

Report of the Trustees and

Financial Statements

for the Year Ended 31 March 2022

for

South Normanton Community Church

South Normanton Community Church

Contents of the Financial Statements
for the Year Ended 31 March 2022

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

Report of the Trustees
for the Year Ended 31 March 2022

The Trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

The objectives of the Charity are:

- (a) To advance the Christian faith in the UK and overseas - by the church providing activities in the local community and overseas. Locally the church offers regular weekly worship, teaching, fellowship and guidance within the community. Overseas the church is involved in humanitarian projects as well as directly supporting two roles.
- (b) To develop evangelism and outreach, providing opportunity for all to respond to the Gospel of Jesus Christ and to commit their lives to him.
- (c) To serve, through social action and evangelism - the under privileged, deprived and/or those who feel rejected.
- (d) To provide a relevant and Biblical approach to worship using music, drama and other means of a high quality, essential for effective communication in today's culture and to enable Christians to encourage each other in their faith and disciple other people.
- (e) To strengthen the faith of Christians through sound biblical teaching, fellowship and prayer so they are able to stand for Christ in today's world.
- (f) To promote and encourage work with children and young people, recognising that they need to be nurtured and respected and to integrate them into the church.

Report of the Trustees
for the Year Ended 31 March 2022

ACHIEVEMENT AND PERFORMANCE

We are continuing to meet as church members. Our aim continues to be to work in the best interests of the wider community.

South Normanton Community Church (www.southnormantoncommunitychurch.com)

We continued to develop moral learning and foundational teaching increasing faith and hope in individual lives and the wider community. Our pastoral care extends into the local community, not just within the confines of the church, and this has continued to grow at a steady pace.

Partnership Working

In line with our aims and objectives we have developed links with:

- I. South Normanton Church Together, which is the churches working together to benefit the community, initially with the establishment of a foodbank (part of the Trussell Trust Network)
- II. South Normanton and Pinxton Development Project (SNaP) which provides youth and community.
- III. Other Churches in the village and Elim Churches for training and oversight.

Thrive

Ongoing improvements are being made to the building.

Thrive is the base for SNaP Development Project which provides a range of activities for youth. The delivery of services has been sustained and improved by working more closely with our partners.

We also hold SNCC small group meetings and a "Friendly Bench" outreach. We negotiate with other partners to explore how by working together we can provide much needed services to local people.

Thrive also provides office space for our Pastor, Administrator and rented office space occupied by Release, an independent charity.

Faso Fund

The FASO Fund continues to support work in Burkina Faso, South Africa and has expanded to include work in India and Romania.

Donations and gifts have continued to be received this year.

The Charity Shop

The charity shop has now operated for 12 years and income generated is used to support the work of the Faso Fund.

The shop has also acted as a catalyst for the local community, empowering many local people as volunteers. They are overseen by the shop manager and the assistant manager.

Report of the Trustees
for the Year Ended 31 March 2022

FINANCIAL REVIEW

The Statement of Financial Activities is set out on Page 6 of the financial statements.

The Trustees are pleased with the results and year end financial position.

Investment Powers

These are governed by the Memorandum and Articles of Association which permit the funds to be invested in any investments, security or property that the Trustees see fit.

Reserves Policy

It is our expressed desire to operate with three months reserves in place. However we are constrained to a certain degree by the method in which our funders operate. Our policy is to only commit ourselves to expenditure after the funding has been approved.

Changes in fixed assets

The movements in fixed asset are set out in the notes to the accounts.

FUTURE PLANS

The trustees regularly review ongoing performance against objectives. Our current plans are detailed below:-

- Continue our strategy of working into the community by expanding the work from Thrive and developing our relationship with South Normanton and Pinxton Development Project and South Normanton Church Together.
- After recognising the need to train and develop our personnel, a formal training programme has been implemented and is reviewed regularly, and is seen as an on-going requirement to maintain the quality of our service delivery.
- We are committed to working in partnership alongside other organisations to benefit the local community.
- Challenging social injustice by addressing financial, social, educational and environmental needs, and continuing to develop improved methods to measure the outcomes of our projects.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The organisation is a charitable company limited by guarantee with no share capital, incorporated on 11 May 2000 and registered as a Charity on 19 March 2001. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Recruitment and Appointment of Trustees

The Board of Trustees, consisting of the six appointed members, administer the Charity.

Trustee Induction and Training

New Trustees undergo an orientation day to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the Charity. During the induction day they meet key employees and other trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Related parties

Full disclosure of all related parties and the transactions therewith are contained in the notes to the financial statements.

Report of the Trustees
for the Year Ended 31 March 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Public Benefit

The Trustees have had regard to the guidance, which from early 2008 meant we should report on the Charity's public benefit.

