

Company Registration No: 05144212 (England and Wales)
Charity No: 1105674

CHRIST FAITH TABERNACLE INTERNATIONAL
(A company limited by guarantee)

Annual Report and Financial Statements
For the year ended 30 June 2021

CHRIST FAITH TABERNACLE INTERNATIONAL

Reference and administrative information

Trustees and Directors	Reverend A.T.B. Williams Mr. T. O. Adisa Mr. S. C. Ahamefula Mr. O. A. Bilewu
Secretary	Mr. O. A. Bilewu
Registered office and operational address	Bethesda Building 56-62 New Cross Road London SE14 5BD
Bankers	HSBC 184 High Street Bromley Kent BR1 1HE
Accountants	Sterlings Accountancy Solutions Limited Unit 5 Woodbrook Crescent Billericay Essex CM12 0EQ
Auditors	Beavis Morgan Audit Limited 82 St John Street London EC1M 4JN
Solicitors	Wellers Tenison House Tweedy Road Bromley Kent BR1 3NF
Charity number	1105674
Company number	05144212
Charity website	www.cftchurches.org

CHRIST FAITH TABERNACLE INTERNATIONAL

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CHRIST FAITH TABERNACLE INTERNATIONAL

Trustees' Annual Report for the year ended 30 June 2021

The Trustees present their Annual Report and the audited financial statements for the year ended 30 June 2021. This report is a Directors' Report as required by section 417 of the Companies Act 2006 and a Trustees' Annual Report as required under Part 8 of the Charities Act 2011.

The Trustees confirm that the financial statements comply with the requirements of the company's governing documents, the Charities SORP (FRS 102), and the Companies Act 2006.

Structure, Governance and Management

Governing document

Christ Faith Tabernacle International was incorporated and registered as a charitable company on 3 June 2004 and is limited by guarantee. The governing document is the Memorandum and Articles of Association dated 4 May 2004.

Christ Faith Tabernacle International was registered as a charity on 31 August 2004.

Recruitment and Appointment of Trustees

The board of Trustees consists of at least three and not more than nine individuals, all of whom must be members. One third of the Trustees must retire at each Annual General Meeting, those longest in office retiring first, any vacancies being filled by the selection and appointment of suitable persons by the Trustees.

Trustee Induction and Training

The existing trustees are already familiar with the practical work of the company. Additionally, any new trustees are invited and encouraged to attend training sessions to familiarise themselves with the company and the context in which it operates, including obligations of Trustees, the operational framework for the company, including the Memorandum and Articles, and future plans and objectives.

Risk Management

The Trustees carry out continuous assessment to prioritise the company's risks and strengthen our resilience. We have reviewed the general environment in which the company operates to identify any serious potential risks and make arrangements to avoid such risks or mitigate their impact. We have worked to further develop the risk management system which included tightening controls on the computer systems. We continue to monitor the implementation of the Disaster Recovery Plan, and undertake checks, as appropriate, with the Disclosure and Barring Service (DBS), formerly Criminal Records Bureau (CRB), on all those working directly with children. The robustness of the 'Business Continuation' plans were tested at the onset of the Covid-19 pandemic and remote working arrangements were successfully implemented with minimal disruption to operations.

The charity has mortgages outstanding of £3,023,781. £2,814,139 in respect of the Granada Theatre, Woolwich, £106,219 in respect of 6 Gawne Lane, Birmingham and £103,423 in respect of The Apostolic Church, Birmingham. Interest is payable on the mortgages at rates linked to base rate.

Prevention and Detection of Fraud

The Trustees have overall responsibility for ensuring that the charity has an appropriate system of controls, that its assets are safeguarded against unauthorised use or disposal, that the charity complies with relevant laws and regulations and for taking reasonable steps for the prevention and detection of fraud. The Trustees are also responsible for ensuring that the charity is operating efficiently and effectively, proper records are maintained and that the financial information used within the charity or for publication is reliable.

