

**ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2020**

**CORNERSTONE
PENTECOSTAL
CHURCH**

CHARITY REGISTRATION No: 1097402

Independent Examiners Ltd
2 Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF

CORNERSTONE PENTECOSTAL CHURCH

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CORNERSTONE PENTECOSTAL CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

CHARITY NUMBER	1097402
START OF FINANCIAL YEAR	1st January 2020
END OF FINANCIAL YEAR	31st December 2020
TRUSTEES AT 31ST DECEMBER 2018	Samuel Abdullahi David Osei-Kwaku Keith King (appointed 1st February, 2020) J. Ansah (resigned 1st February, 2020)

The existing trustees appoint any new trustees following the provisions laid out in the organisation's governing instrument.

LEGAL STATUS Unincorporated Charity

GOVERNING INSTRUMENT Declaration of Trust Dated 21st February 2003.

OBJECTS

(a) The advancement of the Christian religion in accordance with the statement of beliefs, set out in the first schedule and in particular in London and at the discretion of the church council elsewhere in the United Kingdom or the World. (b) The relief of poverty and sickness regardless of nationality, religious, political or other opinion in London and at the discretion of the church council elsewhere in the United Kingdom or the World.

CORRESPONDENCE ADDRESS c/o Wealdstone Baptist Church
High Street
Wealdstone
Harrow
Middlesex
HA3 7AH

PRIMARY BANKERS Barclays Bank Plc
Wembley & Park Royal Branch
Acorn House
36 - 38 Park Royal Road
London
NW10 7JA

INDEPENDENT EXAMINER Independent Examiners Ltd
2 Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

Report to the trustees/ members of Cornerstone Pentecostal Church on the accounts for the year ended 31st December 2020 set out on pages 7 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention

1. which gives me reasonable cause to believe that in, any material respect, the requirements:
 - to keep accounting records in accordance with section 130 of the Charities Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities Act

have not been met; or

2. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Keith Richards
Independent Examiners Ltd
2 Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF



Date: 28th December, 2021

CORNERSTONE PENTECOSTAL CHURCH
TRUSTEES REPORT
FOR THE YEAR ENDED 31ST DECEMBER 2020

Mission - Cornerstone Church Harrow are a Bible Believing, Christ Centred, Evangelical church that meet each Sunday in Harrow Wealdstone where there has been an established congregation since Sep 1998.

The mission of the church is to be a place, a home where everyone is welcomed, and a Christian community where people are equipped to live effective lives as Christians in every area of life. To have an active Christian presence and impact in the local community, nationally and globally. The essence of this is captured by Cornerstones mission statement '**Sharing Our Faith, Growing Healthy Christians**' and motto "**Loving God Loving People**".

During the year Pastors Toks Odofin, Darlington Mutsekwa and John Osei Kweku continued to serve as the pastoral team. Julian Ansah stepped down as trustee and deacon and Keith King was elected as a trustee to replace him.

The church began the year with a steady consistent attendance to weekly services, with the congregation being made up of local residents, along with people that live on the outskirts of London and a number from around West London. The average attendance per service was 70 people, which consisted of men, women and children.

2020 was a year that came with many challenges. The year began as normal with the Pastors sharing their visions for the year: encouraging the congregation to be more active and support the work that God is doing within the Church and the local community. This saw an introduction to monthly Saturday brunches and a lunch after service on the first Sunday of the month at least for the first three months of the year. There was also a church organised guided tour of Israel in late February.

What took place in mid-March 2020 still feels quite surreal but everyone, everywhere felt the impact. The COVID-19 virus and subsequent lockdown meant the Church had to close its doors in line with government guidelines and subsequent law. Initially this was to last a few weeks, but due to the rise of infections the lockdown lasted much longer than anticipated.

During these times the Church had to find alternative ways of contact and worship. We pre-recorded sermons which were sent out on Sunday mornings and also loaded to the website. To help keep connected and boost morale we also hosted regular virtual meetings between the pastors and church members as well as weekly prayer meetings. The Church did not re-open again for face-to-face services until November 2020, however after two weeks we had to close as the country entered into another lockdown due to the rise in transmission once again.

