

Charity Registration No. 1102206

Company Registration No. 5014909 (England and Wales)

**EASTGATE (KENT) LTD**  
**ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**



# EASTGATE (KENT) LTD

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	David Stevens Hugh Richard Akinsola Osibodu Dennis Scudder Paul Bungay
<b>Executive Church Leadership Team</b>	Peter Carter Kim Carter David Carter David Stevens Donna King Elizabeth Smallwood
<b>Secretary</b>	Dennis Scudder
<b>Charity number</b>	1102206
<b>Company number</b>	5014909
<b>Principal address</b>	Eastgate 141 Springhead Parkway Northfleet Gravesend Kent DA11 8AD
<b>Registered office</b>	Chantry House 22 Upperton Road Eastbourne East Sussex BN21 1BF
<b>Independent examiner</b>	Colin Dadswell FCAACCA DChA Caladine Limited Chantry House 22 Upperton Road Eastbourne East Sussex BN21 1BF

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# EASTGATE (KENT) LTD

## LEGAL AND ADMINISTRATIVE INFORMATION

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### Bankers

CAF Bank Limited  
25 Kings Hill Avenue  
Kings Hill  
West Malling  
Kent  
ME19 4JQ

Lloyds Bank  
Gravesend Branch  
PO Box 1000  
Andover  
BX1 1LT

Barclays  
Leicestershire  
LE87 2BB

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EASTGATE (KENT) LTD

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# **EASTGATE (KENT) LTD**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### **FOR THE YEAR ENDED 31 MARCH 2021**

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The trustees present their report and accounts for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 2 to the financial statements and comply with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

#### **Objectives and activities**

The principal objectives of Eastgate (Kent) Ltd are that of the advancement of the Christian Faith in the UK and Overseas; the advancement of the public benefit of religious and other education, and the relief of the aged, poor, sick and disabled.

#### **Public benefit**

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake. All of the many and varied activities of Eastgate as described in this report are available to, and for the benefit of, the public across the complete age spectrum, including children, teenagers and adults. Therefore, the trustees believe that Eastgate fully complies with the requirements of the Charities Act 2011 with respect to public benefit.

#### **Achievements and performance**

This year began within the reality of the Covid 19 epidemic and the impact that had on Eastgate and all its activities. Lockdown meant that we had to transfer as many of our activities as we could online. Our Sunday meetings were broadcast via Zoom and hosted on YouTube with a pre-recorded time of worship and live teaching. Our youth group and children's groups met online via Zoom. 'Tea and Coffee at the Back' also ran after the morning meeting on Zoom, giving people the opportunity to chat and catch up with one another. Sunday evening online worship and prayer meetings were held to give people further opportunity to gather on a Sunday. As lockdown eased during the summer, meetings were pre-recorded at Eastgate and then broadcast on the Sunday, while other online morning meetings continued. In July, the building was opened for Individual prayer and later in the month we started a socially distanced evening meeting until we were placed into lockdown again in the autumn. During the autumn, the decision was taken to invest in equipment to enable us to live stream our meetings from the building. Eastgate is extremely grateful to our Media Team who invested many hours of hard work to set this up and we started live streaming our 10am Sunday meeting at the beginning of January 2021.

Connection groups also moved online, giving people further opportunities to meet together during the week. People missed meeting in-person but meeting online meant that a broader range of people could attend, as people did not have to travel or arrange for childcare etc. Going forward, Eastgate will continue a mixture of in person and online Connection Groups. Two Alpha Courses were successfully run online, engaging people from across the country.

Helping people to experience health, wellbeing and freedom became even more important during this year. Our Transformation Centre continued to offer Counselling and Sozo sessions online. The Healing Centre offered online appointments for people to be able to receive prayer for healing. We also set up a team of Online Pastors who were there to support people with spiritual and practical guidance. They contacted each member of the church, offering an opportunity to connect and talk about how they were managing through the epidemic.