CHRIST FAITH TABERNACLE INTERNATIONAL

Trustees' Annual Report for the year ended 30 June 2021 (continued)

Governance & Internal Control

The Trustees meet regularly to review the finances and administration of the charity. The systems of internal control are designed to provide reasonable assurance against material misstatement or loss. They include an annual budget approved by the Trustees; consideration by the Trustees of financial results, variances from budgets and non-financial performance indicators; delegation of authority and segregation of duties; and identification and management of issues of strategic and operational importance to the charity.

Structure

The Trustees are responsible for the overall running of the charity with focus on the following key areas:

- Strategy - agreeing objectives and strategy for the charity and determining principles and policies to meet the overall strategy.
- Finance - setting guidelines for and agreeing the annual budget; deciding on appropriate financial monitoring procedures; authorising signatories on bank accounts; agreeing borrowings and securities; authorising signature of the Annual Accounts; ensuring adequate response and action is taken following the annual audit; agreeing investment strategy and parameters and setting policies for reserves.
- Personnel - defining policy on Employment Terms and Conditions, including disciplinary and grievance matters; agreeing employee remuneration and salaries;
- General - setting parameters for the delegation of authority; review of risk management with regular reporting and giving notice of meetings.

Transactions with Related Parties

The transactions with related parties during the year are set out in Note 13.

Objectives and Activities

The company's principal objectives are the propagation of the gospel, the advancement of the Christian Faith and the relief of poverty.

Each year, the Trustees review the objectives and activities to ensure they continue to reflect our aims. In carrying out this review, the Trustees have considered the Charity Commission's general guidance on public benefit and in particular its supplementary public guidance on the advancement of religion for the public benefit.

CHRIST FAITH TABERNACLE INTERNATIONAL

Trustees' Annual Report for the year ended 30 June 2021 (continued)

Achievements, Performance and Plans for the Future

The charity continues to build on the primary objectives of impacting London, other parts of the United Kingdom, Europe and beyond. The charity operates overseas and its missionary outreaches during the year included visits to Germany and Nigeria. The Jesus City Project (A Refuge for Nations) remains as part of our mission work in Nigeria.

Our live webcasts make the church programmes accessible to a worldwide audience and we are active on social media channels. Our television programmes are also aired weekly on the Faith channel. Prior engagement with social media ensured a seamless transition of regular church services to online platforms during the Covid-19 pandemic. Regular feedback confirms that individuals are positively impacted in the United Kingdom and internationally.

We believe the church should be seen as the first component - or the first pillar of communities that care. The pandemic meant that a significant number of people in our local communities had difficulties in managing finances and struggled to maintain social connections. Our daily online presence provided much valued support and care to members and the wider community. It also helped to maintain the mental wellbeing. Where possible, weekly church services were held in strict compliance with Government guidelines at all times.

We are working towards the implementation of the planning permission secured for an extension to the east and west sides of CFT Cathedral (formerly Granada Theatre) Woolwich. Our proposals for this imposing Grade II* landmark building are aligned with the council's wider vision for the development of Woolwich Town Centre. The works will improve access for the wider community and help the charity deliver support services and training for some of the most vulnerable or disadvantaged groups in society.

Activities that have taken place in the facilities and online during the year include Health awareness seminars, Business seminars, Workshops/training courses, and Leadership empowerment training

Young Professionals in Christ (YPiC), an outreach arm of the charity, continues to inspire and equip young Christian professionals to achieve their potential. During the year YPiC organised online workshops and seminars aimed at developing confidence and improving networking skills for youths in the community.

Our youth group – Youth of Royal Destiny (YORD) – meet monthly. Its members, aged 12-35 years, engaged in effective and impactful programmes during the year. YORD also organised youth enrichment programmes, workshops and activities that were designed to promote health, social, emotional, mental and physical wellbeing.