Cornerstone Church continues to have an online presence with a website providing information on the church, service times, sermon recordings, events calendar etc. these are available online to a global audience. The church also has a social media presence on Facebook, Twitter, Instagram and YouTube. In 2020, the website and social media platforms were critical in the way the church reached out to its congregations and others alike.

The Church continued its partnership with Christian charity Compassion UK where members of the church collectively support children through sponsorship for education and medical purposes. The church also sponsors children through the charity World Vision, whose mission is to work with the poor and oppressed, to promote human transformation, seek justice and bear witness to the good news of God.

CORNERSTONE PENTECOSTAL CHURCH
TRUSTEES REPORT (Continued)
FOR THE YEAR ENDED 31ST DECEMBER 2020

Finances: Cornerstone's income solely comes from the donations of its congregation. Despite the challenges faced by individuals and not being able to meet in person many of the church members continued to give.

During lockdown, the church did not have to pay rent to Wealdstone Baptist Church, this helped the church financially and enabled us to briefly support one of our pastors who was not able to work during lockdown. At the 31st December 2020, the Church had net funds of £88,243. Please see 'Statement of Financial Activities for the Year Ended 31st December 2020' for further details.

What's Next?

Cornerstone Church Harrow has a vision to continue being a place of worship, that proclaims the gospel through sound biblical teaching and its spiritual and practical application. The church would like to see growth in the numbers of people that are part of the church, to see spiritual, personal and active growth in the members of Cornerstone, and coming together with other local churches and organizations to have a greater impact in meeting needs both locally and nationally.

2020 was indeed a challenging year for many and this has continued well into 2021. However, the church continues to be hopeful, as God is faithful and this gives us confidence for the future.

And let us not grow weary while doing good, for in due season we shall reap if we do not lose heart. Galatians 6:9

Trustees Responsibilities

The Charities Act 2011 require the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the trust and of the surplus of the trust for that period. In preparing those financial statements the trustees are required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Prepare financial statements on the going concern basis unless it is inappropriate to presume that the trust will continue in existence.

The trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the trust. They are also responsible for safeguarding the assets of the trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees on Tuesday 28th December 2021

Signed on their behalf by



Printed Name: David Osei-Kwaku

CORNERSTONE PENTECOSTAL CHURCH

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31ST DECEMBER 2020

	Notes	Unrestricted Funds £	Restricted Funds £	TOTAL 2020 £	TOTAL 2019 £
INCOMING RESOURCES					
Incoming Resources from Generated Funds					
Donations & Legacies	3a	38,501	-	38,501	84,690
Other Incoming Resources	3b	37	-	37	-
TOTAL INCOMING RESOURCES		38,538	-	38,538	84,690
RESOURCES EXPENDED					
Costs of Generating Funds					
Charitable Activities	4a	22,209	-	22,209	41,749
Governance Costs	4b	1,888	-	1,888	2,877
TOTAL RESOURCES EXPENDED		24,097	-	24,097	44,626
NET INCOMING/ (OUTGOING) RESOURCES		14,441	-	14,441	40,064
Total Funds Brought Forward		57,506	16,296	73,802	33,738
TOTAL FUNDS CARRIED FORWARD		71,947	16,296	88,243	73,802

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 9 to 13 form part of these financial statements.

