

LIVERPOOL LIGHTHOUSE LIMITED

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2023

Charity registration number 1077293

Company registration number 3689784 (England and Wales)

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
Ms J A Levene

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

CONTENTS

	Page
Trustees' report	1 - 6
Statement of trustees' responsibilities	7
Independent auditor's report	8 - 10
Statement of financial activities	11
Balance sheet	12
Statement of cash flows	13
Notes to the financial statements	14 - 25

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2023

The trustees present their annual report and financial statements for the year ended 31 March 2023.

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.

With a new Creative Director (COO), the first step was to produce a 3-year strategic plan with a new creatively led vision. 2022/23 was the first of the 3-year plan of responding to our communities, our city, its artists, and external affairs.

Overarching goals 2022/23

Community: Develop a Creative Wellbeing Programme for adults and families (including perinatal women) with city-wide partnerships and referrals for people of refugee/migrant, homelessness experience and adults at risk of crisis to achieve their goals to fulfil their ambitions. The programme would focus on 3 key areas: 1. Developing confidence and personal skills needed to pursue dreams 2. Support to strengthen mental and emotional well-being 3. Training and work opportunities

Develop the Pantry with a more consistent offer of food and bring people together to encourage bonding, positive relationships and sharing of culture through the making and sharing of food.

Youth: Fully develop the creative young people's programme 0-4yrs and 14-18yrs to support skill development and mental health and wellbeing with high representation of socio economically disadvantaged and vulnerable young people.

Arts: Provide pathways for Artist Development with a focus on Black theatre-makers & Gospel Music artists that evolve and respond to artist' needs, creating accessible opportunities and consistent offers in support, wherever they may be on their career path.

To develop a vision and strategic plan for Gospel Music Development with partners locally and nationally.

To work with local artists to develop the concept of Creative Sanctuary for the city's artists to support work and to bring arts and cultural experiences to north Liverpool.

Income: To secure annual funding of over £400,000 to include restricted funds from sources such as the Arts Council England and unrestricted funding from other sources including generated income from venue hires, fundraising activities, and donations.

Communications: Crucial to our future development and sustainability is to increase our reach with increased social media presence and press and PR coverage to develop profile, share impact, increase business and loyalty.

Partnerships: To increase our sustainability, increase our visibility and impact and develop our capacity, to collaborate 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.

LIVERPOOL LIGHTHOUSE LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2023

Achievements and performance

Report of activities in 2022/23

Community

Creative Wellbeing Programme involved 400 sessions with 233 people. Three new Creative Wellbeing Assistants were brought in to provide advice, support, signposting 3 days a week and partners offered additional support including 12 weeks of income maximisation sessions and employment advice (Liverpool University Law Dept)

90 ESOL students participated in 3 weekly classes and were integrated and highly represented in the wider creative wellbeing programme. A weekly perinatal group in partnership with Refugee Women Connect involved 20 mothers and their children. A weekly drop-in for female street-based sex workers engaged over 20 women, providing practical support.

Three Community Fun Days were organized involving live performance, cinema, family activities and food themed around the Queen's Jubilee, Summer & Christmas, which engaged more than 1200 people.

Our assessment survey of our community programmes revealed that:

76.9% activities and support helped face and overcome challenges in life.

84% reported improved mental health and wellbeing.

84% said they felt better connected and supported.

75% had accessed services that help them meet their goals.

88% said their communication skills have improved, similar levels reported improvement of their confidence, and assertiveness.

73.9% gained practical life skills that might be useful for finding a job later on.

"Before I started coming to Lighthouse, I was lonely. I was just doing nothing, and I felt desperate, I had no passion for life. When I woke up in the morning, I had nothing to do, I was bored. Once I started coming, I would wake up full of energy, I would go to the Lighthouse, it was amazing, my life changed completely. I have a new life now, like I have passion in my life, when I go to sleep, I know I have something to do in the morning, so I sleep better. I'm excited now about the next day. I'm positive about life now. Life can give you more opportunities and I have hope."
(community participant)

"Being involved in this project has helped me overcome my trauma. It's easier to talk about things I've been through, and I feel like a better version of myself. I've come out a brand-new woman. Singing for Wellbeing [also] really helps me. And lets you speak about your problems and through music let the anxiety out, she makes me feel it's normal. [After being at Lighthouse for the day] you feel you can face the challenges ahead, there's hope. I don't know how they do it, but there is hope. After leaving LLH the day feels refreshed and the week ahead is easier to cope with."
(community participant)

Food: With the high level of food poverty in local neighbourhoods, access to affordable and healthy food including fresh fruit and vegetables and meat is needed. More than 10,000 hot meals were served across 45 weeks of the year through our term-time adult/family programme and holiday clubs for children and young people. There were 400 visits to the pantry over 48 weeks from 60 households reaching 180 people with food support. 242 food parcels were distributed to vulnerable families over 24 weeks, reaching 260 people. To develop skills, 27 Cooking for Wellbeing workshops were held, engaging with 30 individuals.

