

Charity registration number 1106273

Company registration number 05124435 (England and Wales)

KINGSGATE COMMUNITY CHURCH
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

KINGSGATE COMMUNITY CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Directors and Trustees

Dr David Smith (Chairman)
Mr Norman Paskin
Mr Barry Featherstone
Mr Matthew Negus
Mr Samson Abioye
Ms Lydia Opayinka

Secretary

Mrs Sally Duffy

Multisite Strategy Team

Dr David Smith
Mrs Karen Smith
Mr Simon Deeks
Mrs Sally Duffy
Mr Jim Thody
Mrs Jasmine Allen
Mr Phil Timson
Mrs Zia Deeks
Mrs Sharon Keogh
Mr Simon Benn

Charity number

1106273

Company number

05124435

Principal office

2 Staplee Way
Parnwell
Peterborough
United Kingdom
PE1 4YT

Auditor

Azets Audit Services
Westpoint
Lychwood
Peterborough
Cambridgeshire
PE2 6FZ
United Kingdom

Bankers

Barclays Bank PLC
Leicester
United Kingdom
LE87 2BB

Solicitors

Duncan A Pickering
4 Southfields
Bourne
Lincolnshire
United Kingdom
PE10 9TZ

The directors of the charitable company (the charity) are its trustees for the purpose of charity law and throughout this report are collectively referred to as its trustees.

KINGSGATE COMMUNITY CHURCH

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KINGSGATE COMMUNITY CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2024

The trustees present their annual report and financial statements for the year ended 31 December 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 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)" (as amended for accounting periods commencing from 1 January 2019)

Objectives and activities

The Objectives of The Charity

The charity's purposes, as set out in the objects contained in the company's memorandum of association, are:

1. The advancement of the Christian faith in accordance with the doctrine set out in the underwritten Fourth Schedule and the worship of God in the said county and elsewhere by any means whatsoever including (but not by way of limitation) the preaching and proclamation of the Christian gospel, the teaching of the Christian Doctrine and principles, the pastoral care of Christian people and the printing and distribution of the Bible and Christian literature including video, and audio recordings and by any other media which is, or may become, available.
2. The relief of persons who are in conditions of need, hardship, or distress or who are aged or sick.
3. The advancement of education on the basis of Christian principles and, without prejudice, to the generality of the foregoing, the provision of such education in any educational establishment and, if the Trustees so decide, the provision of one or more charitable educational establishments for the general education of children and adults on the basis of such Christian principles.

2024 Vision, Values and Strategic Priorities

In 2024, the Strategic Leadership Team of KingsGate Community Church reaffirmed the vision, values, and strategic priorities of the Church as:

Vision: 'Transforming Lives from our Neighbourhoods to the Nations by the Power of God's Love'.

Values: Word, Spirit, Worship, Prayer, Fellowship, Discipleship, Mission, and Stewardship.

Strategic Priorities:

In 2024 we continued to focus on our core mission, which as a church is "TRANSFORMING LIVES from our neighbourhoods to the nations, by the power of God's love" with an emphasis on being RADICAL DISCIPLES who:

1. Keep on ENCOUNTERING Jesus (Knowing God)
2. Keep on FOLLOWING Jesus (Living in Freedom)
3. Keep on GROWING together in Jesus (Growing in Community)
4. Keep on MISSION with Jesus (Making a difference)

2024 Activities:

The main activity continues to be **teaching via Sunday services and Life Groups both in person and online.**

Other activities in 2024 included:

Sunday Services

In-person services take place every Sunday, with two services held at KingsGate Peterborough and additional services at KingsGate Cambridge and KingsGate Leicester. Online services continue to be provided via YouTube and the Church Online platform. In 2024, the average attendance across all in-person services was 2,267, marking a 16% increase from 2023, which had an average attendance of 1,962.

KINGSGATE COMMUNITY CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

LifeGroups

LifeGroups had a particularly fruitful year in 2024 as we continued to create more opportunities for people to be cared for and discipled. By the end of 2024, 1,388 adults were actively engaged in LifeGroups. One of our key strategic initiatives across all campuses was maximizing the ALIVE 'Big Idea' campaign post-Easter. As part of this initiative, the Peterborough Campus piloted in-person and online Central Groups, designed to facilitate small group discipleship within a larger setting. The pilot proved successful, and we plan to implement Central Groups again in 2025.