Eastgate's School of Spiritual Life finished its academic year meeting online. During the summer it was agreed that the format of the day school would change to a one day a week course with the aim of making it more accessible to a wider range of people. The school were able to meet in person for the first few weeks of the autumn term but due to increasing restrictions had to move to meeting online. It was decided to bring the evening school to a close for the time being.

# **EASTGATE (KENT) LTD**

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

**FOR THE YEAR ENDED 31 MARCH 2021**

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Eastgate's building had to be closed for much of the year during the lockdowns but was opened up to the public as restrictions allowed. Across the summer our Coffee Shop was open initially for take-aways and then with socially distanced seating. We were able to facilitate a few essential community and business meetings in the building, but these were very limited. We continue to engage with the local community as much as possible and in December organised a 'Light Up Springhead' event with lantern making and outside activities for family groups based around the Twelve Days of Christmas. We also hosted a 'covid safe' Easter Egg Hunt on Good Friday.

As we were not able to carry out many of our normal activities, such as hiring out the building, running conferences and other social events, this did have quite an impact on Eastgate's finances. We are extremely grateful to Eastgate members who continued to give faithfully during the year but understandably giving was affected and in total our income was down by approx. £400,000 compared to the previous year. The Trustees and the Executive Leadership Team worked closely together, monitoring our finances on a monthly basis to manage the impact of pandemic. Those staff who were not able to carry out their usual roles were put on furlough and, as the flexible furlough scheme was introduced, others were asked to take part time furlough. All other expenditure was restricted to essential spending only. Eastgate has maintained reserves in line with Charity Commission guidelines and it was necessary to use some of those reserves during the year. Eastgate will build these reserves back up again as soon as possible.

In January we took a special offering to support healthcare workers. We raised over £80,000 which will be used in a variety of ways to support and celebrate those who work within healthcare.

### **Financial review**

The unrestricted funds showed a surplus for the year of £40,803. Transactions regarding the governance of the building fund, bank loan interest and depreciation to date of the building have been primarily charged against the building fund leaving a balance on that fund of £668,752 at 31 March 2021. The trustees would like to express their thanks for donations and grants given during the year.

The trustees have developed a reserves policy that they would hold reserves to cover a potential reduction or loss of income. It would be unlikely that all income sources would stop simultaneously, and therefore the trustees would have time to restructure their activities. Eastgate Centre is insured, and the insurance policy would cover some loss of income in the event that the centre was unavailable. Looking at income streams from donations, Day and Evening Eastgate School of Spiritual Life, Conferences and building rentals, the trustees have considered that a total reserve of £231,500 would be prudent to cover the eventuality of a reduction of income in each area. Unrestricted reserves at 31 March 2021 amounted to £960,756.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

### **Structure, governance and management**

The charity is a company limited by guarantee, company number 5014909, incorporated on 14 January 2004. It is also a registered charity, number 1102206. Eastgate (Kent) Ltd is governed by its Memorandum of Association and Articles of Association.

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

David Stevens  
Hugh Richard  
Akinsola Osibodu  
Dennis Scudder  
Paul Bungay



# EASTGATE (KENT) LTD

## TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

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Eastgate (Kent) Ltd is a member of the Evangelical Alliance. Eastgate is also a UK hub for Global Legacy; a relational network that connects, encourages, and equips revival leaders worldwide.

None of the trustees has any beneficial interest in the company. The members of the company are the Executive Church Leadership Team, who guarantee to contribute £1 in the event of a winding up.

Eastgate (Kent) Ltd owns the leasehold of Eastgate a building located at 141 Springhead Parkway, Northfleet, DA11 8AD.

Eastgate (Kent) Ltd is led by the Executive Church Leadership Team. During the year this team was made up of Pete Carter, Kim Carter, Donna King, Dave Carter, Liz Smallwood and David Stevens. David Webster retired from working at Eastgate on 31 December 2020 and also stepped down from the Executive Church Leadership Team. We are very grateful for his many years of excellent service and are delighted that he is still very much part of the Eastgate family.

The leadership team meet frequently to discuss and oversee the affairs of Eastgate. They work with other members of staff and a large number of volunteers to implement the vision, goals and objects of the Trust.