In a survey with food programme users:

86% struggled to afford food.

76% experienced stress with the cost-of-living crisis.

33% said there was nowhere else locally for them to get help.

50% said there was nowhere else locally to connect with others.

LIVERPOOL LIGHTHOUSE LIMITED

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

"Life is hard at the moment, with the baby, but when she's in nursery I can come here, and I feel relaxed and happy. The best thing about the pantry is being able to get meat and veg and potatoes. I can make like a chicken casserole and things like that, that will make a meal that will last a couple of days. I have things in the cupboard but coming to the pantry gives me things to go with it to make a meal. I love coming here for my dinner...and usually the baby won't eat things like that, but she loved that. It's helping me get her eating more fruit and vegetables." (Community participant)

Youth

220 creative youth sessions were delivered over 45 weeks of the year with 210 young people (>50% ethnically diverse and in receipt of free school meals and > 30% with special educational needs or disability)

During term-time 124 young people aged 6-18 participated in weekly Performing Arts and Music sessions; over the 9 weeks of school holidays during the year up to 100 young people aged 8-14 were involved.

Musical instrument training sessions were provided through our Saturday morning music school as well as in partnership with the Liverpool Philharmonic's *In Harmony* Youth Hub programme. 65 young people took advantage of this offer during 1000+ lessons, learning to play a range of instruments. Liverpool Lighthouse became the base for a weekly music takeover for secondary school aged young people during term-time.

In addition to the regular music tuition lessons, the programme included 5 performances and concerts for a total audience of more than 500 people.

In a survey with our young people participants:

100% felt they had achieved from the programme and that it had improved their skills.

93% felt it had improved their confidence.

100% felt safer from taking part in the activities.

46% stated that activities at Liverpool Lighthouse were the only opportunities to take part in creative activities outside of school.

Arts

4 new Theatre performances were developed to bring arts and culture to north Liverpool and to instigate change to address inequalities. *The Jubilee Folk* musical street theatre for wellbeing, performed to 3550 people in 40 performances. *Best for Baby Revolution*: performance poetry and verbatim theatre by mothers in the asylum system performed to more than 100 health professionals in two venues, which instigated the establishment of a steering group to develop training for health professionals inspired by the work. A glow in the dark Christmas show, with women seeking sanctuary, performed to a family audience of 150.

Liverpool Lighthouse Community cinema was launched in December 2022 with monthly family friendly screenings.

Artist support and development: 8 Theatre Companies accessed rehearsal space and physical resources. 6 black theatre-makers were supported in developing new work over a 6-month period.

Gospel Music Development: The National Gospel Music Centre development plan progressed, led by a full time Music Director. This included plans for a Gospel Music Festival, an archive project and gospel music into schools' programme for 2023/24. Gospel Music artists accessed 24 training and support sessions. Love & Joy Gospel Choir that last met before the start of Covid pandemic in March 2020 was revived with weekly rehearsals and 2 public performances. Lighthouse Choir sang at 7 performance events. A new Songs of Healing single was released: *You will Never Walk Alone*

Communications

Online engagement accelerated by over 300% with 83,459 people engaging with Liverpool Lighthouse's social media activities on Twitter, Facebook and Instagram. In addition, 8415 engaged through YouTube and TikTok.

With PR support, national news coverage and extensive local news and radio coverage covered the launch of the Community Cinema.

LIVERPOOL LIGHTHOUSE LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2023

Partnerships

Partnerships that have been developed across this financial year include with Liverpool Philharmonic on youth music, Refugee Women Connect and 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 and Homebaked, Anfield Childrens Centre and a range of schools in the local community.

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.