The role of the Dorcas Group (a community action arm of the charity) were central to operations during the Covid-19 pandemic. This function has been critical to the continuing of the church ethos, promoting inclusion, support and care. They have impacted the church community by supporting members emotionally, physically and financially. In addition to the consistent support provided to older people, widows, and widowers, groceries and financial support was provided to members who were experiencing financial challenges or were in-between jobs. Additionally, the group made regular contact with individuals who were shielding and/or are living alone through phone calls and texts messages.

CHRIST FAITH TABERNACLE INTERNATIONAL

Trustees' Annual Report for the year ended 30 June 2021 (continued)

Financial Review

The movement of the Charity's financial resources for the year is shown in the Statement of Financial Activities on page 9. The highlights are:

- total incoming resources of £1,848,043 (including Gift Aid recoverable of £286,724);
- total outgoing resources of £972,848; and
- a general fund of £7,420,790 carried forward to 2021/22.

Principal Funding Sources

The principal funding source for the Charity is donations from the congregations at services held.

Reserves Policy

It is the policy of the Charity to maintain sufficient unrestricted funds to cover management and administration costs for a period of 3 months. When deciding the level of reserves, the Trustees take into consideration the forecasts for levels of income and expenditure for the coming year, the reliability of each source of income and the prospects for opening up new sources. The Trustees consider the current level of unrestricted funds maintained by the Charity is deemed adequate. In the light of the long-term loans taken out on the freehold properties purchased for the Charity's intended use, sufficient reserves must be maintained to fund the related finance costs and satisfy the loan covenants until these loans are fully repaid.

Restricted funds are funds that account for situations where a donor requires that a donation must be spent on a particular purpose or where funds have been raised for a specific purpose. There are no restricted funds at present.

Statement of Trustees' responsibilities

The Trustees (who are also the directors for the purposes of company law) are responsible for preparing the Annual Report and financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees must prepare the financial statements in accordance with the United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for the period.

In preparing these financial statements the Trustees are required to:

- select suitable accounting policies and 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 charitable company will continue to operate.

CHRIST FAITH TABERNACLE INTERNATIONAL

**Trustees' Annual Report
for the year ended 30 June 2021 (continued)**

Statement of Trustees' responsibilities (continued)

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Trustees confirm that so far as they are aware, there is no relevant audit information (as defined by section 418(3) of the Companies Act 2006) of which the charitable company's auditors are unaware. They have taken all the steps that they ought to have taken as trustees in order to make themselves aware of any relevant audit information and to establish that the charitable company's auditors are aware of that information.

This report has been prepared in accordance with the provisions applicable to the small companies' regime.

Approved by the Trustees and signed on their behalf by:



**Mr O. A. Bilewu
Trustee**

Date: 27th MARCH 2022

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
CHRIST FAITH TABERNACLE INTERNATIONAL**

Opinion

We have audited the financial statements of Christ Faith Tabernacle International (the 'charitable company') for the year ended 30 June 2021 which comprise a Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and the United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Finance Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 30 June 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

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

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

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF

CHRIST FAITH TABERNACLE INTERNATIONAL (continued)

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report, which includes the directors' report prepared for the purposes of company law, has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

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

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on pages 4 and 5 the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend or liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that included our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF

CHRIST FAITH TABERNACLE INTERNATIONAL (continued)

Extent to which the audit was considered capable of detecting irregularities, including fraud
Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Discussions with and enquiries of management and those charged with governance were held with a view to identifying those laws and regulations that could be expected to have a material impact on the financial statements. During the engagement team briefing, the outcomes of these discussions and enquiries were shared with the team, as well as consideration as to where and how fraud may occur in the entity.

The following laws and regulations were identified as being of significance to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards, charity SORP, company law, and pensions legislation.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: inquiries of management and those charged with governance as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of board minutes; testing the appropriateness of journal entries; and the performance of analytical review to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.