CORNERSTONE PENTECOSTAL CHURCH

BALANCE SHEET AS AT 31ST DECEMBER 2020

		Unrestricted Funds £	Restricted Funds £	Total 31-Dec-20 £	Total 31-Dec-19 £
	Notes				
Fixed Assets					
Tangible Assets	2	-	-	-	-
Current Assets					
Debtors & Prepayments	7	6,000	-	6,000	-
Cash at Bank and in Hand	6	67,087	16,296	83,383	74,952
		<u>73,087</u>	<u>16,296</u>	<u>89,383</u>	<u>74,952</u>
Creditors: Amounts falling due within one year	8	1,140	-	1,140	1,150
NET CURRENT ASSETS		<u>71,947</u>	<u>16,296</u>	<u>88,243</u>	<u>73,802</u>
NET ASSETS		<u><u>71,947</u></u>	<u><u>16,296</u></u>	<u><u>88,243</u></u>	<u><u>73,802</u></u>
CAPITAL AND RESERVES					
Funds of the Charity:					
General Funds		71,947	-	71,947	57,506
Restricted Funds	5	-	16,296	16,296	16,296
		<u>71,947</u>	<u>16,296</u>	<u>88,243</u>	<u>73,802</u>

Approved by the Trustees on Tuesday 28th December 2021

Signed on their behalf by



Printed Name: David Osei-Kwaku

CORNERSTONE PENTECOSTAL CHURCH
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2020

1. ACCOUNTING POLICIES

Basis of Preparation & Assessment of Going Concern

Basis of Preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP - FRS102) and the Charities Act 2011.

The Charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost unless otherwise stated in the relevant accounting policy notes.

Assessment of Going Concern

Preparation of the accounts is on a going concern basis. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Incoming Resources

Recognition of Incoming Resources

These are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability

Incoming Resources with Related Expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resource and related expenditure are reported gross in the SOFA.

Grants and Donations

Grants and Donations are only included in the SOFA when the charity has unconditional entitlement to the resources.

Tax Reclaims on Donations and Gifts

Incoming resources from tax reclaims are included in the SOFA during the same period as the gift to which they relate

Contractual Income and Performance Related Grants

This is only included in the SOFA once the related goods or services has been delivered

Gifts in Kind

Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised. Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind for use by the charity are included in the SOFA as incoming resources when receivable.

Donated Services and Facilities

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

CORNERSTONE PENTECOSTAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST DECEMBER 2020

1. ACCOUNTING POLICIES (continued)

Volunteer Help

The value of any voluntary help received is not included in the accounts but is described in the trustees' annual report

Investment Income

This is included in the accounts when receivable.

Investment Gains and Losses

This included any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

Expenditure and Liabilities

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees meetings and cost of any legal advice to trustees on governance or constitutional matters.

Grants with Performance Conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SOFA once the recipient of the grant has provided the specified service or output.

Grants Payable without Performance Conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to a grant which remain in control of the charity.

Changes in Accounting Policies and Previous Accounts

There has been no change to the accounting policies (variation rules and methods of accounting) since last year, and no changes to the previous accounts.

Fixed Assets

These are capitalised if they can be used for more than one year, and cost at least £1,500. They are valued at cost or, if gifted, at the value to the charity on receipt.

Depreciation Expenses

Depreciation is calculated at a rate to write off the cost of tangible fixed assets on a reducing balance over their estimated useful lives. The rates applied per annum are as follows:

General Equipment	33%
Office Equipment	33%

2. TANGIBLE FIXED ASSETS

The Charity held no fixed assets during this or the previous financial year.

The annual commitments under non-cancelling operating leases and capital commitments are as follows:

31st December 2020: None

31st December 2019: None

CORNERSTONE PENTECOSTAL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (continued)

3. INCOMING RESOURCES

		Unrestricted Funds	Restricted Funds	TOTAL 2020	TOTAL 2019
	Note	£	£	£	£
a) Donations & Legacies					
Gifts, Tithes & Offerings	5	32,501	-	32,501	50,442
Tax Recoverable		6,000	-	6,000	34,248
		38,501	-	38,501	84,690
b) Other Incoming Resources					
Bank Interest		37	-	37	-
Sundry Income		-	-	-	-
		37	-	37	-