Another major focus was enhancing our group leader pathway by identifying and equipping new leaders through our discipleship pathway, specifically among new KingsGate Partners. This approach enabled around 25 individuals to take their first leadership steps and begin leading new groups. We remain deeply grateful to all our pastoral leaders for their dedication and commitment to shepherding those in their care.

Community Action

As a church we are dedicated to supporting individuals and families struggling with poverty through a variety of impactful projects. These initiatives provide practical assistance to address food insecurity, furniture poverty, homelessness, and social isolation.

Using a holistic approach called "Crisis – Cause – Care," we offer comprehensive support to families. This approach not only provides emergency assistance for essential items such as food and furniture but also helps families tackle the root causes of their crises. By offering access to high-quality information and advice through the KingsGate Debt Advice project and our partnership with Citizens Advice Peterborough, we empower families to overcome their challenges and achieve long-term stability. A few of our projects:

- **Care Zone, Peterborough:** The Care Zone furniture bank accepts donations of essential furniture, household goods, and clothing and provides them free of charge to families experiencing furniture poverty. In 2024, Care Zone furnished 874 properties and supported 1,729 individuals. A total of 3,607 furniture items, valued at approximately £270,000, were distributed.
- **Foodbank, Peterborough:** Peterborough Foodbank, a partnership of five churches and part of the Trussell Foodbank network, assists people in crisis by providing three days' worth of emergency food. In 2024, the foodbank distributed 6,307 food parcels and processed 127 tonnes of food, valued at £354,183. The Financial Inclusion Project, funded by Trussell, was expanded to include a debt advice role. In partnership with Citizens Advice Peterborough, the project supported 738 households and achieved £974,356 in income gains for families by addressing 3,854 issues.
- **Debt Advice:** In 2024, a Debt Advice Co-ordinator was appointed with an initial focus on rebuilding the team's capacity. In September 2024, a client café was launched at KingsGate in partnership with Citizens Advice Peterborough to provide face-to-face support for 21 families facing unmanageable debts. By the end of 2024, the debt advice team, consisting of 10 active Money Mentors, had helped families write off £42,000 of debt.
- **Christmas Hampers:** KingsGate participated in the national 'Love Christmas' campaign, receiving match funding from the Revitalise Trust. Across all campuses, 2,679 hampers were distributed. KingsGate collaborated with sixty-six community partners to ensure the hampers reached families in need. Feedback from recipients indicated that the hampers were a much-welcome reminder that they are cared for.
- **Food Pantry, Peterborough:** The food pantry supports families struggling with long-term food insecurity by providing access to healthy food at reduced prices, offering dignity, choice, and hope. By the end of 2024, 93 families were regularly attending the project. Throughout the year, there were 2,818 visits, and 42,270 meals were distributed. Many families attending the pantry had relocated from other local authorities in the UK and found themselves in a new city without support networks or local knowledge of available assistance. For these families, the food pantry has become a vital support system, offering friendship and signposting to other services.
- **Community Action, Cambridge:** A volunteer team from KingsGate Cambridge continues to run the Trumpington distribution centre of Cambridge City Foodbank. Additionally, KingsGate Cambridge partnered with Besom to undertake several projects, where teams supported local families facing pressures by providing gardening and decorating services.

KINGSGATE COMMUNITY CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

Youth

2024 has been an incredible year of growth for our youth programs. Friday Night gatherings have seen an unprecedented 70% increase in attendance, with average weekly attendance of 169 young people every Friday night. We also hosted an Illuminate schools tour week, which saw over 600 young people attend the final night. Our Sunday provision has also grown by 19%, with a culture that is incomparable to previous years. This growth is largely attributed to the success of our Friday night gatherings and the launch of the Young Leaders Community, where 45 young people meet every Tuesday evening.

The Satellites summer festival saw 117 young people attending, a 64% increase. Our youth camp also saw significant growth. Additionally, we celebrated the baptism of 32 young people, marking a significant milestone in their spiritual journeys.

