

Reports & Financial Statements

For the year ended 31 August 2020

King's Church London

Company Registration Number:	4074651
Charity Registration Number:	1082666

Contents

Trustees' Report	1-19
Independent Auditor's Report	20-22
Statement of Financial Activities	23
Balance Sheet	24
Statement of Cash Flows	25
Notes to the Financial Statements	26-36

King's Church London

Trustees' report

For the year ended 31 August 2020

The Trustees, who act as directors for the purposes of company law, present their annual report and the audited financial statements of King's Church London ('the charity') for the 12 months from 1 September 2019 to 31 August 2020 ('the year').

REFERENCE AND ADMINISTRATION INFORMATION

Charity name	Kings Church London
Company registration Number	4074651
Charity registration Number	1082666
Trustees	Simon Linley Odunayo Oyabayo William Dalziel Osbert Klass Roberta Walker (appointed 28/07/2020) Kwaku Osafo (appointed 28/07/2020) Steve Tibbert (resigned 11/02/2020)
Secretary	Nigel Mumford
Registered office	King's Church 21 Meadowcourt Road Lee London SE3 9DU
Solicitors	Wellers Tenison House Tweedy Road Bromley Kent BR1 3NF
Bankers	HSBC Bank plc 149 Rushey Green Catford London SE6 4BQ
Auditors	Mazars LLP 2 nd Floor, 6 Sutton Plaza Sutton Court Road Sutton Surrey SM1 4FS

Trustees' report **For the year ended 31 August 2020**

1. STRUCTURE, GOVERNANCE AND MANAGEMENT

1.1 Structure

The charity is an incorporated charity limited by guarantee. It was incorporated on 20 September 2000 and registered as a charity on 28 September 2000.

King's Church London is a diverse Christian church based in South-East London. It is part of the Newfrontiers family of churches as well as being a part of the Baptist Union and the Evangelical Alliance.

1.2 Governance

The Trustees of King's Church London have overall legal and financial responsibility for the charity.

They have delegated responsibility for the spiritual and strategic direction of the church as well as its day to day running to a team of Elders including the Senior Pastor. The Trustees are regularly apprised of the financial position of the charity and at their formal meetings discuss and review any major changes in the direction of the charity or on policy issues as they evolve and develop.

Trustees are selected by existing Trustees, in consultation with the Elders. They are responsible people who demonstrate a strong Christian faith. They are those with a particular area of expertise / business acumen in their secular workplace which is relevant in overseeing a significant charity which is also a Christian church.

When appointing new Trustees of the charity they are first invited to attend existing Trustees' meetings to understand how the charity operates. Where appropriate they also attend formal training days and conferences in the first few months of their appointment which are taken by external companies with specialist experience in running a charity. Existing Trustees will also attend organised training from time to time to refresh their knowledge and skills as well as learning informally from one another, their own external networks and the Company Secretary.

The Eldership meets regularly to discuss and oversee the affairs of the church. They work with the other full and part time members of staff and a wide range of volunteers to implement the vision, values and objects of the charity.

In addition to this there is a Management Team of six, led by Steve Tibbert, the Senior Pastor who coordinate the day-to-day activities of the church on behalf of the Trustees and Eldership.

Currently Trustees and Elders are discussing ways of broadening and diversifying the leadership of the charity so that it reflects in some measure the diversity of church membership. This has been fulfilled in part but there is still more work to be done. The charity has six Trustees and seven Elders.

Trustees' report

For the year ended 31 August 2020

1.3 Risk Management

Trustees have recognised the importance of assessing and managing risk associated with the charity's objectives. The process of identifying risk is on-going and is an essential part of the work of the Trustees and Management Team. The charity has a set of policy and procedure documents in place to ensure on-going identification and management of foreseeable risks. These documents will be regularly reviewed to ensure that they continue to meet the needs of the organisation.

Those relating to the operations and finances of the charity are of particular importance and a risk register has been developed based on a risk assessment procedure in line with Charity Commission guidance.

1.4 Other Policies and procedures

The board of Trustees have an established cyclical rhythm of review in regard to the key policies of the charity. These include safeguarding, Health & Safety, Risk Management, delegated authority, property management, GDPR, HR and remuneration.

In specific relation to remuneration, we have considered the five recommendations of the "Report of Inquiry into Charity Senior Executive Pay and Guidance for Trustees on Setting Remuneration" published in April 2014, and endorsed by the Charities Commission, and sought to implement these as appropriate to our situation.

All policies and procedures are under regular review to ensure best practice and compliance not just for staff but for all those who take part in the community life of, and/or visit the church.

2. AIMS AND OBJECTIVES

The main objectives of King's Church London as stated in the Trust Deed are the "advancement of the Christian Faith".

2.1 Vision / Mission

A little over 20 years ago King's Church experienced a 'defining moment' when Steve Tibbert, who leads the church, shared with a congregation of 200 or so, meeting in a rather run-down building, a vision part of which was a call from God to build a one thousand member church. In January 2012 there was a similar 'defining moment', by which time Sunday attendance had grown to over 1,200 across 3 well equipped modern buildings, as Steve again shared with the Church a 'word for now' lifting the church's eyes to the possibility of a church where 5,000 people attend each Sunday, a vision "that is one worth giving our lives to seeing fulfilled".

2.1 Vision / Mission (continued)

In September 2018, with Sunday attendance averaging almost 1,500, we launched Vision 2030 which is our vision for King's Church in the years towards 2030.

At this time, we also launched another site in Beckenham making King's a church of four sites.

Vision 2030 is based around three key themes of Reach, Resource and Restore, each of these worked out under two different headings.

Reach

"Come and See"

We believe we are called to build a church of 5,000 believers, each of them known by Jesus and precious to Him. We will continue to encourage everyone at King's to invite friends, family and neighbours to Sunday meetings, especially at key moments such as Christmas and Easter. Hundreds of people have already visited King's in direct response to an invitation to "come and see" Jesus for themselves; for many this has been the first step in their own journey to faith.

"Go and Tell"

We want each of us at King's to play our part in fulfilling Jesus' Great Commission to His church: to "go and make disciples of all nations".

We believe this is a call to the many not the few! With that in mind, we will seek to equip every believer to be able to share their faith. We will encourage people to reach out in their communities, families and workplaces, to initiate other outreach activities, and to take every opportunity to invite people to "come and see".

We also believe we should be involved in spreading the Gospel not just in London and the UK, but in the nations beyond. King's and its members already have links with churches in other nations, including Romania, China, DRC, South Africa and Zimbabwe.

Restore

"Inside"

Over the years, King's has seen thousands of people who have come through our doors experience healing and restoration. Many have come to faith here, and as we have grown as disciples we have had our lives radically transformed by meeting Jesus in the midst of His people. We want this to multiply and to deepen in the future.