Trustees are appointed by the Executive Leadership Team, with the approval of the other Trustees. The Trustees met four times during the year and were regularly consulted and informed on matters of importance.

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



**David Stevens**

Trustee

Dated: .....5/12/2021

# **EASTGATE (KENT) LTD**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

***FOR THE YEAR ENDED 31 MARCH 2021***

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

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

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

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

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

# **EASTGATE (KENT) LTD**

## **INDEPENDENT EXAMINER'S REPORT**

### **TO THE TRUSTEES OF EASTGATE (KENT) LTD**

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I report to the trustees on my examination of the financial statements of Eastgate (Kent) Ltd (the charity) for the year ended 31 March 2021.

#### **Responsibilities and basis of report**

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

Having satisfied myself that the financial statements of the charity 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 the charity's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

#### **Independent examiner's statement**

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Chartered Certified Accountants, which is one of the listed bodies.

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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements 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 financial statements to be reached.



**Colin Dadswell FCA ACCA DChA**

Caladine Limited  
Chantry House  
22 Upperton Road  
Eastbourne  
East Sussex  
BN21 1BF

Dated: 07/12/2021



# EASTGATE (KENT) LTD

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total Unrestricted funds 2021 £	Restricted funds 2020 £	Total 2020 £
<b>Income from:</b>						
Voluntary income	3	733,741	65,770	799,511	733,265	826,145
Charitable activities	4	136,856	9,600	146,456	294,598	323,243
Investments	5	62	40	102	187	311
Other income	6	-	-	-	2,687	2,687
<b>Total income</b>		<b>870,659</b>	<b>75,410</b>	<b>946,069</b>	<b>1,030,737</b>	<b>1,152,386</b>
<b>Expenditure on:</b>						
Charitable activities	7	829,748	125,812	955,560	907,346	1,114,074
<b>Net incoming/(outgoing) resources before transfers</b>		<b>40,911</b>	<b>(50,402)</b>	<b>(9,491)</b>	<b>123,391</b>	<b>38,312</b>
Gross transfers between funds	19	(108)	108	-	(4,685)	-
<b>Net income/(expenditure) for the year/</b>						
<b>Net movement in funds</b>		<b>40,803</b>	<b>(50,294)</b>	<b>(9,491)</b>	<b>118,706</b>	<b>38,312</b>
Fund balances at 1 April 2020		919,953	772,033	1,691,986	801,247	1,653,674
<b>Fund balances at 31 March 2021</b>		<b>960,756</b>	<b>721,739</b>	<b>1,682,495</b>	<b>772,033</b>	<b>1,691,986</b>

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

All income and expenditure derive from continuing activities.

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

# EASTGATE (KENT) LTD

## STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
<b>Fixed assets</b>					
Property, plant and equipment	12	2,730,601		2,795,325	
Investments	13		1		1
		<u>2,730,602</u>		<u>2,795,326</u>	
<b>Current assets</b>					
Trade and other receivables	14	82,703		54,468	
Cash at bank and in hand		364,232		429,163	
		<u>446,935</u>		<u>483,631</u>	
<b>Current liabilities</b>	16	(110,263)		(149,941)	
Net current assets			336,672		333,690
<b>Total assets less current liabilities</b>			3,067,274		3,129,016
<b>Non-current liabilities</b>	17	(1,384,779)		(1,437,030)	
<b>Net assets</b>			<u>1,682,495</u>		<u>1,691,986</u>
<b>Income funds</b>					
Restricted funds	19	721,739		772,033	
<u>Unrestricted funds</u>					
Designated funds:					
Eastgate School of Spiritual Life		-		18,354	
Training and Equipping		-		7,960	
		<u>-</u>		<u>26,314</u>	
General unrestricted funds	20	960,756		893,639	
			<u>960,756</u>		<u>919,953</u>
			<u>1,682,495</u>		<u>1,691,986</u>

# **EASTGATE (KENT) LTD**

## **STATEMENT OF FINANCIAL POSITION (CONTINUED)**

**AS AT 31 MARCH 2021**

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The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

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

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

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

The financial statements were approved by the Trustees on .....