Young Adults

In 2024, our Young Adult programs have experienced exciting growth and development. The average weekly attendance has increased by 29%, and YA LifeGroups have multiplied, with 151 young adults now participating in weekly LifeGroups. This year also saw the completion of two Young Adult leadership huddles, where 16 Young Adult leaders were mentored and developed.

We welcomed 12 Young Adults into partnership, celebrated the baptism of 18 individuals, and developed 5 new LifeGroup and Assistant LifeGroup Leaders across our 10 Young Adult LifeGroups. The Young Adults community is vibrant and meets weekly, hosting new regular evangelistic nights, worship nights, and social events throughout the year.

Children's Ministry

2024 saw significant growth across all campuses, with record attendance figures for children. In Peterborough, rapid growth required a specific plan, involving group relocations to ensure sufficient space and a successful recruitment drive brought in many new team members, helping accommodate the rising number of children.

Our message, "Anytime, Anywhere, Anybody can be a KingsGate Kid," is reinforced by our online presence and YouTube content, ensuring children don't miss out if they can't attend church. Teaching mirrors mainstage content, fostering family discussions at home. Our kids feel integrated into the whole church.

We celebrated the success of the Children's Touching Heaven event, which empowered children during our church prayer season. Our alternative Halloween outreach saw nearly 1,000 attendees, with many responding to the gospel.

Outreach at the Peterborough campus is developing, with regular assembly slots and school visits. The Early Years Team's Mini Movers group is fully booked weekly, and the team is seeking guidance for expansion.

Overseas Mission

We have continued to support our key overseas mission partners, Bulembu in Eswatini and Heart for Lebanon. 2024 has been a particularly challenging year for both charities. Bulembu has faced ongoing issues due to rising inflation and a government-backed initiative to return as many orphans as possible to their families. Meanwhile, the team at Heart for Lebanon has encountered even more difficult conditions. Amid a collapsing economy, they found themselves caught up in the conflict between Hezbollah and Israel, a direct consequence of the fighting between Israel and Hamas. This situation has led to a significant increase in the number of displaced people within Lebanon, both from other countries and within Lebanon itself.

Despite these challenges, both organisations have proven to be remarkably resilient and continue to be grateful for our support as they hold out hope to thousands of people in their respective nations. During 2024, we contributed £109,414 from our mission fund to overseas organisations. This includes our mission partners, supporting a church plant in Cluj, Romania, and in response to crises around the world. Additionally, individuals within KingsGate continue to sponsor children through the work of Compassion, supporting many regions globally.

KINGSGATE COMMUNITY CHURCH

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

FOR THE YEAR ENDED 31 DECEMBER 2024

2024 Think Bigger and Beyond Special Offering

In March 2024 we gave into the 'Think Bigger and Beyond' Special offering. 60% of the offering raised was used to develop the Peterborough Building, including the fit out of an additional 336 seats in the auditorium plus associated AV requirements, and the installation of a new toilet block. 20% was set aside into a fund to finance a future Cambridge Building and 10% was used to set up a Leadership Academy to develop new leaders.

We additionally transferred 10% of this offering, into our Mission Fund. This helps to resource our Community Action projects, as well as resourcing our partnerships with overseas mission projects, as detailed above.

2024 Financial Review

Income

Total income, both restricted and unrestricted, of £5.81 million was received in 2024, an 21.3% increase from 2023 (£4.79 million in 2023). Trading income was £610,825 in 2024, a 68.6% from 2023 (£362,286 in 2023). Total income excluding trading income for 2024 was £5.2 million, a 17.3% increase on 2023 (£4.43 million in 2023).

The charity's main income stream is from tithes and offerings given by church members and regular attendees. In 2024, unrestricted tithes and offerings were £3.1 million which was a 9.4% increase compared to 2023 (£2.8 million in 2023). This included £646,810 of unrestricted offerings received by the Cambridge campus, an 8.8% increase compared to 2023 (£594,355 in 2023). It also included £124,802 of unrestricted offerings from our Leicester campus, a 42.4% increase compared to 2023 (£87,665 in 2023).

Restricted offerings were £810,478, which was a 15.4% decrease on 2023 (£958,730 in 2023). Up until March 2024, when we paid off the mortgage, we received restricted offerings into our Peterborough building fund, which were then used to help finance the mortgage. These offerings are now longer received into this fund.