Trustees' report

For the year ended 31 August 2020

Restore (continued)

There are a number of ways we currently express the Gospel that have been particularly powerful in seeing lives change. Obviously, this includes our Sunday meetings, but also settings like Alpha, our groups, and courses such as The Marriage Course, Restored Lives (for anyone separated or divorced) and Freedom in Christ.

We want to extend and develop these to help bring restoration in new areas. This will include parenting, helping people find freedom from addictions such as pornography, and numerous other courses.

"Outside"

We have contributed towards restoration in our local community through the Jericho Road Project, which we want to continue. However, we want to broaden what we do in the local community so that our work is not only amongst the most disadvantaged, as vital as that is, but affects other sections of society as well.

Some of these projects will be initiated, financed and overseen through the leadership of the church, whether they are expressed at all sites (like Big Red Box) or only one site. This will include working with young people on the margins of society who are endangered by the threat of serious youth violence. We will partner with charities that have particular expertise, such as the mentoring scheme for children run by Transforming Lives for Good. In addition, we hope to see many "mini restore projects" develop, led by individuals from King's, supported by their group.

Resource

Nationally

We believe King's has an important role to play in the UK. Some of this comes from the fact that we are a large, urban and diverse church, and we can therefore help other churches with our example and our experience (even as we continue to learn ourselves!). Our resources – Sunday teaching, material for groups, courses, articles, books, videos and the like – already reach widely, and we expect this to increase.

We also have a part to play in the wider Newfrontiers family we are part of. This includes the leadership given by Steve Tibbert, our Senior Pastor, and the theological influence of Andrew Wilson, our Teaching Pastor. We believe it goes well beyond this, however, and will include coaching pastors, hosting conferences, training interns, providing financial support, sharing best practice, strengthening churches, and so on.

Trustees' report

For the year ended 31 August 2020

Resource (continued)

Globally

The Gospel crosses international boundaries, and so does our responsibility as a church. Again, some of the ways in which we work this out will be very specific. The Newfrontiers family connects us with 2,000 churches worldwide, and we will serve many of them with practical, theological, financial and leadership resources.

We continue to have a close relationship with River of Life Church in Harare. We have a number of things in common with this church – size, influence, urban context, diversity, apostolic base, focus on mercy ministry among the poor, and so on – as well as many historic links with Harare and the Ebenezer Project.

Steve Tibbert, our Senior Pastor has been asked to facilitate the global fellowship of the Newfrontiers family of churches. This will take effect from autumn 2020 and is an encouraging confirmation of our call beyond the UK.

Yet we want to look beyond this. Our calling is not just to the UK, or even our family of churches, but to the nations, and the commission Jesus gave His church to go into all the world and make disciples. At times this will mean sending missionaries, teachers, money and skills overseas, without losing sight of our local church in London.

2.2 Values

The Trustees and Elders have sought to work out how best to express the Mission and Vision Statements in the context of week-to-week church activities, values and life. At the same time, they wanted to produce such statements in a form that would, if possible, provide an appropriate way to express the financial affairs of the charity. The following three value statements aim to summarise what the charity is about, namely:

- to promote and encourage our members to live a life of *Worship* to God;
- to build a multi-cultural *Community* of believers who are mature in their faith and who will be a blessing to the wider community in which they live and work; and
- to encourage members to be involved in *Outreach* to those who have not yet accepted Jesus as their Lord and Saviour with the message of reconciliation; to demonstrate the love of God through helping the disadvantaged; and through the planting of new churches.

These three headings *Worship*, *Community* and *Outreach* are used as main headings for summarising the activities of the charity and thus its financial reporting procedures and accounts.

Trustees' report

For the year ended 31 August 2020

2.3 Volunteers

The Trustees would like to continue to acknowledge and thank the many people within King's who freely give of their time and make all that we achieve together possible. We cannot attempt to place a value on the immensely significant contribution that our volunteers make, and we are grateful to them for their time and commitment to our Mission and Vision.

2.4 Public Benefit

The Trustees are aware of their duty and seek to identify in both the report and accounts their regard to the Charities Act 2011 on Public Benefit. It is in fact a central part of our vision, that we provide support, encouragement and practical help for those disadvantaged in our local communities as well as other members of the community, not just our members.

3. ACTIVITIES, OUTPUTS AND IMPACTS

COVID-19

The result of Covid-19 part way through the year had a significant impact upon King's as a church both pastorally and operationally.

Pastorally, we were directly involved in supporting many in our church that were experiencing bereavement due to Covid-19, as well as dealing with the loss of some within our own congregation.

Operationally, we were forced to adjust how we deliver our Sunday meetings and group activities. Since March 2020 we have been producing online services each week, along with other resources for both adults and children.

The team have had to remain flexible as we have adapted to the changes in the way that we 'meet' as a church and the different way of working. This continued to be a changing picture with initiatives needing to start and stop as the various restrictions tightened or eased.

In what follows we summarise how the church seeks to implement its vision, values and objectives on a week-by-week basis, and the result of activities in each area. Inevitably the pandemic impacted the way in which we have needed to run as a church, so the rest of this report reflects that in differing ways.

This Report, as well as reporting the statistics that relate to the on-going work and growth of the charity, also seeks to give examples and testimonies of where lives are different due to the activities of the charity thereby demonstrating its commitment to Public Benefit, and the impact it is having amongst its members, in the local community and beyond.

3.1 Worship

Worship is the thrust of our Sunday meetings where, through singing, prayer and teaching that is relevant to people's lives today, we encourage people who call King's their local church, to live a life of worship to God. The meetings also provide a context for individuals to share personal testimony, respond to the claims of the Christian faith and for adult baptism.

Prior to the Covid-19 pandemic we were holding seven morning meetings, three at our Catford site, two at our Downham site and one each at our Lee and Beckenham sites. Attendance had increased with us regularly having around 1600 people present on a Sunday.

Since the pandemic we have needed to change our focus to allow us to provide online Sunday services, which are accessible via our website.

These have been well 'attended' with an estimated 2000-2500 people on a Sunday with additional people viewing the service across the following week.

This reflects the fact that there is a strong core of the church who continue to attend online, along with the extensive reach that we have as a church in attracting new people.

There is children's work for ages 0-4, 5-8 and 9-10 and youth work for ages 11-14 and 15-18. This children's work continues to flourish. We are enjoying bringing Jesus to the children through fun games, worship, bible teaching and looking at the bible as well as completing craft activities each week. We are seeing good numbers of children each week and we work hard at developing our teams and our team leaders. In each of the children's work areas we follow bright and varied curriculums which are age appropriate. We are enjoying seeing these brought to life by leaders creatively communicating them to the children.

Our children's work is structured to get the best from our children and help parents feel comfortable leaving their children in our care as they feel confident their child is being well cared for.