Two underlying principles are:

- i. There must be an identifiable benefit or benefits - that arise from our aims, and
- ii. Benefit must be to the public, or a section of the public, who our aims intend to benefit

As well as benefiting people with spiritual well-being, we serve the community in general. The public benefit of each of our activities is detailed in the section 'Achievements and Performance'.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03990456 (England and Wales)

Registered Charity number

1085935

Registered office

39 High Street
South Normanton
Alfreton
Derbyshire
DE55 2AG

Trustees

Mr R King
Mrs C A King
Ms E Whatton (resigned 3.1.2022)
Mr D Cook
Mr M A Comins (appointed 1.9.2021)
Mrs Z C Presland (appointed 1.9.2021)
Mrs A L Turner (appointed 1.9.2021)

Independent Examiner

Wayne Thomas ACA
Bates Weston LLP
Chartered Accountants
The Mills
Canal Street
Derby
DE1 2RJ

Bankers

Unity Trust Bank Plc
PO Box 7193
Planetary Road
Wilenhall
WV1 9DG

Approved by order of the board of trustees on 30 October 2022 and signed on its behalf by:

Mr R King - Trustee

**Independent Examiner's Report to the Trustees of
South Normanton Community Church**

Independent examiner's report to the trustees of South Normanton Community Church ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 March 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

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

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Wayne Thomas ACA
Bates Weston LLP
Chartered Accountants
The Mills
Canal Street
Derby
DE1 2RJ

24 November 2022

South Normanton Community Church

Statement of Financial Activities
for the Year Ended 31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and grants	2	79,697	43,020	122,717	146,478
Other trading activities	3	-	50,097	50,097	26,625
Other income		-	-	-	650
		<hr/>	<hr/>	<hr/>	<hr/>
Total		79,697	93,117	172,814	173,753
		<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURE ON					
Charitable activities	4				
Charitable Activities		85,500	100,259	185,759	146,599
		<hr/>	<hr/>	<hr/>	<hr/>
NET INCOME/(EXPENDITURE)		(5,803)	(7,142)	(12,945)	27,154
RECONCILIATION OF FUNDS					
Total funds brought forward		159,568	54,736	214,304	187,150
		<hr/>	<hr/>	<hr/>	<hr/>
TOTAL FUNDS CARRIED FORWARD		153,765	47,594	201,359	214,304
		<hr/>	<hr/>	<hr/>	<hr/>

The notes form part of these financial statements

South Normanton Community Church (Registered number: 03990456)

Balance Sheet
31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	8	76,500	-	76,500	78,415
CURRENT ASSETS					
Debtors	9	5,636	1,579	7,215	6,619
Cash at bank and in hand		73,833	48,632	122,465	132,555
		<u>79,469</u>	<u>50,211</u>	<u>129,680</u>	<u>139,174</u>
CREDITORS					
Amounts falling due within one year	10	(2,203)	(2,618)	(4,821)	(3,285)
NET CURRENT ASSETS		<u>77,266</u>	<u>47,593</u>	<u>124,859</u>	<u>135,889</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>153,766</u>	<u>47,593</u>	<u>201,359</u>	<u>214,304</u>
NET ASSETS		<u>153,766</u>	<u>47,593</u>	<u>201,359</u>	<u>214,304</u>
FUNDS	11				
Unrestricted funds				153,766	159,568
Restricted funds				<u>47,593</u>	<u>54,736</u>
TOTAL FUNDS				<u>201,359</u>	<u>214,304</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 March 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the Board of Trustees and authorised for issue on 30 October 2022 and were signed on its behalf by:

Mr R King - Trustee

The notes form part of these financial statements

South Normanton Community Church

Notes to the Financial Statements **for the Year Ended 31 March 2022**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

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

Shop income represents the amounts receivable for goods sold to customers. It is recognised at the point of sale.

Donations, grants and gifts are accounted for when received. Any resultant deed of covenant or gift aid tax claim is included as part of the income for the year.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102).

Expenditure

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

Expenditure includes any VAT which cannot be fully recovered and is included within the costs of activities.

Direct charitable expenditure is allocated to the relevant category or mission outreach as shown in the income and expenditure account. Administrative expenditure is classified according to the nature of the cost.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include management, finance, and governance costs. They are incurred directly in support of expenditure on the objects of the charity.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost over the expected useful economic lives.

Freehold property	- 2% on cost
Music PA Equipment	- 25% on cost
Equipment	- 25% on cost
Trailers and motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

South Normanton Community Church

Notes to the Financial Statements - continued for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

Fund accounting

Funds held by the Charity are either:

Unrestricted general funds - these are funds which can be used for any purpose which is in accordance with the Charity's objectives and at the discretion of the Trustees.

Restricted funds - these are funds that can only be used for a particular restricted purpose within the objectives of the Charity. Restrictions arise when specified by either the donor or by way of indication when certain funds are raised. Expenditure is accounted for on a paid basis with any liabilities being met by the general fund until sufficient funds are received to settle these.