David Stevens  
Trustee



Dennis Scudder  
Trustee

Company Registration No. 5014909



# **EASTGATE (KENT) LTD**

## **STATEMENT OF FINANCIAL POSITION (CONTINUED)**

**AS AT 31 MARCH 2021**

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### **1 Critical accounting estimates and judgements**

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

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

### **2 Accounting policies**

#### **Company information**

Eastgate (Kent) Ltd is a private company limited by guarantee incorporated in England and Wales. The registered office is Chantry House, 22 Upperton Road, Eastbourne, East Sussex, BN21 1BF. The charity operates from 141 Springhead Parkway, Northfleet, Gravesend, Kent, DA11 8AD

#### **2.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

#### **2.2 Going concern**

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

#### **2.3 Charitable funds**

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

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

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

#### **2.4 Income**

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

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

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### 2 Accounting policies (Continued)

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

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Conference and Ministry School fees are allocated to the period in which the event or school term occurs. Advances delegate fees received are included as deferred income in the balance sheet.

#### 2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

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

Resources expended are recognised in the period in which they are incurred and allocated to the particular cost centre to which they relate. Resources expenses include irrecoverable VAT.

Expenditure on conferences which occur after the period end are included as prepayments in the statement of financial position, thus matching the accounting treatment for income.

Support and governance costs directly related to School of Spiritual Life and Training and Equipping have been charged to these activities. All general support costs are apportioned between the activities as follows:

Church activities	75%
School of Spiritual Life	20%
Training and Equipping	5%

#### 2.6 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	2% on a straight line basis
Fixtures, fittings and equipment	20% on a straight line basis

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



# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2021

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#### 2 Accounting policies (Continued)

##### 2.7 Non-current investments

Investments in subsidiaries are held at cost.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

##### 2.8 Impairment of non-current assets

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

##### 2.9 Cash and cash equivalents

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

##### 2.10 Financial instruments

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

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

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

##### **Basic financial assets**

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

##### **Basic financial liabilities**

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

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

##### **Derecognition of financial liabilities**

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

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2021

#### 2 Accounting policies (Continued)

##### 2.11 Employee benefits

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

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

##### 2.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

##### 2.13 Taxation

The trust is a charity, and in the opinion of the trustees its incoming resources are not subject to Corporation Tax.

#### 3 Voluntary income

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	668,942	65,770	734,712	733,265	92,880	826,145
Grants	64,799	-	64,799	-	-	-
	<u>733,741</u>	<u>65,770</u>	<u>799,511</u>	<u>733,265</u>	<u>92,880</u>	<u>826,145</u>
<b>Donations and gifts</b>						
Donations and gifts	565,680	59,767	625,447	617,328	86,378	703,706
Gift aid tax relief	101,692	6,003	107,695	112,296	6,502	118,798
Transformation centre donations	1,570	-	1,570	3,641	-	3,641
	<u>668,942</u>	<u>65,770</u>	<u>734,712</u>	<u>733,265</u>	<u>92,880</u>	<u>826,145</u>

# **EASTGATE (KENT) LTD**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021**

<b>4 Charitable activities</b>	<b>Church activities</b>	<b>School of Spiritual Life</b>	<b>Training and Equipping</b>	<b>Total 2021</b>	<b>Church activities</b>	<b>School of Spiritual Life</b>	<b>Training and Equipping</b>	<b>Total 2020</b>	<b>Total 2020</b>
	<b>2021</b>	<b>2021</b>	<b>2021</b>	<b>£</b>	<b>2020</b>	<b>2020</b>	<b>2020</b>	<b>£</b>	<b>£</b>
School fees	-	73,647	-	73,647	-	127,382	-	-	127,382
Conference fees	9,795	-	24,214	34,009	28,760	17,887	31,575	-	78,222
Church Holiday	9,022	-	-	9,022	18,800	-	-	-	18,800
Books and CDs income	-	-	-	-	-	-	7,193	-	7,193
Charitable rental income	5,503	-	-	5,503	78,976	-	-	-	78,976
Transformation centre income	24,275	-	-	24,275	12,670	-	-	-	12,670
	<u>48,595</u>	<u>73,647</u>	<u>24,214</u>	<u>146,456</u>	<u>139,206</u>	<u>145,269</u>	<u>38,768</u>	<u>323,243</u>	
Analysis by fund									
Unrestricted funds	38,995	73,647	24,214	136,856	110,721	145,269	38,608	294,598	
Restricted funds	9,600	-	-	9,600	28,485	-	160	28,645	
	<u>48,595</u>	<u>73,647</u>	<u>24,214</u>	<u>146,456</u>	<u>139,206</u>	<u>145,269</u>	<u>38,768</u>	<u>323,243</u>	