With many of our Sunday activities moving online we have provided resources and content to support all our age groups each Sunday. An example of this would be our Kings at Home series aimed at those aged between 0-9. This includes weekly videos providing fun activities and teaching to help keep families and those with young children connected into the life of the church during the pandemic.

3.1 Worship (continued)

As part of a ministry for the Deaf community at King's each week we interpret the worship and teaching into BSL, in the 9.30 meeting at the Catford Site. During the pandemic we have ensured that there are specific online services with BSL interpretation as we continue to support this community.

The deaf community, when allowed, also meet in their own meeting once a month at the Lee site.

The needs of the disadvantaged in society are always a challenge and so we continue to work hard to serve our deaf community not least by training those who are able to sign in our worship services on a Sunday morning.

3.2 Community

Community life is worked out in a number of ways at King's Church.

3.2.1 The Group system

This is an opportunity for individuals from the diverse backgrounds who call King's their local church to meet together, often in homes, but also at our sites. We encourage people to develop friendship and work out their Christian faith, not just in discussion but in act and deed. Some of the groups will have a more specific reason for meeting together such as, the Wednesday Welcome meeting and lunch for the elderly in our community, and the BSL small group where deaf and hearing come together.

We have an established youth work with around 40 11s-18s attending each week. This runs on the Catford and Lee sites.

To support our youth work during lockdown we have made the best use of zoom to keep connection and engagement levels high. There have been weekly zoom calls, as well as hosting online midweek bible study groups and two youth alpha courses. In addition to this the youth team use social media channels to upload content that aim encourage and equip the young people on a regular basis.

We also have a thriving 18's-30's work called United. This regularly gathers around 80 people on a weekly basis across the Catford, Downham and Lee sites.

All our sites have a number of Groups where people can meet regularly. These groups serve many purposes including helping those attending the church to get to know one another and for regular friendship and encouragement.

We put a lot of work into launching and promoting these groups due to our commitment to 'group life' within the church. The results of this continue to be extremely encouraging with over 1000 adults attending groups each week from a good cross section of our community. Due to the pandemic our groups are currently meeting online.

3.2.2 A wide range of serving opportunities

There are many opportunities which allow most of the congregation to have some involvement in expressing their Christian faith practically as they work together and serve others.

This might be through being a part of the Welcome Team serving on a Sunday at one of our sites, working on an Alpha catering team, as part of 'the Feast team', helping those who are less fortunate amongst us. Or perhaps as a part of the Worship group on a Sunday or working with ID on a Friday night where the 11 to 18 age range meets in a relaxed atmosphere to support the needs of young people as they mature into tomorrow's adult population.

3.2.3 Courses, Seminars and Training opportunities

We have found that more and more people like to be part of our community by joining and taking part in short term courses and seminars.

'Freedom in Christ' is a discipleship course for Christians lasting 9 weeks which we run twice a year. The course lays a biblical foundation for Christians about their identity in Christ and how that should affect their thinking, how they handle their emotions as well as their spiritual life. There is also teaching which aims to help them process past hurtful events, forgive and receive emotional healing.

There are other courses which aim to help people to grow in God and equip them to make good life choices, for example:

The Marriage Course – an annual course which helps to enrich people's marriages. This usually attracts around 25 couples; this is deliberately kept small to make it manageable and personal.

Relationship Matters which helps people build strong relationships and prepare for marriage.

Stewardship – an annual seminar about handling money wisely.

Leadership Training – we provide several opportunities which help people fulfil their potential and thereby also help the church grow and expand.

Membership Mornings – we encourage people to become members of the church and we facilitate this by hosting sessions which explain this regularly.

Trustees' report

For the year ended 31 August 2020

3.3 Outreach

Whilst there are aspects of worship and community that relate to reaching out to others, there are a number of activities where this is specifically focused.

3.3.1 The Alpha Course

Alpha has been running at King's every term since September 1996. During that period over 3450 people have attended and at least 830 people have responded to the Gospel.

As the lockdown took effect we transitioned from running our Alpha courses in our buildings to running them online over zoom. From September 2019 until August 2020, we ran eight Alpha courses with approximately 195 guests' attendance (1 or more evenings). We had around 7 people come to Christ and several people who either attended physically or began to attend our online service were helped to establish a firm foundation in their faith. We also had around 10 people deepen their relationship with God and be filled with the Spirit. Alpha has attracted people from across the country and has also served people in other parts of the world, so it truly has had both a national and international reach.

Subsequent to the Alpha course, we have had approximately 35 people attend our New Life course directly after the Alpha course which is focussed on the basics of Christian discipleship. A number of people who have become Christians are now considering baptism and many have taken steps to deepen their walk with God by joining a group at King's where they can continue to find friends and grow in their faith.

3.3.2 The Jericho Road Project

The Jericho Road Project (JRP) seeks to provide support to the disadvantaged in Lewisham and Greenwich.

Much of our work goes into the on-going running of six low support housing units which allow us to help 28 individuals from rough sleeping and homeless backgrounds. Every resident completes a support plan and meets regularly with a key worker to ensure progress is being made.

The demand for places on the housing project is very high and we receive referrals from a wide range of services in South East London.

Trustees' report

For the year ended 31 August 2020

3.3.2 The Jericho Road Project (continued)

In this last year we have responded to the Covid-19 pandemic by supporting our residents particularly with their own wellbeing. The consequence was a lower than normal 'move-on' with our residents into their own accommodation.

We have run "**The Feast**" – a weekly Drop-In for anyone who is rough sleeping, homeless, vulnerable or lonely since January 2002 as a drop-in. At the start of the lockdown, we turned the Feast into a delivery service. We cook all the meals at our Catford building and then teams send them out across Lewisham borough to vulnerable people. We reached our capacity of 400 hot meals every week with 30 delivery teams over 3 nights of the week. Our goal was to encourage people to stay indoors, have nutritious food and provide hope. We have helped people with mental health issues, learning difficulties, in temporary accommodation, elderly, families and people who have lost their income. One elderly lady in April was in a ward – all 4 had Covid – she was the only survivor. She describes the moment our volunteers rang her doorbell as the highlight of her week. Through donations from many supermarkets, we are able to add in extras like fresh flowers. On many occasions we have been able to provide specific support through these regular connections.

It was our twelfth year of **King's Christmas Trees** and we sold 820 trees, our biggest year. Customers purchase their Christmas tree online and choose whether they have it delivered to their door or collect and choose their tree from one of our four collection sites.

There are three aims of the Christmas Tree initiative:

1. Raise money.
2. Raise awareness of rough sleeping issues.
3. Engage our residents and contacts in volunteering for King's Christmas Trees.

All the profit from this project goes to support the JRP. We also had 25 runners fundraising in 'The Big Half' in March. These events help us to support the residents. We took a group of 22 people from the JRP away on an activity trip to Chepstow in March.