Financial Supporters

Steve Morgan
The National Lottery Reaching Communities
Comic Relief/Walkers
Henry Smith Charity
Liverpool City Council Community Resource Grant
Merseyside Play Action Council - Holiday Activities and Food grant
LCVS/NHS Integrated Care Board
Arts Council England
Rainford Trust
Baring Foundation
Tesco
Feeding Liverpool
Culture Liverpool
John Moore's Foundation
Liverpool City Region Authority - Mayoral Neighbourhood Fund

Financial review

The financial result for the year under review is a deficit of £19,916.

The budget for 2023/24 anticipates that, with a realistically achievable programme, a surplus will be achievable.

Despite the deficit for the year, net current liabilities, and shortfall on reserves target at the year end, the Trustees/Directors believe that the Charitable Company's financial statements should be prepared on a going concern basis, having considered the foreseeable future, on the basis that current and future sources of funding or support will be sufficient for the Charitable Company's needs. Taking in to account the assets, and financial position, of our sister charities (Love and Joy Ministries and Bright Park) we believe that there is enough liquidity (including the ability to raise funds against property in which there is significant equity available) to be able to meet the needs of all three charities. We also confirm our plans and future actions required to enable the Charitable Company to continue as a going concern are feasible. We believe that no further disclosures relating to the Charitable Company's ability to continue as a going concern need to be made in the financial statements.

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 £143,500 which would give flexibility to cover short term timing differences for grant claims and adequate working capital for our core costs. There was no available unrestricted cash balance at the year-end, however the Charity can rely on the support of its sister Charities Love and Joy Ministries and Bright Park. 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.

LIVERPOOL LIGHTHOUSE LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2023

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

Goals for 2023-24

During financial year 2023-24 we will focus on collaborating with local neighbourhood communities, Liverpool city region, local and national artists and external affairs as a new Arts Council National Portfolio Organisation. Board development and governance will oversee this period of growth and development including a responsibility as a national lead in the development of gospel music. Sustainability is a priority underpinning the creative and community work, with a focus on the development of commercial income, sponsorship and increased impact and reach in communications, marketing and PR. Our goals are:

Community: To sustain the Creative Wellbeing Programme's skills, support and training and to develop community-led initiatives to extend the impact of the work.

Youth: To secure three-year funding to support the development of the youth programme 8 – 15yrs with a focus on leadership, creative skill and activism.

Arts: To bring arts and cultural experiences to north Liverpool and provide pathways for artist development with a focus on Black theatre-makers, supporting three new pieces of work.

Gospel Music: To deliver the Gospel Music Development Plan, to include the support of Gospel Music artists nationally. We will raise funds towards producing the first mainstream gospel music festival in the UK, leading to the 'gospel music into schools' project across Liverpool. As a partner in an initiative to source, collect and house the national gospel music archives, we want to secure the funds to support its development.

Partnerships: To increase our sustainability, visibility and impact and develop our capacity; to collaborate with the city's stakeholders in health, social and arts sectors and national and international partners in the development of gospel music.

Structure, governance and management

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

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 Omideyi

Mr A Osanyinlusi

Ms J A Levene

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.

LIVERPOOL LIGHTHOUSE LIMITED

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

FOR THE YEAR ENDED 31 MARCH 2023

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 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

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.

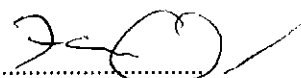
The four named charities, LLH Ltd, LJM Ltd, LHET and Bright Park together form a group of associated independent charities - LJM Association of Independent Charities.

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 Omlideyi

Trustee

Date: 16/12/23

LIVERPOOL LIGHTHOUSE LIMITED

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2023

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 2023 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 2023 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.


P. BUCK FCA DCHA
Champion Accountants LLP

16.12.2023

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 2023

		Unrestricted funds 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £
Notes							
Income and endowments from:							
Donations and legacies	3	144,042	356,488	500,530	126,951	355,962	482,913
Charitable activities	4	116,335	-	116,335	62,857	-	62,857
Other income	5	6,758	-	6,758	136	-	136
Total Income		267,135	356,488	623,623	189,944	355,962	545,906
Expenditure on:							
Charitable activities	6	287,488	356,051	643,539	194,795	363,082	557,877
Net (expenditure)/income for the year/							
Net movement in funds		(20,353)	437	(19,916)	(4,851)	(7,120)	(11,971)
Fund balances at 1 April 2022		843,485	70,780	914,265	848,336	77,900	926,236
Fund balances at 31 March 2023		823,132	71,217	894,349	843,485	70,780	914,265