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 5 Investments

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Interest receivable	62	40	102	187	124	311
	<u>62</u>	<u>40</u>	<u>102</u>	<u>187</u>	<u>124</u>	<u>311</u>

### 6 Other income

	Total	Unrestricted funds
	2021 £	2020 £
Net gain on disposal of tangible fixed assets	-	2,687
	<u>-</u>	<u>2,687</u>

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 7 Charitable activities

	Church activities 2021 £	School of Spiritual Life 2021 £	Training and Equipping 2021 £	Total 2021 £	Total 2020 £
Staff costs	354,371	77,054	27,838	459,263	476,975
Rental income related expenses	-	-	-	-	598
Travel	-	-	-	-	8,357
Consultancy	4,803	5,144	-	9,947	26,878
Church holiday	9,201	-	-	9,201	14,485
Outreach and mission	784	-	-	784	12,729
Website and rebrand	2,948	-	-	2,948	7,106
Children and youth	1,984	-	-	1,984	12,717
Books and CDs for sale	-	-	-	-	3,472
Church events and groups	2,306	-	-	2,306	11,051
St George's Centre Outreach Shop	-	-	-	-	53
Members fund	11	-	-	11	70
Worship, sound and lighting	21,068	-	-	21,068	23,135
Conferences hosted	177	-	18,626	18,803	55,919
Transformation centre & Sozo ministry	9,101	-	-	9,101	5,658
Conferences attended, training and retreats	690	-	-	690	11,252
Direct costs	-	3,194	-	3,194	15,462
	<u>407,444</u>	<u>85,392</u>	<u>46,464</u>	<u>539,300</u>	<u>685,917</u>
Grant funding of activities (see note 9)	45,057	-	-	45,057	29,584
Share of support costs (see note 8)	327,401	11,660	1,968	341,029	378,689
Share of governance costs (see note 8)	27,416	2,263	495	30,174	19,884
	<u>807,318</u>	<u>99,315</u>	<u>48,927</u>	<u>955,560</u>	<u>1,114,074</u>
<b>Analysis by fund</b>					
Unrestricted funds	691,836	99,315	38,597	829,748	907,346
Restricted funds	115,482	-	10,330	125,812	206,728
	<u>807,318</u>	<u>99,315</u>	<u>48,927</u>	<u>955,560</u>	<u>1,114,074</u>



# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2021

#### 7 Charitable activities (Continued)

For the year ended 31 March 2020

	Church activities £	School of Spiritual Life £	Training and Equipping £	Total 2020 £
Staff costs	365,173	91,802	20,000	476,975
Rental income related expenses	598	-	-	598
Travel	8,357	-	-	8,357
Consultancy	2,208	3,600	21,070	26,878
Church holiday	14,485	-	-	14,485
Outreach and mission	12,729	-	-	12,729
Website and rebrand	7,077	-	29	7,106
Children and youth	12,507	210	-	12,717
Books and CDs for sale	3,472	-	-	3,472
Church events and groups	11,051	-	-	11,051
St George's Centre Outreach Shop	53	-	-	53
Members fund	70	-	-	70
Worship, sound and lighting	21,130	843	1,162	23,135
Conferences hosted	13,458	4,449	38,012	55,919
Transformation centre & Sozo ministry	5,658	-	-	5,658
Conferences attended, training and retreats	11,252	-	-	11,252
Direct costs	-	15,462	-	15,462
	489,278	116,366	80,273	685,917
Grant funding of activities (see note 9)	24,384	-	5,200	29,584
Share of support costs (see note 8)	352,550	21,253	4,886	378,689
Share of governance costs (see note 8)	13,197	3,585	3,102	19,884
	879,409	141,204	93,461	1,114,074
<b>Analysis by fund</b>				
Unrestricted funds	724,807	141,204	41,335	907,346
Restricted funds	154,602	-	52,126	206,728
	879,409	141,204	93,461	1,114,074



# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 8 Support costs

	Support costs £	Governance costs £	Total 2021 £	Support costs £	Governance costs £	Total 2020 £
Staff costs	180,007	-	180,007	175,843	-	175,843
Depreciation	82,599	-	82,599	79,024	-	79,024
Bank loan interest	38,281	-	38,281	47,837	-	47,837
Building maintenance	9,761	-	9,761	25,566	-	25,566
Rent	-	-	-	2,850	-	2,850
Insurance	5,628	-	5,628	5,506	-	5,506
Light, heat and water	13,227	-	13,227	28,816	-	28,816
Cleaning	1,394	-	1,394	3,896	-	3,896
Advertising	2,221	-	2,221	1,236	-	1,236
Computers and software	839	-	839	1,601	-	1,601
Office, printing and stationery	4,399	-	4,399	4,522	-	4,522
Telephone	2,673	-	2,673	1,992	-	1,992
Independent examination	-	1,440	1,440	-	4,200	4,200
Accountancy	-	3,533	3,533	-	6,495	6,495
Legal and professional	-	1,375	1,375	-	1,375	1,375
Bank and service charges	-	23,160	23,160	-	5,846	5,846
Consultancy	-	-	-	-	1,546	1,546
Payroll	-	666	666	-	422	422
	<u>341,029</u>	<u>30,174</u>	<u>371,203</u>	<u>378,689</u>	<u>19,884</u>	<u>398,573</u>
<u>Analysed between</u>						
Charitable activities	<u>341,029</u>	<u>30,174</u>	<u>371,203</u>	<u>378,689</u>	<u>19,884</u>	<u>398,573</u>

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 9 Grants payable

	Church activities 2021 £	Total 2021 £	Church activities 2020 £	Training and Equipping 2020 £	Total 2020 £
Grants to institutions:					
Tearfund	5,600	5,600	4,600	-	4,600
New Generation Church Trust	3,300	3,300	3,000	-	3,000
Gravesham Sanctuary	1,700	1,700	1,500	-	1,500
Ellenor Foundation	3,000	3,000	4,610	-	4,610
Transform Work UK	2,500	2,500	-	-	-
Hive Hope	7,000	7,000	-	-	-
Heaven in Healthcare	4,000	4,000	-	-	-
Gravesham Foodbank	5,000	5,000	-	-	-
Imago Dei Prison Ministries	3,000	3,000	-	-	-
Other grants (£1,500 and under)	9,457	9,457	9,674	-	9,674
	<u>44,557</u>	<u>44,557</u>	<u>23,384</u>	<u>-</u>	<u>23,384</u>
Grants to individuals	500	500	1,000	5,200	6,200
	<u>45,057</u>	<u>45,057</u>	<u>24,384</u>	<u>5,200</u>	<u>29,584</u>

### 10 Trustees

None of the trustees (or any persons connected with them) received any remuneration during the year, or for the previous year. One Trustee was reimbursed for out of pocket expenses totalling £10 (2020: £1,585).

The trustees and executive church leadership team have donated an aggregate sum of £71,005 (2020: £99,949) to the charity.