We continue to play a significant role in reducing rough sleeping in the borough and our staff take part in the bi-monthly Lewisham street counts.

3.3.2 The Jericho Road Project (continued)

Another key initiative for the JRP is the **Big Red Box** project, a Christmas initiative supporting those in the South East London community who might otherwise go without. During the festive period we collected food and distributed Christmas hampers through partner organisations to those less fortunate than ourselves. We continued to streamline the project to reflect the size and significance that it holds in the community. We were able to send out over 2000 boxes.

This has continually proven to be a popular project within the church, with over 100 volunteers coming forward to support the project across the Christmas period.

Overall, this has been a year when we have shown that the JRP can respond to the needs of the neediest people in our community even in the midst of a pandemic. We have three words to describe all we do – Relief, Hope and Connection. Relief is our front-line work – feeding and housing. Hope is found through our support of individuals, paying for people to get to training. And connection is the wider support residents need when they move on. We have increased our relief work this year but have also continued to provide hope and connection in all we do.

There are significant opportunities for disadvantaged and vulnerable to be helped in our community and this is essential in our commitment to provide a Public Benefit to the communities around us.

3.3.3 Training and other involvement within Newfrontiers

Kings continues to host a number of training events for the benefit of both Kings, other local churches and other churches in the Newfrontiers family.

We also continue to be involved internationally, supporting ministries in India, Romania and China. We have continued, and are increasing, our involvement in Zimbabwe in particular with a number of people having visited the church and associated projects there across the year.

4. ACHIEVEMENTS AND PROGRESS DURING THE PERIOD

As stated earlier in this report the Covid-19 pandemic has had a significant impact on the running of the church, both for the staff and those who call King's Church their local church. As such we have adapted the way we work in every area of church life producing online services each week, along with many other resources for both adults and children. This has enabled us to continue to function as a church in reaching our existing congregation, as well as reaching many others and serving our community during a challenging season.

The staff team have adapted extremely well to all of the changes both in terms of handling the changes to the ways in which we 'meet' as a church and the different way of working.

We are particularly pleased by the hard work and impact of the various activities undertaken by the Jericho Road Project who are doing to a phenomenal job of helping to meet the needs of the more vulnerable in both the church and our local community.

The International Academy of Greenwich continues to lease part of our building with the lease running until the end of August 2021 at which point it will conclude have reached the full term of the lease.

We are investigating options for the future leasing of the space currently used by the school or how best we can utilise it for the benefit of the church.

The refurbishment of the ground floor of the Catford site has been postponed with some smaller essential works being done at this time. We have continued with some maintenance projects on our buildings to ensure that they are still maintained in good order.

Steve Tibbert, our Senior Pastor has now taken on the responsibility to facilitate the global fellowship of the Newfrontiers family which, as previously stated, is an encouraging confirmation of our mission and call beyond the UK.

So, in what has been a challenging year for the church we are encouraged by the response of both the people who call King's their home church and the staff team. In the midst of what has been a difficult period for so many, people remain in good heart and are still extremely supportive of the church and all that we are doing. We look forward to a year of eased restrictions and the return to normality in due course.

5. FINANCIAL REVIEW

5.1 Overview

The year ended 31 August 2020 had a surplus of income over expenditure and the unrestricted surplus after transfers has been added to the General Fund. The outlook is for continued surpluses.

The particular strength of the financial activities has been the continued growth in giving income. To date, this is currently holding up despite the impact of the coronavirus pandemic.

For the past four years the letting of surplus space to a school has provided additional income and this will continue for a further year at which point the lease will conclude having reached its full term.

The charity retains a strong balance sheet. At the end of the year, it had a strong asset base compared to its long-term liabilities and strong liquidity with substantial cash holdings.

During the year, the charity restructured its long-term debt to reduce outgoings. It is planned to utilise some of the cash holdings to reduce debt and further establish a firm financial foundation for the charity.

The Trustees consider that there will be no significant impact on the Church as a result of the United Kingdom withdrawing from the European Union.

5.2 Principal funding sources

King's relies very largely on the generosity of its congregation to fund its activities. The total of given income was £2,151,752, up from £2,054,782 for the previous year, an increase of 4.7%.

In addition, the letting of the first floor at Lee provided temporary additional income of £327,774 in the year (previous year: £291,727).

5.3 Related parties

King's Church London is part of the family of churches known as Newfrontiers. Newfrontiers is a network of churches who partner together on a mission.

Steve Tibbert, the Senior Pastor, continues to be a member of the international apostolic gathering of Newfrontiers and continues as a Director of the Newfrontiers charity. He receives no remuneration from Newfrontiers.

Transactions with related parties are detailed in note 9 of the financial statements.

Trustees' report

For the year ended 31 August 2020

5.4 Investment powers and policy

The Trustees take appropriate advice related to investment as and when required in order to maximise the effective stewardship of our income and our reserves, including keeping funds above our immediate needs placed on the money market to earn an appropriate rate of interest.

5.5 Reserves policy

The balances in the General Fund and Designated Property Fund represent the unrestricted funds arising from past operations of the charity. The trustees believe that an amount equivalent to a minimum of two to three months gross expenditure is needed in Reserve for use as working capital. This will provide for regular fluctuations in income and expenditure throughout the year.

The balance on the General Fund at 31 August 2020 was £778,475 with Free Reserves of £755,184. These higher than normal reserves are mainly a result of stopping planned refurbishment works at our Catford Site due to the impact of Covid-19.

Income and expenditure budgets and forecasts are produced on a rolling five-year basis and these are reviewed monthly. The General Fund expenditure budget for the 2020/21 year is approximately £2,200,000. Based on the above, ongoing reserves of between £370,000 and £560,000 are appropriate. In addition, enhanced reserves were retained at the year end to counter uncertainty over the effects of the coronavirus pandemic and to gather resources for a large project.

As the pandemic continues to evolve and hopefully, comes to an end, the Trustees are reviewing plans to utilise the additional reserves.

5.6 Restricted Funds

Restricted Funds are given for restricted purposes and are set aside for specific projects at the request of the donor. The two main Restricted Funds are social action work (the Jericho Road Project) and Vision 2030. In addition, a new restricted fund was opened during the year, the Hope Fund, to offer support and relief to members of the local community severely affected by coronavirus.

The Jericho Road Project showed a small deficit of £4,300 for the year.

5.6 Restricted Funds (continued)

The purpose of the Vision 2030 fund is to help ministry expansion on our existing sites and the development of more sites in the future. The consistent giving into this fund has firstly enabled the charity to fulfil its loan repayment schedule to our funding partner, Triodos Bank, and secondly to fund further development. There has been initial expenditure on professional fees in respect of further development planned for the Catford site. This was put on hold at the time of the coronavirus pandemic as a measure to protect our reserves and can be reinstated when appropriate.