Matthew Burge

for and on behalf of Beavis Morgan Audit Limited

Chartered Accountants
Statutory Auditor

Date: 28 March 2022

82 St John Street
London
EC1M 4JN

CHRIST FAITH TABERNACLE INTERNATIONAL

Statement of Financial Activities (including Income and Expenditure Account) for the year ended 30 June 2021

		Year ended 30 June 2021	Year ended 30 June 2020
	Notes	Unrestricted Funds £	Total Funds £
Income			
Income from:			
Donations	2	1,514,064	1,373,175
Gift Aid on donations		286,724	253,954
Charitable activities	3	47,255	32,800
Government grants		-	2,720
Total income		<u>1,848,043</u>	<u>1,662,649</u>
Expenditure on:			
Charitable activities		855,018	1,089,354
Finance costs, interest payable and other charges		105,070	131,903
Governance costs		12,760	12,156
Total expenditure	5	<u>972,848</u>	<u>1,233,413</u>
Net income	4	875,195	429,236
Total funds brought forward		6,545,595	6,116,359
Total funds carried forward	10	<u>7,420,790</u>	<u>6,545,595</u>

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

All incoming and expended resources 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.

The notes on pages 12 to 21 form part of these financial statements.

CHRIST FAITH TABERNACLE INTERNATIONAL

Balance sheet at 30 June 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible fixed assets	6	7,720,258	7,843,000
Current assets			
Debtors	7	193,482	174,684
Cash at bank and in hand		2,601,970	1,743,483
Creditors due within one year	8	(226,075)	(201,022)
Net current assets		2,569,377	1,717,145
Total assets less current liabilities		10,289,635	9,560,145
Creditors due after one year	9	(2,868,845)	(3,014,550)
Net assets		7,420,790	6,545,595
Income funds			
Unrestricted Funds	10	7,420,790	6,545,595

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Trustees on 27th March '22 and signed on their behalf by:



Mr S. C. Ahamefula
Trustee

Company Registration No: 05144212
Charity No: 1105674

The notes on pages 12 to 21 form part of these financial statements.

CHRIST FAITH TABERNACLE INTERNATIONAL

Statement of cash flows for the year ended 30 June 2021

	Notes	2021	2020
		£	£
Cash flows from operating activities			
Cash generated from operations	15	1,252,579	781,485
Investing activities			
Purchase of tangible assets		(136,596)	(374,393)
Net cash used in investing activities		(136,596)	(374,393)
Financing activities			
Repayment of borrowings		(155,902)	(136,477)
Interest paid		(101,594)	(129,536)
Net cash used in financing activities		(257,496)	(266,013)
Net increase in cash and cash equivalents		858,487	141,079
Cash and cash equivalents at beginning of year		1,743,483	1,602,404
Cash and cash equivalents at end of year		<u>2,601,970</u>	<u>1,743,483</u>

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021

1. Accounting policies

Charity information

Christ Faith Tabernacle International is a private company limited by guarantee incorporated in England and Wales. Bethesda Building, 56-62 New Cross Road, London, SE14 5BD.

(a) Basis of preparing the financial statements

The accounts have been prepared in accordance with the FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"), "Accounting and Reporting by Charities" the Statement of Recommended Practice for Charities applying FRS 102, the Companies Act 2006 and UK Generally Accepted Accounting Practice. The company is a Public Benefit Entity as defined by FRS 102.

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

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

Under Companies Act 2006 s454, on a voluntary basis, the trustees can amend these financial statements if they subsequently prove to be defective.

The financial statements have been prepared on the basis that the fundamental accounting concept of going concern is applied. In 2011 the charitable company purchased a freehold property which was financed by way of a bank loan of £3.885m. Two further properties were purchased in 2016 which were also financed by way of bank loans of £133,000 and £129,500. In light of this, cash flow forecasts have been prepared on a monthly basis to ensure the charitable company complies with the bank covenants, which it has done, and it is considered that the charitable company will be able to continue in operational existence for the foreseeable future.