Pension costs and other post-retirement benefits

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

Company details

The Charity is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

2. DONATIONS AND GRANTS

	2022	2021
	£	£
Donations	101,093	110,127
Grants	4,147	17,880
Gift aid recoverable	17,477	18,471
	<hr/>	<hr/>
	122,717	146,478
	<hr/>	<hr/>

Grants received, included in the above, are as follows:

	2022	2021
	£	£
HMRC CJRS Grant	1,480	17,880
Restart grant	2,667	-
	<hr/>	<hr/>
	4,147	17,880
	<hr/>	<hr/>

South Normanton Community Church

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

3. OTHER TRADING ACTIVITIES

	2022 £	2021 £
Shop income	50,097	26,625
	<u>50,097</u>	<u>26,625</u>

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs £	Totals £
Charitable Activities	144,784	40,975	185,759
	<u>144,784</u>	<u>40,975</u>	<u>185,759</u>

5. NET INCOME/(EXPENDITURE)

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

	2022 £	2021 £
Depreciation - owned assets	1,915	1,916
	<u>1,915</u>	<u>1,916</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

During the year salary of £6,390 was paid to a trustee for non trustee services provided (2021: £6,215).

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 March 2022 nor for the year ended 31 March 2021.

7. STAFF COSTS

The average number of staff during the year was 6, (2021 - 5).

This includes 3 staff members who were employed by other agencies and we act as a 'salary bureau'.

	2022 £	2021 £
Salaries and wages	46,807	32,595
	<u>46,807</u>	<u>32,595</u>

During the year no employee received emoluments exceeding £60,000.

South Normanton Community Church

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

8. TANGIBLE FIXED ASSETS

	Freehold property £	Music PA Equipment £	Equipment £	Computer equipment £	Totals £
COST					
At 1 April 2021 and 31 March 2022	85,000	4,986	9,785	694	100,465
DEPRECIATION					
At 1 April 2021	6,800	4,771	9,785	694	22,050
Charge for year	1,700	215	-	-	1,915
At 31 March 2022	8,500	4,986	9,785	694	23,965
NET BOOK VALUE					
At 31 March 2022	76,500	-	-	-	76,500
At 31 March 2021	78,200	215	-	-	78,415

9. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other debtors	1,890	1,890
Gift aid recoverable	4,591	4,066
Prepayments	734	663
	<u>7,215</u>	<u>6,619</u>

10. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Trade creditors	2,554	602
Social security and other taxes	203	613
Accruals	2,064	2,070
	<u>4,821</u>	<u>3,285</u>

11. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	159,568	(5,802)	153,766
Restricted funds			
FASO Fund	9,319	(986)	8,333
Special Projects Fund	31,302	(222)	31,080
Cybercafe Fund	4,068	727	4,795
Charity Shop Fund	10,047	(6,662)	3,385
	<u>54,736</u>	<u>(7,143)</u>	<u>47,593</u>
TOTAL FUNDS	<u>214,304</u>	<u>(12,945)</u>	<u>201,359</u>

South Normanton Community Church

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

11. MOVEMENT IN FUNDS - continued

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	79,697	(85,499)	(5,802)
Restricted funds			
FASO Fund	34,024	(35,010)	(986)
Special Projects Fund	-	(222)	(222)
Cybercafe Fund	3,688	(2,961)	727
Charity Shop Fund	55,405	(62,067)	(6,662)
	<u>93,117</u>	<u>(100,260)</u>	<u>(7,143)</u>
TOTAL FUNDS	<u><u>172,814</u></u>	<u><u>(185,759)</u></u>	<u><u>(12,945)</u></u>

Comparatives for movement in funds

	At 1.4.20 £	Prior year adjustment £	Net movement in funds £	At 31.3.21 £
Unrestricted funds				
General fund	59,240	79,900	20,428	159,568
Restricted funds				
FASO Fund	9,407	-	(88)	9,319
Special Projects Fund	32,528	-	(1,226)	31,302
Cybercafe Fund	3,478	-	590	4,068
Charity Shop Fund	2,597	-	7,450	10,047
	<u>48,010</u>	<u>-</u>	<u>6,726</u>	<u>54,736</u>
TOTAL FUNDS	<u><u>107,250</u></u>	<u><u>79,900</u></u>	<u><u>27,154</u></u>	<u><u>214,304</u></u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	72,126	(51,698)	20,428
Restricted funds			
FASO Fund	47,231	(47,319)	(88)
Special Projects Fund	-	(1,226)	(1,226)
Cybercafe Fund	4,349	(3,759)	590
Charity Shop Fund	50,047	(42,597)	7,450
	<u>101,627</u>	<u>(94,901)</u>	<u>6,726</u>
TOTAL FUNDS	<u><u>173,753</u></u>	<u><u>(146,599)</u></u>	<u><u>27,154</u></u>

South Normanton Community Church

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

11. MOVEMENT IN FUNDS - continued

The FASO Fund has been set up to provide health, care, education and general holistic provisions, as well as to further the Christian faith in Burkino Faso and other parts of Africa.

The Special Projects fund was established to fund youth work in the local area, outside of the remit of the Cyber Café. This involves preparing young people for life in the workplace and funding the provision of activities in school and in after school clubs.

The Cyber Café has been set up to serve the needs of the local community by the provision of a drop-in centre and training facility for young people.

The Charity Shop was established to raise money to support / deepen the work of the FASO Fund.

12. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2022.