The Hope Fund had external donations of £36,847 in the year, of which £18,456 had been disbursed by the year end.

5.7 Grant-making policy

Donations are made to both institutions and individuals by the charity, as part of achieving its activities and objectives. Gifts to individuals represent responses to particular needs and support for those working overseas.

6. PLANS FOR FUTURE PERIODS

As the Covid-19 pandemic has continued the Charity continues to review capital expenditure, new staffing and general operating costs. The review includes plans for the re-opening of worship at our premises and for staff to return to the offices once it is permissible to do so following government guidelines.

One result of the review has been to protect a very strong reserve base. A part of the reserves will be utilised to reduce debt and the remaining reserves will be preserved going forward. This enables the church to maintain consistent operational delivery. Currently, the year to August 2021 is forecast to produce a modest surplus of income over expenditure.

The 5-year forecast also continues to indicate robust finances to undergird the work of the church going forward and the church will continue to work out and develop its vision as spelled out earlier in this report.

As part of the church's response to the Covid-19 pandemic it has participated in the Love Your Neighbour project in participation with Holy Trinity Brompton to provide large-scale practical support to the localities in which the church operates. This requires substantial resources to be found from within the church and is a further call on the remarkable generosity of those committed to the church.

Trustees' report

For the year ended 31 August 2020

6. PLANS FOR FUTURE PERIODS (continued)

We will also continue to review our general processes and staffing structures to ensure we are constantly meeting the current needs of the church.

The overall financial aim is to realise further expansion whilst continuing to pay off the church's bank debt at least as fast as the existing schedule.

7. STATEMENT OF TRUSTEES' RESPONSIBILITIES

This Trustees' Report and audited financial statements are prepared in accordance with the Memorandum and Articles of Association, the Companies Act 2006, the Charities Act 2011 and the Charities Statement of Recommended Practice (FRS102) 2019.

Law applicable to charities in England and Wales requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the charity's financial activities during the year and of its financial position at the end of the year. In preparing financial statements giving a true and fair view, the Trustees should follow best practice and:

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

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the charity and which enable them to ensure that the financial statements comply with the Companies Act 2006. Being responsible for safeguarding the assets of the charity they ensure reasonable steps are in place to prevent and detect fraud and other irregularities.

Each of the Trustees at the date of approval of this report confirms that:

1. so far as the Trustees are aware, there is no relevant audit information of which the charity's auditors are unaware; and
2. the Trustees have taken all the steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

This confirmation is given, and should be interpreted in accordance with, the Companies Act 2006.

Trustees' report
For the year ended 31 August 2020

8. AUDITORS

Mazars LLP have indicated their willingness to continue in office as auditors.

Approved by the Trustees on  and signed on their behalf by


.....
Simon Linley

Independent auditor's report to the members of King's Church London

Opinion

We have audited the financial statements of Kings Church London (the 'charity') for the year ended 31 August 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 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 charity's affairs as at 31 August 2020 and of its income and expenditure 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Independent auditor's report to the members of King's Church London

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' Report which includes the Directors' Report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report included within the Trustees' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specific by law are not made; or
- we have not received all the information and explanations we require for our audit.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemption in preparing the Trustees' Report and from the requirement to prepare a Strategic Report.

Independent auditor's report to the members of King's Church London

Responsibilities of Trustees

As explained more fully in the trustees' responsibilities statement set out on page 18, the trustees (who are also the directors of the charitable company for the purposes 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 charity or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of the audit report

This report is made solely to the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body for our audit work, for this report, or for the opinions we have formed.

Signed: 
David Hoose (Apr 7, 2021 12:49 GMT+1)

Name: David Hoose

(Senior Statutory Auditor)

for and on behalf of Mazars LLP

Chartered Accountants and Statutory Auditor

2nd Floor, 6 Sutton Plaza, Sutton Court Road, Sutton, Surrey, SM1 4FS

Date: 07-Apr-2021

Statement of financial activities

For the year ended 31 August 2020

	Notes	Unrestricted funds £	Restricted funds £	Total 2020 £	Unrestricted funds £	Restricted funds £	Total 2019 £
Income							
Donations	2	1,691,074	460,678	2,151,752	1,565,837	488,945	2,054,782
Charitable activities							
Community & Outreach	3	174,298	-	174,298	118,462	-	118,462
Other trading activities							
Premises rental income		329,480	239,909	569,389	298,912	234,085	532,997
Other		4,392	102,910	107,302	4,172	77,811	81,983
Total income		<u>2,199,244</u>	<u>803,497</u>	<u>3,002,741</u>	<u>1,987,383</u>	<u>800,841</u>	<u>2,788,224</u>
Expenditure on charitable activities							
Costs of activities in furtherance of the objects of the charity:							
Worship	4	796,197	-	796,197	821,318	-	821,318
Community	5	666,920	-	666,920	632,242	-	632,242
Outreach	6	702,448	501,996	1,204,444	697,039	463,078	1,160,117
Total charitable expenditure		<u>2,165,565</u>	<u>501,996</u>	<u>2,667,561</u>	<u>2,150,599</u>	<u>463,078</u>	<u>2,613,677</u>
Net income / (expenditure)	15	33,679	301,501	335,180	(163,216)	337,763	174,547
Transfers between funds	15, 17	282,426	(282,426)	-	318,950	(318,950)	-
Net movement in funds		<u>316,105</u>	<u>19,075</u>	<u>335,180</u>	<u>155,734</u>	<u>18,813</u>	<u>174,547</u>
Reconciliation of funds:							
Total funds brought forward at 1 September 2019		5,699,535	872,391	6,571,926	5,543,801	853,578	6,397,379
Total funds carried forward at 31 August 2020		<u>6,015,640</u>	<u>891,466</u>	<u>6,907,106</u>	<u>5,699,535</u>	<u>872,391</u>	<u>6,571,926</u>

All transactions are derived from continuing activities.

All recognised gains and losses are included in the Statement of financial activities.