On the basis of the foregoing the Trustees consider that the going concern concept continues to be appropriate and has therefore been applied.

(b) Incoming resources

Voluntary income including donations, gifts and legacies are recognised where there is entitlement, which is generally on receipt, and the amount can be measured with sufficient reliability.

Investment income is recognised on a receivable basis.

(c) Tangible fixed assets

All relevant assets are capitalised at cost at the time of purchase. Assets are depreciated from the date that they are ready for use.

Depreciation has been charged on the freehold property in order to write off the buildings over their estimated useful lives at the rate of 2% per annum on cost.

Depreciation is provided to write off the cost of other fixed assets over their estimated useful lives at the rate of 15% - 25% per annum on cost.

The Trustees review the carrying value for impairment when events or changes in circumstances indicate the carrying value may not be recoverable.

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

(d) Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Resources expended include attributable VAT that cannot be recovered and is reported as part of the expenditure to which it relates:

- Cost of generating voluntary funds comprise the costs associated with attracting voluntary income.
- Charitable expenditure comprises those costs incurred by the charitable company in the delivery of its activities for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.
- Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charitable company and include the audit fees and costs linked to the strategic management of the charitable company.
- All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly; others are apportioned on an appropriate basis.

(e) Funds

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the charitable company and which have not been designated for other purposes.

Restricted funds are funds that account for situations where a donor requires that a donation must be spent on a particular purpose or where funds have been raised for a specific purpose. There were no such funds at 30 June 2021 (2020 - £nil).

(f) Finance and operating leases

Assets purchased under finance leases are capitalised as fixed assets, and the obligations under such agreements are included in creditors. The difference between the capitalised cost and the total obligation under the lease represents the finance charges. Finance charges are written off to the SOFA over the period of the lease so as to produce a constant periodic rate of charge.

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred.

(g) Financial instruments

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

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

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

Basic financial assets

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

Basic financial liabilities

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

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Fund's contractual obligation expires or are discharged or cancelled.

2.	Voluntary income	2021 £	2020 £
	Donations	1,514,064	1,373,175
3.	Other income	2021 £	2020 £
	Rent received	46,666	32,800
	Online advertising	589	-
		47,255	32,800
4.	Net incoming resources for the year	2021 £	2020 £
	This is stated after charging:		
	Depreciation	259,338	257,217
	Directors' remuneration (see note 5)	113,608	111,200
	Auditors' remuneration – audit	9,600	9,420
	Auditors' remuneration – non audit	2,568	6,643

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

5. Analysis of total resources expended

		Charitable activities	Governance costs	2021 Total	2020 Total
Staff costs	Time	220,723	-	220,723	215,003
Church running expenses, maintenance & repairs	Usage	177,529	3,160	180,689	239,980
Evangelism, honorarium & donations	Direct	136,024	-	136,024	220,242
Sundry office costs	Usage	19,716	-	19,716	56,579
Travel & motor expenses	Usage	14,234	-	14,234	70,326
Audit fees	Direct	-	9,600	9,600	9,420
Professional fees	Usage	27,454	-	27,454	32,743
Bank charges & finance costs	Usage	3,476	-	3,476	2,367
Loan & HP interest	Usage	101,594	-	101,594	129,536
Depreciation	Usage	259,338	-	259,338	257,217
		<u>£960,088</u>	<u>£12,760</u>	<u>£972,848</u>	<u>£1,233,413</u>

Staff costs:	2021 £	2020 £
Minister in charge	82,408	80,000
Housing allowance	31,200	31,200
Wages and salaries	89,619	87,590
Social security costs	14,253	13,069
Pension costs	3,243	3,144
	<u>220,723</u>	<u>215,003</u>

During the year Reverend A.T.B. Williams, who was also a Trustee Director, earned £113,608 (2020 - £111,200) including £31,200 (2020 - £31,200) housing allowance for his service in furthering the objectives of the charitable company. This was the only employee earning in excess of £60,000. In addition to salary and housing allowance, the Trustee Director also received benefits in kind of £2,119 (2020 - £2,057) during the year. Pension contributions paid by the charity in respect of Reverend A.T.B. Williams were £1,314 (2020 - £1,315).