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 2023

	Notes	2023 £	£	2022 £	£
Fixed assets					
Tangible assets	11		948,017		942,939
Current assets					
Debtors	12	138,033		68,049	
Cash at bank and in hand		3,511		88,061	
		141,544		156,110	
Creditors: amounts falling due within one year	14	(126,456)		(104,854)	
Net current assets			15,088		51,256
Total assets less current liabilities			963,105		994,195
Creditors: amounts falling due after more than one year	15		(68,756)		(79,930)
Net assets			894,349		914,265
Income funds					
Restricted funds			71,217		70,780
Unrestricted funds			823,132		843,485
			894,349		914,265


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 2023, 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 16th Dec 23



Dr T Omidoyi
Trustee

Company registration number 3689784

LIVERPOOL LIGHTHOUSE LIMITED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 MARCH 2023

	Notes	2023 £	£	2022 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	18		(4,282)		35,069
Investing activities					
Purchase of tangible fixed assets		(55,980)		(40,583)	
Net cash used in investing activities			(55,980)		(40,583)
Financing activities					
Repayment of borrowings		(879)		(1,619)	
Repayment of bank loans		(23,409)		(22,506)	
Net cash used in financing activities			(24,288)		(24,125)
Net decrease in cash and cash equivalents			(84,550)		(29,639)
Cash and cash equivalents at beginning of year			88,061		117,700
Cash and cash equivalents at end of year			3,511		88,061

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

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 2023

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 2023

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 2023

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£
Donations and gifts	76,359	-	76,359	49,908	90,167	140,075
Grants	67,683	356,488	424,171	77,043	265,795	342,838
	<u>144,042</u>	<u>356,488</u>	<u>500,530</u>	<u>126,951</u>	<u>355,962</u>	<u>482,913</u>

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

4 Charitable activities

	Core Activities 2023 £	Core Activities 2022 £
Bistro and catering income	9,390	4,504
Auditorium and room hire fees	101,476	51,835
Music school lessons	5,469	6,518
	<u>116,335</u>	<u>62,857</u>

5 Other Income

	Unrestricted funds 2023 £	Unrestricted funds 2022 £
Other income	6,758	-
Sundry income	-	136
	<u>6,758</u>	<u>136</u>

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

6 Charitable activities

	Core Activities 2023 £	Core Activities 2022 £
Staff costs	216,501	205,642
Depreciation and impairment	50,900	43,928
Programme expenses	47,798	64,277
Repairs and renewals	11,236	9,397
Light and heat	12,674	6,601
Telephone	921	1,462
Rent and rates	28,613	22,365
Property costs	25,159	21,945
Insurance	10,086	10,885
Staff costs	10,072	19,183
Facilitators fees	59,430	64,852
Legal and professional fees	9,950	3,046
Motor costs	1,693	447
Finance costs	6,615	6,222
	<u>491,648</u>	<u>480,252</u>
Share of support costs (see note 7)	146,748	73,125
Share of governance costs (see note 7)	5,143	4,500
	<u>643,539</u>	<u>557,877</u>
Analysis by fund		
Unrestricted funds	287,488	194,795
Restricted funds	356,051	363,082
	<u>643,539</u>	<u>557,877</u>

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

7 Support costs

	Support costs £	Governance costs £	2023 £	Support costs £	Governance costs £	2022 £
Staff costs	146,748	-	146,748	73,125	-	73,125
Audit fees	-	5,143	5,143	-	4,500	4,500
	<u>146,748</u>	<u>5,143</u>	<u>151,891</u>	<u>73,125</u>	<u>4,500</u>	<u>77,625</u>
Analysed between Charitable activities	<u>146,748</u>	<u>5,143</u>	<u>151,891</u>	<u>73,125</u>	<u>4,500</u>	<u>77,625</u>

Governance costs includes payments to the auditors of £5,143 (2022- £4,500) for audit fees.