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

Balance sheet as at 31 August 2020

	Notes	2020 £	2019 £
Fixed assets	10	7,467,594	7,639,656
Current assets			
Debtors	11	379,215	371,554
Cash at bank and in hand		1,254,288	682,249
		<u>1,633,503</u>	<u>1,053,803</u>
Creditors: Amounts falling due within one year	12	<u>(237,002)</u>	<u>(479,543)</u>
Net current assets		<u>1,396,501</u>	<u>574,260</u>
Total assets less current liabilities		8,864,095	8,213,916
Creditors: Amounts falling due after more than one year	13	<u>(1,956,989)</u>	<u>(1,641,990)</u>
Net assets		<u><u>6,907,106</u></u>	<u><u>6,571,926</u></u>
Represented by Funds			
Unrestricted Funds			
General Fund	15, 16	778,475	461,423
Designated Property Fund	15, 16	<u>5,237,165</u>	<u>5,238,112</u>
		6,015,640	5,699,535
Restricted Funds	17	891,466	872,391
Total funds		<u><u>6,907,106</u></u>	<u><u>6,571,926</u></u>

Approved by the Trustees on 29th March 2021
and signed on their behalf by


.....
Simon Linley

King's Church London

Statement of Cash Flows For the year ended 31 August 2020

	£	2020 £	£	2019 £
Cashflows from operating activities				
Net income	335,180		174,547	
Adjustments for:				
Depreciation	194,434		186,977	
Interest expense	61,879		71,694	
Trade and other receivables	(7,661)		(245,045)	
Trade and other payables	(1,214)		286	
Cash flows generated from operations		582,618		188,459
Interest paid		(61,879)		(71,694)
Net cashflow from operating activities		520,739		116,765
Cashflows from investing activities				
Purchase of property plant and equipment		(22,372)		(38,431)
Cashflows from financing				
Capital repayments on bank loans	(107,111)		(252,127)	
Capital repayments of other loans	(90,000)		(140,000)	
Proceeds from new bank loans	270,783		-	
Proceeds from new other loans	-		90,000	
		73,672		(302,127)
Increase / (decrease) in cash		572,039		(223,793)

Note to the cashflow (2020)

	At 1 September 2019 £	Cash flows £	At 31 August 2020 £
Cash at bank	682,249	572,039	1,254,288
Deduct loans:			
Loans falling due within one year	(361,148)	241,328	(119,820)
Loans falling due after more than one year	(1,641,990)	(314,999)	(1,956,989)
Net cash	<u>(1,320,889)</u>	<u>498,368</u>	<u>(822,521)</u>

Note to the cashflow (2019)

	At 1 September 2018 £	Cash flows £	At 31 August 2019 £
Cash at bank	906,042	(223,793)	682,249
Deduct loans:			
Loans falling due within one year	(392,126)	30,978	(361,148)
Loans falling due after more than one year	(1,913,139)	271,149	(1,641,990)
Net cash	<u>(1,399,223)</u>	<u>78,334</u>	<u>(1,320,889)</u>

Notes to the financial statements

For the year ended 31 August 2020

1 Accounting policies

The financial statements have been prepared in accordance with the Companies Act 2006, Charities Act 2011 and the Financial Reporting Standard 102 ("FRS102") and the related Statement of Recommended Practice applicable to Charities (2019). King's Church London is a public benefit entity as defined by FRS102.

1.1 Accounting conventions

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern and the existence of the current coronavirus epidemic does not alter the applicability of this basis for the following reasons.

1. The church carries substantial liquid reserves in accordance with its reserves policy;
2. Although a modest impact on income has been experienced since lockdown, this is insufficient to require remedial action to the church's finances, however, further reductions in income are possible; and
3. The church has the flexibility to defer substantial capital programs thus preserving liquid reserves.

Historical cost convention

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain fixed assets.

1.2 Funds

The General Fund and the Designated Property Fund represent the funds of the charity that are not subject to any restrictions regarding their use and are available to further the objectives of the charity.

The purposes of the Restricted Funds are shown in note 17 of the financial statements.

The Designated Property Fund represents the book value of the charity's interest in land and buildings, less outstanding loans which were incurred for the purchase and development of property (notes 10, 14, 15 and 16).

1.3 Income

Donations are recognised when received. Income tax recoverable on gift aid donations is recognised when the income is recognised.

Grants and legacies are accounted for when the charity is notified of its entitlements, the amount due is quantifiable and receipt is reasonably certain.

Other income is accounted for on a receivable basis.

1.4 Apportionment of resources

Staff costs have been apportioned across the activity areas and governance using a Staff Cost Ratio (note 8).

The Staff Cost Ratio is calculated by assessing the contribution each employee makes to each activity.

Notes to the financial statements

For the year ended 31 August 2020

1.5 Properties

Valuation of properties

Properties are either included at cost or valuation together with subsequent development expenditure subject to impairment review. Further details are provided in note 10.

Depreciation

Depreciation is calculated to write off the cost of depreciable assets in equal instalments over their estimated useful lives. Estimated useful lives are as follows:

Buildings	50	years
Fixtures, fittings and equipment	3 to 10	years
Computer equipment	2	years

A full year's depreciation is charged in the year of acquisition and none in the year of disposal.

Capitalisation

The capitalisation threshold is £10,000 for individual assets, although assets of lesser value may be capitalised if they form part of a group.

1.6 Concessionary loans received

Interest free loans received are stated at the amount received unless measurement of the carrying amount of the liability as a financial instrument would be materially different.

1.7 Pensions

Pension costs relate to payments to the personal money purchase schemes of employees including to the auto-enrolment scheme and are charged in the financial statements when they become payable.

1.8 Leases

Finance Leases

Assets held under hire purchase and finance leases and the related lease obligations are included at the fair value of the leased assets at the inception of the lease.

Operating leases

Rentals payable under operating leases are charged on a straight-line basis over the term of the lease.

Notes to the financial statements

For the year ended 31 August 2020

Income

2 Donations

	Unrestricted funds	Restricted funds	Total 2020	Unrestricted funds	Restricted funds	Total 2019
	£	£	£	£	£	£
Regular giving	1,378,585	64,657	1,443,242	1,307,782	44,757	1,352,539
Income tax recoverable	264,068	9,605	273,673	257,729	5,528	263,257
Regular giving - Vision 2030	-	336,927	336,927	-	376,279	376,279
Income tax recoverable - Vision 2030	-	49,489	49,489	-	62,381	62,381
Legacies	48,421	-	48,421	326	-	326
	<u>1,691,074</u>	<u>460,678</u>	<u>2,151,752</u>	<u>1,565,837</u>	<u>488,945</u>	<u>2,054,782</u>

Donations of £155,738 were received from key management personnel (see note 8) in the year (2019: £183,725).

