, although an audit has been carried out under section 144 of the Charities Act 2011.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The members have not required the company to obtain an audit of its financial statements under the requirements of the Companies Act 2006, for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 7/12/22



Dr T Omideyi
Trustee

Company registration number 3689784

LIVERPOOL LIGHTHOUSE LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	18		36,634		93,285
Investing activities					
Purchase of tangible fixed assets		(40,583)		(29,784)	
Net cash used in investing activities			(40,583)		(29,784)
Financing activities					
Repayment of borrowings		(1,619)		34,003	
Repayment of bank loans		(22,506)		(22,932)	
Net cash (used in)/generated from financing activities			(24,125)		11,071
Net (decrease)/increase in cash and cash equivalents			(28,074)		74,572
Cash and cash equivalents at beginning of year			117,700		43,128
Cash and cash equivalents at end of year			88,061		117,700
CASH FLOW OUT OF BALANCE BY:			1,565		-

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Liverpool Lighthouse Limited is a private company limited by guarantee incorporated in England and Wales. The registered office is Oakfield Road, Anfield, Liverpool, Merseyside, L4 0UE.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds are free reserves that have been designated by the trustees for specific purposes. These are further disclosed in the notes to the accounts.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Income

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Leasehold improvements	Over useful economic life of 50 years
Office equipment	25% reducing balance
Fixtures and fittings	25% reducing balance
General equipment	25% reducing balance
Motor vehicles	20% on cost

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Impairment of fixed assets

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial Instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the charity's contractual obligations expire or are discharged or cancelled.

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022	2022	2022	2021	2021	2021
	£	£	£	£	£	£
Donations and gifts	49,908	90,167	140,075	33,735	-	33,735
Grants	77,043	265,795	342,838	84,473	290,394	374,867
	<u>126,951</u>	<u>355,962</u>	<u>482,913</u>	<u>118,208</u>	<u>290,394</u>	<u>408,602</u>

4 Charitable activities

	Core Activities 2022 £	Core Activities 2021 £
Bistro and catering income	4,504	235
Auditorium and room hire fees	51,835	649
Music school lessons	6,518	-
	<u>62,857</u>	<u>884</u>

5 Other income

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Sundry income	<u>136</u>	<u>6,160</u>

6 Raising funds

	Total	Unrestricted funds
	2022 £	2021 £
Fundraising and publicity	-	297
Other fundraising costs	<u>-</u>	<u>297</u>

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

6 Raising funds

(Continued)

7 Charitable activities

	Core Activities 2022 £	Core Activities 2021 £
Staff costs	205,642	-
Depreciation and impairment	43,928	42,183
Charitable expenditure	230,682	241,255
	<u>480,252</u>	<u>283,438</u>
Share of support costs (see note 8)	73,125	87,679
Share of governance costs (see note 8)	4,500	4,200
	<u>557,877</u>	<u>375,317</u>
Analysis by fund		
Unrestricted funds	194,795	107,672
Restricted funds	363,082	267,645
	<u>557,877</u>	<u>375,317</u>

8 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Staff costs	73,125	-	73,125	87,679	-	87,679
Audit fees	-	4,500	4,500	-	4,200	4,200
	<u>73,125</u>	<u>4,500</u>	<u>77,625</u>	<u>87,679</u>	<u>4,200</u>	<u>91,879</u>
Analysed between Charitable activities	<u>73,125</u>	<u>4,500</u>	<u>77,625</u>	<u>87,679</u>	<u>4,200</u>	<u>91,879</u>

Governance costs includes payments to the auditors of £4,500 (2021- £4,200) for audit fees.

9 Trustees

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year.

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

10 Employees

The average monthly number of employees during the year was:

2022 Number	2021 Number
20	16
<u>20</u>	<u>16</u>

Employment costs

	2022 £	2021 £
Wages and salaries	278,767	87,679
	<u>278,767</u>	<u>87,679</u>

There were no employees whose annual remuneration was more than £60,000.

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

11	Tangible fixed assets	Leasehold improvements £	Office equipment £	Fixtures and fittings £	General Motor vehicles equipment £	Total £
	Cost					
	At 1 April 2021	1,641,199	92,906	174,071	65,439	1,979,615
	Additions	29,106	7,595	1,305	2,577	40,583
	At 31 March 2022	1,670,305	100,501	175,376	68,016	2,020,198
	Depreciation and impairment					
	At 1 April 2021	734,630	84,054	159,781	53,870	1,033,331
	Depreciation charged in the year	33,001	2,796	3,871	3,060	43,928
	At 31 March 2022	767,631	86,850	163,652	56,930	1,077,259
	Carrying amount					
	At 31 March 2022	902,674	13,651	11,724	11,086	942,939
	At 31 March 2021	905,004	8,852	14,290	11,569	944,719