### 11 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Direct charitable activities	25	24
Administration and support	9	9
Total	<u>34</u>	<u>33</u>

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 11 Employees (Continued)

Employment costs	2021 £	2020 £
Wages and salaries	568,929	581,345
Social security costs	43,053	44,343
Other pension costs	27,288	27,130
	<u>639,270</u>	<u>652,818</u>

The number of employees whose annual remuneration was £60,000 or more were:

	2021 Number	2020 Number
£60,001 - £70,000	<u>1</u>	<u>1</u>

### 12 Property, plant and equipment

	Land and buildings £	Fixtures, fittings and equipment £	Total £
<b>Cost</b>			
At 1 April 2020	3,134,144	187,376	3,321,520
Additions	-	17,875	17,875
At 31 March 2021	<u>3,134,144</u>	<u>205,251</u>	<u>3,339,395</u>
<b>Depreciation and impairment</b>			
At 1 April 2020	375,737	150,458	526,195
Depreciation charged in the year	62,683	19,916	82,599
At 31 March 2021	<u>438,420</u>	<u>170,374</u>	<u>608,794</u>
<b>Carrying amount</b>			
At 31 March 2021	<u>2,695,724</u>	<u>34,877</u>	<u>2,730,601</u>
At 31 March 2020	<u>2,758,407</u>	<u>36,918</u>	<u>2,795,325</u>

Eastgate has been granted a 999 year lease to land at Springhead Parkway, Northfleet, Kent at a peppercorn rent, dated 18 October 2012.

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 13 Fixed asset investments - see note 24

	Other investments
<b>Cost</b>	
At 1 April 2020 & 31 March 2021	1
<b>Carrying amount</b>	
At 31 March 2021	1
At 31 March 2020	1

### 14 Trade and other receivables

	2021 £	2020 £
<b>Amounts falling due within one year:</b>		
Trade receivables	53,772	-
Amounts owed by subsidiary undertakings	8,435	8,435
Other receivables	20,313	45,129
Prepayments and accrued income	183	904
	82,703	54,468

### 15 Borrowings

	2021 £	2020 £
Bank loans	1,464,799	1,483,560
Payable within one year	80,020	46,530
Payable after one year	1,384,779	1,437,030
Amounts included above which fall due after five years:		
Payable by instalments	936,979	1,195,740

The loan from Barclays Bank PLC has a total drawdown facility of £1.56m repayable over a term of 20 years with repayments commencing October 2015. Interest is charged at 2.4% above base rate.

The loan is secured by a first and only legal charge on the lease to the land and buildings at Eastgate.

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 16 Current liabilities

	Notes	2021 £	2020 £
Bank loans	15	80,020	46,530
Other taxation and social security		11,536	11,903
Trade payables		1,990	5,057
Accruals and deferred income		16,717	86,451
		<u>110,263</u>	<u>149,941</u>

### 17 Non-current liabilities

	Notes	2021 £	2020 £
Bank loans	15	<u>1,384,779</u>	<u>1,437,030</u>

### 18 Retirement benefit schemes

#### Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £27,288 (2020 - £27,130).

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

### 19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2019 £	Movement in funds			Transfers £	Balance at 1 April 2020 £	Movement in funds			Transfers £	Balance at 31 March 2021 £
		Incoming resources £	Resources expended £				Incoming resources £	Resources expended £			
Building fund	813,628	55,493	(129,909)		-	739,212	45,024	(115,484)		-	668,752
Eastgate Music	14,052	17,060	(16,730)		-	14,382	-	-		-	14,382
Global legacy fund	4,777	-	-		(4,777)	-	-	-		-	-
Living Fire	19,970	38,261	(38,709)		(1,083)	18,439	26,125	(5,959)		-	38,605
Heaven in Healthcare	-	10,835	(21,380)		10,545	-	4,261	(4,369)		108	-
	852,427	121,649	(206,728)		4,685	772,033	75,410	(125,812)		108	721,739

#### Building fund

This fund was for the construction of a Place of Worship and community Centre details of which are set out in the financial statements. Bank loan interest and depreciation on the buildings is charged against the fund.

#### Eastgate Music

This fund is for monies given specifically for the development of worship at Eastgate and production and distribution of music.

#### Global Legacy fund

Global Legacy is a relational network that connects, encourages and equips revival leaders. The fund was merged with the Living Fire fund in the year ended 31/03/20.