3 Community & Outreach income

	Unrestricted funds	Restricted funds	Total 2020	Unrestricted funds	Restricted funds	Total 2019
	£	£	£	£	£	£
Preaching gifts	9,749	-	9,749	15,113	-	15,113
Church activities	69,881	-	69,881	62,147	-	62,147
Grants:						
Furlough receipts	79,891	-	79,891	-	-	-
Other income	14,777	-	14,777	41,202	-	41,202
	<u>174,298</u>	<u>-</u>	<u>174,298</u>	<u>118,462</u>	<u>-</u>	<u>118,462</u>

Expenditure on charitable activities

4 Worship

	Unrestricted funds	Restricted funds	Total 2020	Unrestricted funds	Restricted funds	Total 2019
	£	£	£	£	£	£
Direct staff costs (note 8)	348,674	-	348,674	312,427	-	312,427
Church activities	39,095	-	39,095	69,183	-	69,183
Premises apportionment	164,556	-	164,556	189,751	-	189,751
Administration apportionment	243,872	-	243,872	249,957	-	249,957
	<u>796,197</u>	<u>-</u>	<u>796,197</u>	<u>821,318</u>	<u>-</u>	<u>821,318</u>

Notes to the financial statements

For the year ended 31 August 2020

5 Community

	Unrestricted funds	Restricted funds	Total 2020	Unrestricted funds	Restricted funds	Total 2019
	£	£	£	£	£	£
Direct staff costs (note 8)	290,057	-	290,057	237,851	-	237,851
Church activities	32,923	-	32,923	53,617	-	53,617
Premises apportionment	138,574	-	138,574	147,057	-	147,057
Administration apportionment	205,366	-	205,366	193,717	-	193,717
	<u>666,920</u>	<u>-</u>	<u>666,920</u>	<u>632,242</u>	<u>-</u>	<u>632,242</u>

6 Outreach

	Unrestricted funds	Restricted funds	Total 2020	Unrestricted funds	Restricted funds	Total 2019
	£	£	£	£	£	£
Direct staff costs (note 8)	270,046	125,560	395,606	225,450	105,008	330,458
Church activities	30,864	65,153	96,017	50,157	38,938	89,095
Grants payable:						
Zimbabwe (see also note 17)	33,742	4,711	38,453	50,017	16,458	66,475
South Africa, Romania & China	9,500	-	9,500	10,500	-	10,500
Newfrontiers	7,500	-	7,500	7,500	-	7,500
Other giving	28,354	-	28,354	34,628	250	34,878
Premises apportionment	129,912	274,794	404,706	137,569	292,514	430,083
Administration apportionment	192,530	31,778	224,308	181,218	9,910	191,128
	<u>702,448</u>	<u>501,996</u>	<u>1,204,444</u>	<u>697,039</u>	<u>463,078</u>	<u>1,160,117</u>

7 Governance

	2020 £	2019 £
Governance costs include:		
Auditor's remuneration	<u>14,651</u>	<u>8,605</u>

Governance costs are allocated to charitable activities within Administration costs.

Notes to the financial statements

For the year ended 31 August 2020

8 Staff costs

2020
£

2019
£

Staff costs is comprised of

Wages and salaries	1,183,119	1,066,106
Social security costs	109,858	93,870
Pension costs	155,569	141,769
Staff expenses	22,408	20,250
Training costs	6,444	18,464
	<u>1,477,398</u>	<u>1,340,459</u>

Allocation by activity

Unrestricted staff costs ratios		All staff costs	
	%	2020 £	2019 £
Worship	38	348,674	312,427
Community	32	290,057	237,851
Outreach	30	395,606	330,458
	<u>100</u>	<u>1,034,337</u>	<u>880,736</u>
Administration		400,531	418,478
Governance (allocated within the Administration apportionment)		24,466	23,664
Premises		18,064	17,581
		<u>1,477,398</u>	<u>1,340,459</u>

The staff costs ratios are calculated by assessing the contribution each employee makes to each activity.

The Unrestricted staff costs ratios have been used as the basis for apportioning unrestricted premises, administration and church activity costs (notes 4, 5 & 6). Restricted staff costs are allocated specifically.

The average monthly number of employees during the year was 43 (2019: 40).

The average monthly number of full time equivalent employees during the year was 33 (2019: 31).

There were two employees whose salary entitlement in the year was in the range £60,000 to £70,000 (2019: nil), no employees in the range £80,000 to £90,000 (2019: one) and one employee whose salary entitlement was in the range £90,000 to £100,000 (2019: nil).

Key management personnel

The church's key management personnel comprise the trustees, the Senior Pastor, the Associate Pastor and the Executive Pastor. The total employee benefits (including pension) of the key management personnel for the year were £243,810 (2019: £230,842).

Notes to the financial statements

For the year ended 31 August 2020

9 Trustees and related parties

Trustee remuneration

Remuneration was paid to one Director/Trustee of the charity in his employed role as Senior Pastor under clause 5.1.5 of the Memorandum of Association, for part of the year. His remuneration whilst a Trustee was as follows:

	2020	2019
	£	£
Stephen Tibbert		
Salary	35,519	74,375
Pension contributions	10,784	24,000
Income Protection Policy	95	211

Trustees' expenses

Expenses have been incurred in respect of one employed Trustee totalling £14,127 (2019: £28,145) for travelling (both UK and overseas) and other out of pocket expenditure. These are expenses incurred whilst fulfilling his employment and are not related to his role as a Trustee.

Related parties - Trustees

The following close family members of Trustees were employed by the church in the year:

William Dalziel's spouse, Hilary Dalziel was employed as a pastor; Stephen Tibbert's spouse, Deborah Tibbert was employed as a pastoral assistant; Stephen Tibbert's son Joshua was employed as a worship assistant and Stephen Tibbert's son Samuel was employed on an internship. All the above appointments were cleared with the Charity Commission.

The staff listed above received emoluments whilst their family member was a Trustee in the year of £19,422 (2019: £18,248).

Related parties - Newfrontiers

King's Church London is part of the family of church apostles known as Newfrontiers.

Stephen Tibbert, a Trustee of this charity for part of the year is also a Director of New Frontiers International Trust Ltd ("Newfrontiers"). This is a UK-based charity with which this charity had dealings in that part of the year that Stephen Tibbert was a Trustee of this charity, as follows:

	2020	2019
	£	£
Sums paid from (to) Newfrontiers:		
Contributions to the work of Newfrontiers	(7,500)	(7,500)
Reimbursement of costs	5,665	22,089
Conference costs, etc	(1,850)	(6,023)
Movement in period	<u>(3,685)</u>	<u>8,566</u>

Notes to the financial statements

For the year ended 31 August 2020

10 Fixed assets

	Land and buildings £	Fixtures, fittings and equipment £	Total £
Cost or valuation			
At 1 September 2019	9,244,139	350,710	9,594,849
Additions at cost	-	22,372	22,372
At 31 August 2020	9,244,139	373,082	9,617,221
Depreciation			
At 1 September 2019	1,614,953	340,240	1,955,193
Charge for the year	184,883	9,551	194,434
At 31 August 2020	1,799,836	349,791	2,149,627
Net book values			
At 31 August 2019	7,629,186	10,470	7,639,656
At 31 August 2020	7,444,303	23,291	7,467,594

Land and buildings

Land and buildings at 31 August 2020 is comprised of:

	Cost or valuation £	Depreciation £	Net book value £
Property at Catford Hill	1,991,881	569,696	1,422,185
Property at Meadowcourt Road	6,652,258	1,105,140	5,547,118
Property at Downham Way	600,000	125,000	475,000
	9,244,139	1,799,836	7,444,303

Valuation of land and buildings

The most recent site valuations of the above properties are:

	£	
Property at Catford Hill	3,900,000	Valued by Savills in 2016
Property at Meadowcourt Road	7,850,000	Valued by Jones Lang LaSalle in 2019
Property at Downham Way	785,000	Valued by Savills in 2016
	<u>12,535,000</u>	

The property at Meadowcourt Road has the Triodos bank loans secured on it (see notes 12, 13 and 14).