Expenditure

Expenditure for the year totalled £4,017,935 (2023 – £3,674,300) excluding commercial operations in the trading subsidiary.

During 2024, salaries (excluding salaries within the commercial operations) accounted for 49.7% of 2023 expenditure, £2.00 million, compared to 48.3% of 2023 expenditure (£1.77 million). The charity employs both ministry-based positions, such as pastors, children and youth workers and community action workers, as well as administration and management staff, all of which work under the overall direction of the Strategic Leadership Team.

Mortgage Update

In January 2024, we made our final mortgage payment and are now debt free.

Land Sale

In July 2024, KingsGate sold a small strip of land of 956 m2 to the north-east of the main church car park, near the boundary with the Tesco Distribution Warehouse, to Staplee Way Management Company Limited, for £600,000. After transferring 10% of these funds to our mission fund, these funds are now held in a designated fund for future usage.

KINGSGATE COMMUNITY CHURCH

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

FOR THE YEAR ENDED 31 DECEMBER 2024

Reserves Policy

It is the policy of the charity to work towards and then maintain unrestricted funds, which are the free reserves of the charity, at a level which equates to approximately three months unrestricted expenditure excluding certain discretionary spend. This would provide sufficient funds to cover salaries and building running costs for three months. Unrestricted funds of the charity were £1.23m on 31st December 2024 (excluding interest in land & property). The current reserves level is £457k more than the minimum reserves required.

The need for the charity to hold significant reserves is generated by the employment of 59 full and part time permanent employees along with building running costs of the KingsGate Peterborough building.

It is the charity's policy to monitor growth and income statistics carefully and if income were to fall significantly, take immediate measures to minimise risk.

Risk Management

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

Future Plans

In 2025 we will be continuing to focus on our core mission, which as a church is "TRANSFORMING LIVES from our neighbourhoods to the nations, by the power of God's love" with an emphasis on going BIGGER AND BEYOND with a particular focus on:

- Effective MISSION
- Strengthening DISCIPLES
- Developing pioneering LEADERS

Structure, Governance and Management

Governing Document

KingsGate Community Church is a company limited by Guarantee with no share capital. It was incorporated as Peterborough Community Church on the 11th May 2004 and was registered with the Charity Commission on the same day. It changed its name to KingsGate Community Church from 1st February 2008.

None of the trustees have any beneficial interest in the company. All the trustees are members of the company and guarantee to contribute such amount as may be required (not exceeding £10) to the company's assets in the event of a winding up.

KingsGate Community Church business is concluded under the framework of its governing memorandum and articles of association, prepared under the Companies Act 1985.

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:

Dr David Smith (Chairman)
Mr Norman Paskin
Mr Barry Featherstone
Mr Matt Negus
Mr Samson Abioye
Mrs Lydia Opayinka

Appointment of Trustee Directors

The trustees, who have served during the year and since the year end, are set out on page 2. Trustees are appointed by the board and each year, one third retire by rotation and either new trustees are identified, or previous serving trustees are reappointed.

KINGSGATE COMMUNITY CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

Trustee Induction and Training

All trustees are offered external training which will help them to undertake their roles and responsibilities.

Organisation

The board of trustees meet at least four times a year. Trustees ensure that the charity remains solvent, is well-run, and delivering the charitable outcomes for the benefit of the public for which it has been set up. The Strategic Leadership Team, which is made up of the Senior Leadership Team and the Multisite Strategy Team, are responsible for the day-to-day running of the organisation. Key strategies identified by the Senior Leadership Team and the Multisite Strategy Team are ratified by Trustees before implementation.

Related Parties

KingsGate Trading Ltd, a wholly owned subsidiary, was established on 26th January 2007. This subsidiary was incorporated to manage the business activities of the charity including the provision of conference facilities. KingsGate Community Church granted a 'licence to use' the building to KingsGate Trading Ltd who started to hire out the building from 1st June 2008.

KingsGate Trading Ltd will be making a distribution to the parent company under gift aid of £155,672 (£41,515 was given in 2024 in respect of the 2023 distribution) and also paid a management charge of £61,519 for the trading period (2023 £36,168 management charge). KingsGate Trading Ltd recorded a profit for the year of £178,832 before distribution to the parent company under gift aid (2023 a profit of £48,513).