The authority for the above remuneration payments was given by the charitable company's articles and memorandum of association.

The total compensation paid to key management personnel is £113,608 (2020 - £111,200).

The charitable company did not reimburse any expenses to the Trustees during the year.

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

5. Analysis of total resources expended (continued)

The average number of employees, analysed by function, was:

	2021 No.	2020 No.
Church	1	1
Administration	4	4
	<u>5</u>	<u>5</u>

6. Tangible fixed assets

	Freehold Property	Computers, fixtures & equipment	Motor Vehicles	Total
Cost:	£	£	£	£
At 1 July 2020	9,222,655	885,624	156,394	10,264,673
Additions	28,241	108,355	-	136,596
	<u>9,250,896</u>	<u>993,979</u>	<u>156,394</u>	<u>10,401,269</u>
At 30 June 2021				
Depreciation:				
At 1 July 2020	1,560,437	716,362	144,874	2,421,673
Charge for the year	197,396	56,182	5,760	259,338
	<u>1,757,833</u>	<u>772,544</u>	<u>150,634</u>	<u>2,681,011</u>
At 30 June 2021				
Net book value:				
At 30 June 2021	<u>7,493,063</u>	<u>221,435</u>	<u>5,760</u>	<u>7,720,258</u>
At 30 June 2020	<u>7,662,218</u>	<u>169,262</u>	<u>11,520</u>	<u>7,843,000</u>

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

6. Tangible fixed assets (continued)

Freehold Properties	Ebenezer Building	Bethesda Building	215 Ilderton Road	6 Gawne Lane	The Apostolic Church	Unit 4B Rosemount Dublin	Total
	£	£	£	£	£	£	£
Cost:							
At 1 July 2020	7,301,107	994,039	282,433	200,205	191,953	252,918	9,222,655
Additions	20,717	7,524	-	-	-	-	28,241
At 30 June 2021	7,321,824	1,001,563	282,433	200,205	191,953	252,918	9,250,896
Depreciation:							
At 1 July 2020	1,204,843	237,191	74,128	20,021	19,195	5,059	1,560,437
Charge for the year	158,815	20,031	5,649	4,004	3,839	5,058	197,396
At 30 June 2021	1,363,658	257,222	79,777	24,025	23,034	10,117	1,757,833
Net book value:							
At 30 June 2021	5,958,166	744,341	202,656	176,180	168,919	242,801	7,493,063
At 30 June 2020	6,096,264	756,848	208,305	180,184	172,758	247,859	7,662,218

Included within fixed assets are assets held under finance leases or hire purchase contracts as follows:

	Motor Vehicles	
	£	
Net book values		
At 30 June 2021	5,760	
At 30 June 2020	11,520	
Depreciation charge for the year		
At 30 June 2021	5,760	
At 30 June 2020	5,760	
7. Debtors	2021	2020
	£	£
Prepayments and accrued income	41,788	44,804
Gift Aid recoverable	141,295	119,126
Other debtors	10,399	10,754
	193,482	174,684

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

8. Creditors due within one year	2021	2020
	£	£
Bank loans (note 9)	154,936	165,133
Trade creditors	47,345	10,532
Taxation and social security	6,043	4,182
Other creditors	2,043	2,827
Accruals and deferred income	15,708	18,348
	<u>226,075</u>	<u>201,022</u>
9. Creditors due in more than one year	2021	2020
	£	£
Bank loans	2,868,845	3,014,550
	<u>2,868,845</u>	<u>3,014,550</u>

The bank loan figures incorporate four loans for three different properties which are as follows:

Ebenezer Building

The bank loan is repayable monthly over a term of 300 months from October 2011 with interest charged at 3.2% above bank base rate and is secured on the freehold property at 186 Powis Street, London, known as the Ebenezer Building.