The first floor and part of the ground floor of the property at Meadowcourt Road have been let externally pending it being needed for the church's own purposes.

The title deeds to the Catford Hill and Downham Way properties are held by The London Baptist Property Board Limited under trust deeds by which King's Church London is entitled to occupy, enjoy and have the benefit of the trust premises. The London Baptist Property Board has a minority interest in the value of the Catford Hill property as disclosed in note 19.

King's Church London

Notes to the financial statements For the year ended 31 August 2020

11 Debtors

	2020 £	2019 £
Debtors (including property lets)	49,653	32,783
Housing support scheme	258,787	258,787
Prepaid expenditure	48,330	57,831
Income tax recoverable on Gift Aid	22,445	22,153
	<u>379,215</u>	<u>371,554</u>

12 Creditors: Amounts falling due within one year

	2020 £	2019 £
Loans:		
Triodos bank loans (note 14)	109,820	261,148
Other loans (note 14)	10,000	100,000
Accruals:		
HM Revenue & Customs PAYE & NIC	30,077	25,544
Other accruals & deferred income	37,249	34,196
Other creditors	49,856	58,655
	<u>237,002</u>	<u>479,543</u>

13 Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Triodos bank loans (note 14)	1,956,989	1,641,990
	<u>1,956,989</u>	<u>1,641,990</u>

14 Loans

	2020 £	2019 £
Analysis of loan maturity:		
In one year or less	119,820	361,148
In more than one year but less than five years	474,316	1,141,444
In more than five years	1,482,673	500,546
	<u>2,076,809</u>	<u>2,003,138</u>

Loans include interest free loans of £10,000 (2019: £100,000).

The Triodos bank loans were refinanced in the year and an additional sum of £261,590 was borrowed in connection with the housing support scheme. The current loans are payable 15 years from drawdown and are at a rate of 2.3% over base, with a minimum of 3.05%. The loans are secured on property as referred to in note 10.

Notes to the financial statements

For the year ended 31 August 2020

15 Unrestricted funds	2020			2019		
	General fund	Designated property fund	Total unrestricted funds	General fund	Designated property fund	Total unrestricted funds
	£	£	£	£	£	£
Net income / (expenditure)	218,562	(184,883)	33,679	21,667	(184,883)	(163,216)
Transfers between funds	98,490	183,936	282,426	(21,608)	340,558	318,950
Net movement in funds	317,052	(947)	316,105	59	155,675	155,734
Reconciliation of funds:						
Total funds at 1 September 2019	461,423	5,238,112	5,699,535	461,364	5,082,437	5,543,801
Total funds at 31 August 2020	<u>778,475</u>	<u>5,237,165</u>	<u>6,015,640</u>	<u>461,423</u>	<u>5,238,112</u>	<u>5,699,535</u>

Expenditure in the Designated Property fund represents depreciation on properties.

The transfer of £183,936 into the Designated Property Fund represents the reduction in property-related liabilities during the period.

16 Analysis of net assets by fund	General fund	Designated property fund	Restricted funds	2020 Total funds
	£	£	£	£
Tangible fixed assets	23,291	7,056,367	387,936	7,467,594
Current assets:				
Debtors	367,565	-	11,650	379,215
Cash at bank and in hand	760,622	-	493,666	1,254,288
Creditors: Amounts falling due within one year	(125,162)	(110,054)	(1,786)	(237,002)
Creditors: Amounts falling due after more than one year	(247,841)	(1,709,148)	-	(1,956,989)
Total net assets	<u>778,475</u>	<u>5,237,165</u>	<u>891,466</u>	<u>6,907,106</u>

17 Restricted funds	Balance at 1 September 2019	Movement in resources		Transfer (to) unrestricted funds	Balance at 31 August 2020
	£	Income	Expenditure	£	£
		£	£		
Social Action Jericho Road Project	72,977	375,539	(362,556)	(17,283)	68,677
Vision 2030	-	386,416	(116,273)	(270,143)	-
Hope Fund	-	36,847	(18,456)	5,000	23,391
Other	1,654	4,695	(4,711)	-	1,638
South Lee Church Fund	797,760	-	-	-	797,760
Total restricted funds	<u>872,391</u>	<u>803,497</u>	<u>(501,996)</u>	<u>(282,426)</u>	<u>891,466</u>

Notes to the financial statements

For the year ended 31 August 2020

17 Restricted funds (continued)

Social Action Jericho Road Project

This fund supports King's Church London's ministries to the poor in London.

The net transfer out of this fund is comprised of:

£25,000 donation in from King's Church London's general fund

£42,283 administration costs incurred by King's Church London's general fund

Vision 2030

This fund provides for the refurbishment, acquisition and investment in new and existing sites and related costs.

The purchase and development of the property at Meadowcourt Road was funded in large part by borrowing and as a result there will be an ongoing expense until 2035. The loan is held in the designated property fund.

Hope Fund

A fund has been opened to assist church members and the wider community generally to support those severely impacted by covid.

Summary of Vision 2030 Fund to date	Total	2020	2010 to 2019
	£	£	£
Income	6,528,448	386,416	6,142,032
Purchase and refurbishment of property	(7,365,578)	(43,164)	(7,322,414)
Other expenditure, including loan interest	(1,165,680)	(73,109)	(1,092,571)
Amount to be raised in future years	<u>(2,002,810)</u>	<u>270,143</u>	<u>(2,272,953)</u>

Other

Various donations for other purposes, including offerings towards projects in Zimbabwe.

South Lee Church

This fund identifies the proceeds of the South Lee Church building which was sold in 2004, which is invested in property and otherwise in the charity's charitable purposes.

18 Lease commitments

At 31 August 2020, the charity was committed to making the following payments within one year under operating leases expiring:

	Land and buildings	Fixtures, fittings and equipment	2020 Total	2019 Total
	£	£	£	£
Within one year	-	5,659	5,659	5,659
Between one and five years	-	8,208	8,208	13,643
	<u>-</u>	<u>13,867</u>	<u>13,867</u>	<u>19,302</u>

King's Church London

Notes to the financial statements For the year ended 31 August 2020

19 Minority interest

2020

2019

£

£

The London Baptist Property Board Declaration of trust dated 2004

- Minority Interest in property at Catford Hill (note 10)

387,936

387,936

387,936

387,936

This forms that part of the South Lee Church restricted fund (see note 17) that is invested in property.