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

12 Debtors		2022	2021
		£	£
Amounts falling due within one year:			
Trade debtors		31,588	233
Amounts owed by fellow group undertakings		36,461	-
		<u>68,049</u>	<u>233</u>
		2022	2021
		£	£
Amounts falling due after more than one year:			
Amounts owed by subsidiary undertakings		-	28,838
		<u>-</u>	<u>28,838</u>
Total debtors		<u>68,049</u>	<u>29,071</u>
13 Loans and overdrafts		2022	2021
		£	£
Bank loans		91,651	114,157
Loans from fellow group undertakings		33,600	35,219
		<u>125,251</u>	<u>149,376</u>
Payable within one year		45,321	42,679
Payable after one year		79,930	106,697
		<u>125,251</u>	<u>149,376</u>
14 Creditors: amounts falling due within one year		2022	2021
	Notes	£	£
Bank loans	13	25,896	22,135
Other borrowings		19,425	20,544
Trade creditors		52,580	11,678
Other creditors		2,153	-
Accruals and deferred income		4,800	4,200
		<u>104,854</u>	<u>58,557</u>

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

15 Creditors: amounts falling due after more than one year

	Notes	2022 £	2021 £
Bank loans	13	65,755	92,022
Other borrowings		14,175	14,675
		<u>79,930</u>	<u>106,697</u>

16 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances at 31 March 2022 are represented by:						
Tangible assets	942,939	-	942,939	944,719	-	944,719
Current assets/(liabilities)	51,256	-	51,256	88,214	-	88,214
Long term liabilities	(79,930)	-	(79,930)	(106,697)	-	(106,697)
	<u>914,265</u>	<u>-</u>	<u>914,265</u>	<u>926,236</u>	<u>-</u>	<u>926,236</u>

17 Related party transactions

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

17 Related party transactions

(Continued)

Love and Joy Ministries Limited 5283980 Charity No. 11070290) is closely associated with Liverpool Lighthouse Limited, a Charitable Company Limited by Guarantee. The activities of Love and Joy Ministries Limited are as follows:

The holding of worship and evangelistic meetings.

Support of other Christian organisations with similar objectives.

By supporting the homeless and providing information, technical help, counselling and accommodation.

Supporting young people through the provision of Youth Clubs, holiday time play schemes, skills workshops and educational support programmes.

Supporting the sick and elderly through organised visits and the distribution of gifts donated by more fortunate members of the community.

Supporting Churches and other community groups through the provision of choirs, drama groups, dance groups, recording facilities, concerts, fundraising events and evangelical events.

SUBSIDIARY UNDERTAKING

Liverpool Lighthouse Limited is the sole trustee of Bright Park (Charity No. 526085). The activities of Bright Park are as follows;

- 1, The provision of items, services and facilities for any schools for children with special educational needs in the area of benefit;
2. The promotion of the education of persons who are in need of financial assistance and who are attending or who have at any time attended a school for children with special educational needs in the area of benefit;
3. To advance the education of persons resident in the area of benefit, particularly those who have special educational needs, in the subjects of the arts, heritage, culture and the environment;
4. To provide or assist in the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of persons resident in the area of benefit who have need of such facilities by reason of their youth, age, infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life.

The reserves of Bright Park at 31 March 2022 were £75,956. The accounts of Bright Park have not been consolidated with the accounts of Liverpool Lighthouse Limited.

Liverpool Lighthouse operates a loan account with Bright Park. At the year end the balance held within the creditors due after one year of Liverpool Lighthouse is £14,175 (2021: £14,675).

During the year the Charity received donations of £20,000 (2021: £20,000) from Love and Joy Ministries, a charity which is closely associated with Liverpool Lighthouse, and of which Dr T Omidoyi is also a Trustee.

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18	Cash generated from operations	2022	2021
		£	£
	(Deficit)/surplus for the year	(11,971)	40,032
	Adjustments for:		
	Depreciation and impairment of tangible fixed assets	43,928	42,183
	Movements in working capital:		
	(Increase)/decrease in debtors	(38,978)	62,574
	Increase/(decrease) in creditors	43,655	(51,504)
	Cash generated from operations	36,634	93,285
19	Analysis of changes in net (debt)/funds	At 1 April 2021	Cash flowsAt 31 March 2022
		£	£
	Cash at bank and in hand	117,700	(29,639)
	Loans falling due within one year	(42,679)	(2,642)
	Loans falling due after more than one year	(106,697)	26,767
		<u>(31,676)</u>	<u>(5,514)</u>