Trustees' responsibilities in relation to the financial statements

The trustees, who are also the directors of Kingsgate Community Church 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; 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.

Auditor

In accordance with the company's articles, a resolution proposing that Azets Audit Services be reappointed as auditor of the company will be put at a General Meeting.


Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

KINGSGATE COMMUNITY CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

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

..... 
Mr Barry Featherstone
Trustee
Dated: 31/7/25

KINGSGATE COMMUNITY CHURCH

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF KINGSGATE COMMUNITY CHURCH

Opinion

We have audited the accounts of Kingsgate Community Church (the 'charity') and its subsidiary for the year ended 31 December 2024 which comprise the Group Statement of Financial Activities, the Group and Parent Charitable Company Balance Sheets, the Group and Parent Charitable Company Cash Flow Statements and the notes to the accounts, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Group and Parent charitable company's affairs as at 31 December 2024 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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. 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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

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

KINGSGATE COMMUNITY CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED) TO THE MEMBERS OF KINGSGATE COMMUNITY CHURCH

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Group and Parent 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' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the 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 includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

KINGSGATE COMMUNITY CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF KINGSGATE COMMUNITY CHURCH

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 and on the Financial Reporting Council's website, to detect material misstatements in respect of irregularities, including fraud.

We obtain and update our understanding of the entity, its activities, its control environment, and likely future developments, including in relation to the legal and regulatory framework applicable and how the entity is complying with that framework. Based on this understanding, we identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. This includes consideration of the risk of acts by the entity that were contrary to applicable laws and regulations, including fraud.


In response to the risk of irregularities and non-compliance with laws and regulations, including fraud, we designed procedures which included:

- Enquiry of management and those charged with governance around actual and potential litigation and claims as well as actual, suspected and alleged fraud;
- Reviewing minutes of meetings of those charged with governance;
- Assessing the extent of compliance with the laws and regulations considered to have a direct material effect on the financial statements or the operations of the entity through enquiry and inspection;
- Reviewing financial statement disclosures and testing to supporting documentation to assess compliance with applicable laws and regulations;
- Performing audit work over the risk of management bias and override of controls, including testing of journal entries and other adjustments for appropriateness, evaluating the business rationale of significant transactions outside the normal course of business and reviewing accounting estimates for indicators of potential bias.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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.



Tracey Richardson BSc (Hons) FCA (Senior Statutory Auditor)
for and on behalf of Azets Audit Services

14/7/25

Chartered Accountants
Statutory Auditor

Westpoint
Lynch Wood
Peterborough
Cambridgeshire
United Kingdom
PE2 6FZ

KINGSGATE COMMUNITY CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2024

Current financial year

		Unrestricted funds general 2024 £	Unrestricted funds designated 2024 £	Restricted funds 2024 £	Total 2024 £	Total 2023 £
	Notes					
<u>Income and endowments from:</u>						
Donations and legacies	3	2,730,823	9,348	1,484,319	4,224,490	3,940,600
Charitable activities	4	135,297	-	175,848	311,145	425,407
Other trading activities	6	610,825	-	-	610,825	362,286
Investments	5	89,348	-	-	89,348	63,552
Other income	7	461	571,957	-	572,418	1,298
Total income		3,566,754	581,305	1,660,167	5,808,226	4,793,143
<u>Expenditure on:</u>						
Raising funds	8	376,236	-	-	376,236	278,417
Charitable activities	9	2,788,627	237,497	991,811	4,017,935	3,674,300
Total expenditure		3,164,863	237,497	991,811	4,394,171	3,952,717
Net incoming resources before transfers		401,891	343,808	668,356	1,414,055	840,426
Gross transfers between funds		(248,579)	611,110	(362,531)	-	-
Net income for the year/ Net movement in funds		153,312	954,918	305,825	1,414,055	840,426
Fund balances at 1 January 2024		1,082,734	8,032,761	1,221,221	10,336,716	9,496,290
Fund balances at 31 December 2024		1,236,046	8,987,679	1,527,046	11,750,771	10,336,716

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.