4. RESOURCES EXPENDED

	Unrestricted Funds	Restricted Funds	TOTAL 2020	TOTAL 2019
a) Charitable Activities				
Activities & Events	1,864	-	1,864	3,073
Books & Publications	-	-	-	-
Church/Charity Support	821	-	821	8,539
Conferences & Seminars	28	-	28	4,726
Equipment Costs	4,722	-	4,722	757
Gifts & Offerings	524	-	524	1,321
Licenses & Subscriptions	778	-	778	759
Outreach Expenses	-	-	-	-
Overseas Missions	-	-	-	-
Pastorate Costs	347	-	347	1,192
Postage & Stationery	-	-	-	-
Rent & Rates	2,316	-	2,316	13,094
Staff Costs	8,775	-	8,775	3,775
Sunday School	-	-	-	-
Sundry Expenses	76	-	76	360
Telephone Costs	1,924	-	1,924	2,115
Travel & Subsistence	(300)	-	(300)	1,879
Visiting Speakers Costs	-	-	-	-
Worship Expenses	334	-	334	159
	22,209	-	22,209	41,749
b) Governance Costs				
Bank Charges	-	-	-	-
Independent Examiners Fee	1,140	-	1,140	2,150
Insurance Costs	748	-	748	727
Legal & Professional Fees	-	-	-	-
	1,888	-	1,888	2,877

CORNERSTONE PENTECOSTAL CHURCH
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST DECEMBER 2020

5. RESTRICTED FUNDS

CURRENT FINANCIAL YEAR

	Balance 01-Jan-20 £	Income £	Expenditure £	Transfer £	Balance 31-Dec-20 £
Building Fund	16,296	-	-	-	16,296
	16,296	-	-	-	16,296

PREVIOUS FINANCIAL YEAR

	Balance 01-Jan-19 £	Income £	Expenditure £	Transfer £	Balance 31-Dec-19 £
Building Fund	16,296	-	-	-	16,296
Chicago Fund	-	-	-	-	-
	16,296	-	-	-	16,296

The restricted funds held are represented by the Charity's cash reserves and are to be expended as specified above.

6. CASH AT BANK AND IN HAND

	Unrestricted Fund £	Restricted Fund £	Total 31-Dec-20 £	Total 31-Dec-19 £
Cash at Bank and in Hand	67,087	16,296	83,383	74,952
	67,087	16,296	83,383	74,952

7. DEBTORS AND PREPAYMENTS

	Unrestricted Fund £	Restricted Fund £	Total 31-Dec-20 £	Total 31-Dec-19 £
Gift Aid Tax Recoverable	6,000	-	6,000	-
Prepayments	-	-	-	-
	6,000	-	6,000	-

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Unrestricted Fund £	Restricted Fund £	Total 31-Dec-20 £	Total 31-Dec-19 £
Independent Examiners Fees	1,140	-	1,140	1,150
Sundry Creditors	-	-	-	-
	1,140	-	1,140	1,150

CORNERSTONE PENTECOSTAL CHURCH
NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST DECEMBER 2020

9. STAFF COSTS AND NUMBERS

	2020	2019
	£	£
Gross Wages and Salaries	8,775	3,775
Employer's National Insurance Costs	-	-
Pension Contributions	-	-
	<u>8,775</u>	<u>3,775</u>

Employees who were engaged in each of the following activities:

	TOTAL	TOTAL
	2020	2019
Activities in furtherance of organisation's objects	1	3

The charity operate a PAYE scheme to pay all employed members of staff and no employees received emoluments in excess of £60,000. (2019: None)

10. TRUSTEES AND OTHER RELATED PARTIES

No payments were made to trustees or any persons connected with them during this financial period. No material transaction took place between the organisation and a trustee or any person connected with them.

11. RISK ASSESSMENT

The trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining the free reserves stated combined with the annual review of the controls over key financial systems carried out on an annual basis will provide sufficient resources in the event of adverse conditions. The trustees have also examined other operational and business risks which they face and confirm that they have established systems to mitigate the significant risks.

12. RESERVES POLICY

The trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily.

13. PUBLIC BENEFIT

The charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. Details of how the charity has achieved this are provided in the Trustees report. The Trustees confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the charity should undertake