# **EASTGATE (KENT) LTD**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

### **FOR THE YEAR ENDED 31 MARCH 2021**

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#### **19 Restricted funds (Continued)**

##### Living Fire

Living Fire is a network of Churches who come together to share ideas and experiences of Church evangelism and worship. Historically this has involved Eastgate hosting conferences, training days and mentoring Church leaders. Moving forwards, Eastgate plan to establish Living Fire as its own separate charity in the 2021/22 financial year.

##### Heaven in Healthcare

Heaven in Healthcare is a project being developed to build a network of Christians working in healthcare in order to promote the virtues of Christianity in the Healthcare environment. As of May 2020, Heaven in Healthcare was established as a separate charity (charity number: 1191175). All donations received by Eastgate towards the Heaven in Healthcare restricted fund will be transferred over to the new charity.

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

### 20 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds					
	Balance at 1 April 2019	Incoming resources	Resources expended	Balance at 1 April 2020	Transfers	Balance at 31 March 2021
	£	£	£	£	£	£
Eastgate School of Spiritual Life	13,989	145,569	(141,204)	18,354	(18,354)	-
Training and Equipping	18,527	38,768	(49,335)	7,960	(7,960)	-
	<u>32,516</u>	<u>184,337</u>	<u>(190,539)</u>	<u>26,314</u>	<u>(26,314)</u>	<u>-</u>

#### Eastgate School of Spiritual Life

A fund designated to train and equip people for the Christian life in the power of the Holy Spirit and the advance of the Christian gospel. At the end of the 2021 financial year, the decision was made to close this fund and the remaining balance was transferred to general unrestricted funds.

#### Training and Equipping

This fund is an umbrella fund for training and equipping conferences enabling Christians to prepare for living the Christian life. At the end of the 2021 financial year, the decision was made to close this fund and the remaining balance was transferred to general unrestricted funds.

### 21 Analysis of net assets between funds

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021	2021	2021	2020	2020	2020
	£	£	£	£	£	£
Fund balances are represented by:						
Property, plant and equipment	544,065	2,186,536	2,730,601	498,815	2,296,510	2,795,325
Investments	1	-	1	1	-	1
Current assets/ (liabilities)	416,690	(80,018)	336,672	421,137	(87,447)	333,690
Long term liabilities	-	(1,384,779)	(1,384,779)	-	(1,437,030)	(1,437,030)
	<u>960,756</u>	<u>721,739</u>	<u>1,682,495</u>	<u>919,953</u>	<u>772,033</u>	<u>1,691,986</u>



# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 MARCH 2021

#### 22 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	626	626
Between two and five years	1,253	1,879
	<u>1,879</u>	<u>2,505</u>

#### 23 Related party transactions

##### Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021 £	2020 £
Aggregate compensation	<u>280,754</u>	<u>295,408</u>

Mrs J Carter, wife of David Carter (member of the Executive Church Leadership Team), was paid £14,663 (2020: £12,330) for overseeing Welcome and Integration and Connection Groups.

Mrs J Bungay, wife of Paul Bungay, was paid £10,743 (2020: £10,743) for youth work.

Mrs L Scudder, daughter in law of Trustee Dennis Scudder, was paid £nil (2020: £1,556) in respect of gardening services in the year.

The charity engaged MAS Cleaning, a business owned by Mr M Smallwood, husband of Executive Church Leadership Team member Elizabeth Smallwood to undertake cleaning work. During the year the business was paid a total of £280 (2020: £1,055) for services rendered.

Mr E Smallwood, son of Elizabeth Smallwood, was contracted for audio visual services. During the year Mr E Smallwood was paid £nil (2020: £500).

Ms K Stevens, wife of David Stevens, was reimbursed £29 (2020: £Nil) during the year for monthly Zoom subscription payments.

# EASTGATE (KENT) LTD

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

**FOR THE YEAR ENDED 31 MARCH 2021**

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### 24 Subsidiaries

These financial statements are separate charity financial statements for Eastgate (Kent) Development Ltd.

Details of the charity's subsidiaries at 31 March 2021 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Eastgate (Kent) Development Ltd	England	Building development	Ordinary	100.00	-