KINGSGATE COMMUNITY CHURCH

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2024

Prior financial year		Unrestricted funds general 2023 £	Unrestricted funds designated 2023 £	Restricted funds 2023 £	Total 2023 £
	Notes				
<u>Income and endowments from:</u>					
Donations and legacies	3	2,612,541	-	1,328,059	3,940,600
Charitable activities	4	109,500	-	315,907	425,407
Other trading activities	6	362,286	-	-	362,286
Investments	5	63,552	-	-	63,552
Other income	7	1,298	-	-	1,298
Total income		3,149,177	-	1,643,966	4,793,143
<u>Expenditure on:</u>					
Raising funds	8	278,417	-	-	278,417
Charitable activities	9	2,408,464	246,712	1,019,124	3,674,300
Total expenditure		2,686,881	246,712	1,019,124	3,952,717
Net incoming resources before transfers		462,296	(246,712)	624,842	840,426
Gross transfers between funds		(345,348)	1,019,679	(674,331)	-
Net income for the year/ Net movement in funds		116,948	772,967	(49,489)	840,426
Fund balances at 1 January 2023		965,786	7,259,794	1,270,710	9,496,290
Fund balances at 31 December 2023		1,082,734	8,032,761	1,221,221	10,336,716

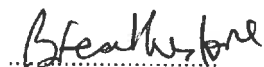
KINGSGATE COMMUNITY CHURCH

BALANCE SHEETS

AS AT 31 DECEMBER 2024

	Notes	Group 2024 £	Charity 2024 £	Group 2023 £	Charity 2023 £
Fixed assets					
Tangible assets	17	8,419,212	9,318,099	8,246,195	9,143,152
Investments	18	-	1	-	1
		8,419,212	9,318,100	8,246,195	9,143,153
Current assets					
Stocks	20	4,270	-	4,505	-
Debtors	21	150,284	171,325	168,916	115,561
Cash at bank and in hand		3,501,034	3,269,088	2,463,224	2,439,711
		3,655,588	3,440,413	2,636,645	2,555,272
Creditors: amounts falling due within one year	22	(324,029)	(267,107)	(546,124)	(508,466)
Net current assets		3,331,559	3,173,306	2,090,521	2,046,806
Total assets less current liabilities		11,750,771	12,491,406	10,336,716	11,189,959
Income funds					
Restricted funds	25	1,527,046	1,527,046	1,221,221	1,221,221
<u>Unrestricted funds - general</u>					
Designated funds	26	8,987,679	9,886,566	8,032,761	8,929,718
General unrestricted funds	26	1,236,046	1,077,794	1,082,734	1,039,020
		11,750,771	12,491,406	10,336,716	11,189,959

The financial statements were approved by the board of directors and authorised for issue on 3/1/25 and are signed on its behalf by:



Mr Barry Featherstone

Trustee

Company Registration No. 05124435

KINGSGATE COMMUNITY CHURCH

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	2024 Group £	2024 Charity £	2023 Group £	2023 Charity £
Cash flows from operating activities					
Cash generated from operations	32	1,039,570	831,137	1,054,886	1,038,572
Investing activities					
Purchase of tangible fixed assets		(433,534)	(433,534)	(123,411)	(123,411)
Proceeds on disposal of tangible fixed assets		600,816	600,816	1,298	1,298
Interest received		89,348	89,348	63,552	63,552
Net cash generated from/(used in) investing activities		256,630	256,630	(58,561)	(58,561)
Financing activities					
Repayment of bank loans		(230,347)	(230,347)	(928,639)	(899,230)
Net cash used in financing activities		(230,347)	(230,347)	(928,639)	(899,230)
Net increase in cash and cash equivalents		1,065,853	857,420	67,686	80,781
Cash and cash equivalents at beginning of year		2,463,224	2,439,711	2,395,538	2,358,930
Cash and cash equivalents at end of year		3,529,077	3,297,131	2,463,224	2,439,711

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

Charity information

Kingsgate Community Church is a private company limited by guarantee incorporated in England and Wales. The registered office is 2 Staplee Way, Parnwell, Peterborough, PE1 4YT, United Kingdom.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's governing document, 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)" (as amended for accounting periods commencing from 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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 accounts have been prepared under the historical cost convention, modified to include certain items at fair value. The principal accounting policies adopted are set out below.