6 Gawne Lane

The bank loan is repayable monthly over a term of 240 months from July 2016 with interest charged at 2.73% above bank base rate and is secured on the freehold property at 6 Gawne Lane, Birmingham.

The Apostolic Church

The bank loan is repayable monthly over a term of 240 months from July 2016 with interest charged at 2.73% above bank base rate and is secured on the freehold property at The Apostolic Church, Birmingham.

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

9. Creditors due in more than one year (continued)

Analysis of loans	2021	2020
	£	£
Bank loans	3,023,781	3,179,683
Bank loans due within one year	(154,936)	(165,133)
	<hr/>	<hr/>
Bank loans due after more than one year	2,868,845	3,014,550
	<hr/>	<hr/>
Loan maturity analysis		
Balance due between one and two years	159,998	170,651
Balance due between two and five years	511,839	546,374
Balance due more than five years	2,197,008	2,297,525
	<hr/>	<hr/>

10. Statement of funds

	Total Funds 2020	Incoming Resources	Outgoing Resources	Total Funds 2021
Unrestricted funds:				
General funds	£6,545,595	£1,848,043	£972,848	£7,420,790
	<hr/>	<hr/>	<hr/>	<hr/>
		General Funds	Total Funds 2021	Total Funds 2020
Represented by:				
Tangible fixed assets		7,720,258	7,720,258	7,843,000
Net current assets/(liabilities)		2,569,377	2,569,377	1,717,145
Long term liabilities		(2,868,845)	(2,868,845)	(3,014,550)
		<hr/>	<hr/>	<hr/>
		£7,420,790	£7,420,790	£6,545,595
		<hr/>	<hr/>	<hr/>

Unrestricted funds

Unrestricted funds comprise funds which the Trustees are free to use in accordance with the charitable objects.

Restricted funds

There were no restricted funds during the year.

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

11. Financial instruments

Carrying amount of financial assets (excluding cash)	2021 £	2020 £
Debt instruments measured at amortised cost	-	-
	-	-
Carrying amount of financial liabilities	2021 £	2020 £
Debt instruments measured at amortised cost	3,088,877	3,211,390
	3,088,877	3,211,390

12. Ultimate controlling party

The ultimate controlling party is considered to be the Trustees, as a body.

13. Related party transactions

During the year Reverend A.T.B. Williams, who was also a Trustee Director, earned £113,608 (2020 - £111,200) including £31,200 (2020 - £31,200) housing allowance for his service in furthering the objectives of the charitable company. In addition to salary and housing allowance, the Trustee Director also received benefits in kind of £2,119 (2020 - £2,057) during the year. Pension contributions paid by the charity in respect of Reverend A.T.B. Williams were £1,314 (2020 - £1,315).

P.O. Williams, who is the spouse of A.T.B. Williams, was paid £41,204 (2020 - £40,000) in remuneration for her service in furthering the objectives of the charitable company. In addition to salary and housing allowance, the Trustee Director also received benefits in kind of £2,119 (2020 - £2,057) during the year. Pension contributions paid by the charity in respect of P. O. Williams were £1,038 (2019 - £1,015).

14. Share capital

The charitable company is limited by guarantee and has no share capital. Every member of the charitable company guarantees to contribute a maximum of £1 on winding up, within one year after ceasing to be a member.

CHRIST FAITH TABERNACLE INTERNATIONAL

Notes to the accounts for the year ended 30 June 2021 (continued)

15. Cash generated from operations

	2021	2020
	£	£
Surplus for the year	875,195	429,236
Adjustments for		
Interest paid	101,594	129,536
Depreciation and impairment of tangible fixed assets	259,338	257,217
Movements in working capital		
(Increase)/decrease in debtors	(18,798)	17,164
Increase/(decrease) in creditors	35,250	(51,668)
	<u>1,252,579</u>	<u>781,485</u>