8 Trustees

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

9 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
	<u>21</u>	<u>20</u>
Employment costs	2023 £	2022 £
Wages and salaries	<u>363,249</u>	<u>278,767</u>

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

10 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

11 Tangible fixed assets

	Leasehold improvements £	Office equipment £	Fixtures and fittings £	General Motor vehicles equipment £	Total £
Cost					
At 1 April 2022	1,670,305	100,500	175,376	68,016	2,020,197
Additions	6,048	2,775	1,205	45,952	55,980
At 31 March 2023	1,676,353	103,275	176,581	113,968	2,076,177
Depreciation and impairment					
At 1 April 2022	767,631	86,849	163,653	55,191	1,075,520
Depreciation charged in the year	33,433	8,896	3,180	5,931	52,640
At 31 March 2023	801,064	95,745	166,833	61,122	1,128,160
Carrying amount					
At 31 March 2023	875,289	7,530	9,748	52,846	948,017
At 31 March 2022	902,674	13,651	11,724	11,086	942,939

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

12 Debtors

	2023 £	2022 £
Amounts falling due within one year:		
Trade debtors	94,644	31,588
Amounts owed by fellow group undertakings	4,270	36,461
Prepayments and accrued income	39,119	-
	<u>138,033</u>	<u>68,049</u>

13 Loans and overdrafts

	2023 £	2022 £
Bank loans	68,242	91,651
Loans from fellow group undertakings	32,721	33,600
	<u>100,963</u>	<u>125,251</u>
Payable within one year	32,207	45,321
Payable after one year	68,756	79,930

14 Creditors: amounts falling due within one year

	Notes	2023 £	2022 £
Bank loans	13	26,140	25,896
Other borrowings		6,067	19,425
Other taxation and social security		42,379	-
Trade creditors		33,308	52,580
Amounts owed to fellow group undertakings		571	-
Other creditors		8,716	2,153
Accruals and deferred income		9,275	4,800
		<u>126,456</u>	<u>104,854</u>

15 Creditors: amounts falling due after more than one year

	Notes	2023 £	2022 £
Bank loans	13	42,102	65,755
Other borrowings		26,654	14,175
		<u>68,756</u>	<u>79,930</u>

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

16 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total Unrestricted funds	Restricted funds	Total
	2023	2023	2023	2022	2022
	£	£	£	£	£
Fund balances at 31 March 2023 are represented by:					
Tangible assets	891,888	56,129	948,017	942,939	942,939
Current assets/(liabilities)	-	15,088	15,088	51,256	51,256
Long term liabilities	(68,756)	-	(68,756)	(79,930)	(79,930)
	<u>823,132</u>	<u>71,217</u>	<u>894,349</u>	<u>914,265</u>	<u>914,265</u>

17 Related party transactions

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2023

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.

During the year the Charity received £25,000 from Love and Joy Ministries by way of a grant. The Charity also received an interest free loan from Love and Joy Ministries of £18,200 repayable over 3 years. At the year end date £18,200 remained outstanding.

During the year the Charity received donations of £NIL (2022: £20,000) from Love and Joy Ministries, a charity which is closely associated with Liverpool Lighthouse, and of which Dr T Omidéyi is also a Trustee.

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 2023 were £82,417. 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 £14,520 (2022: £14,175).

LIVERPOOL LIGHTHOUSE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2023

18	Cash generated from operations		2023	2022
			£	£
	Deficit for the year		(19,916)	(11,971)
	Adjustments for:			
	Depreciation and impairment of tangible fixed assets		50,900	43,928
	Movements in working capital:			
	(Increase) in debtors		(69,982)	(40,543)
	Increase in creditors		34,716	43,655
	Cash (absorbed by)/generated from operations		(4,282)	35,069
19	Analysis of changes in net (debt)/funds			
		At 1 April 2022	Cash flowsAt 31 March 2023	
		£	£	£
	Cash at bank and in hand	88,061	(84,550)	3,511
	Loans falling due within one year	(45,321)	13,114	(32,207)
	Loans falling due after more than one year	(79,930)	11,174	(68,756)
		<u>(37,190)</u>	<u>(60,262)</u>	<u>(97,452)</u>
20	Going Concern			

Despite the deficit for the year, net current liabilities, and shortfall on reserves target at the year end, the Trustees/Directors believe that the Charitable Company's financial statements should be prepared on a going concern basis, having considered the foreseeable future, on the basis that current and future sources of funding or support will be sufficient for the Charitable Company's needs. Taking in to account the assets, and financial position, of our sister charities (Love and Joy Ministries and Bright Park) we believe that there is enough liquidity (including the ability to raise funds against property in which there is significant equity available) to be able to meet the needs of all three charities. We also confirm our plans and future actions required to enable the Charitable Company to continue as a going concern are feasible. We believe that no further disclosures relating to the Charitable Company's ability to continue as a going concern need to be made in the financial statements.