1.2 Group financial statements

The financial statements consolidate the results of the charitable company and its subsidiary undertaking KingsGate Trading Limited on a line-by line basis. Intra-group sales and profits are eliminated fully on consolidation. A separate Statement of Financial Activities and Income and Expenditure Account for the charity has not been presented because the charity has taken advantage of the exemption afforded by section 408 of the Companies Act 2006.

1.3 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.

1.4 Charitable funds

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

Designated funds - these are funds set aside by the trustees out of unrestricted general funds for specific future purposes or projects.

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.

1.5 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.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102). The charity benefits from many voluntary hours and unclaimed out-of-pocket expenses contributed by a number of supporters. The charity is extremely grateful for all these gifts in kind.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

The charity receives grants in respect of its activities. Income from grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Income from trading activities is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

Investment income is accounted for in the period in which the charity is entitled to receipt.

1.6 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.

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably. It is categorised under the following headings:

- Costs of raising funds;
- Expenditure on charitable activities; and
- Other expenditure which represents those items not falling into the categories above.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs and other administrative costs. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

1.7 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

All assets costing more than £250 are capitalised. No depreciation is provided on freehold land.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold buildings	1% p.a. straight line
Office equipment	25% p.a. reducing balance
Computer equipment	25% p.a. straight line

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.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

1.8 Fixed asset investments

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.

Investments in subsidiaries are measured at cost less impairment.

1.9 Impairment of fixed 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).

1.10 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost includes all costs of purchase, costs of conversion and other costs incurred in bringing stock to its present location and condition. Cost is calculated using the first in, first out formula. Provision is made for damaged, obsolete and slow-moving stock where appropriate.

1.11 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, and other short-term liquid investments with original maturities of three months or less.

1.12 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' 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 debtors 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 creditors 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.

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.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

1 Accounting policies

(Continued)

Derecognition of financial liabilities

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

1.13 Taxation

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

1.14 Provisions

Provisions are recognised when the charity has a legal or constructive present obligation as a result of a past event, it is probable that the charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in net income/(expenditure) in the period in which it arises.

1.15 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.

1.16 Leases

Rentals payable under operating leases, including any lease incentives received, are charged as an expense on a straight line basis over the term of the relevant lease.

2 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.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

3 Donations and legacies

	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2024 £	Total 2023 £
Gifts and offerings	618,985	9,348	168,198	796,531	939,805
Covenants and gift aid	1,600,981	-	798,816	2,399,797	2,242,238
Income tax repayments	510,857	-	125,429	636,286	584,420
Grants received	-	-	391,876	391,876	174,137
For the year ended 31 December 2024	2,730,823	9,348	1,484,319	4,224,490	3,940,600
For the year ended 31 December 2023	2,612,541	-	1,328,059		3,940,600

The charity benefits from a number of voluntary hours, unclaimed out-of-pocket expenses and gifts in kind contributed by a number of supporters which are not accounted for. The charity is extremely grateful for all these gifts in kind.

Grants receivable for core activities

Peterborough City Council	-	-	148,250	148,250	71,569
The Trussell Trust	-	-	138,088	138,088	92,140
Church Revitalisation Trust	-	-	56,250	56,250	10,000
People's Postcode Lottery	-	-	30,000	30,000	-
Cummins Grant	-	-	19,288	19,288	-
Other	-	-	-	-	428
	-	-	391,876	391,876	174,137

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

4 Charitable activities

	2024 £	2023 £
Courses and events	72,999	46,632
Foodbank income	79,108	96,370
Community action income	31,314	43,167
Learning communities	96,740	219,537
Miscellaneous income	30,984	19,701
	<u>311,145</u>	<u>425,407</u>
Analysis by fund		
Unrestricted funds	135,297	109,500
Restricted funds	<u>175,848</u>	<u>315,907</u>
	<u>311,145</u>	<u>425,407</u>

5 Investments

	Unrestricted funds general 2024 £	Unrestricted funds general 2023 £
Interest receivable	<u>89,348</u>	<u>63,552</u>

6 Other trading activities

	2024 £	2023 £
Commercial operations in trading subsidiary	<u>610,825</u>	<u>362,286</u>

7 Other income

	Unrestricted funds general 2024 £	Unrestricted funds designated 2024 £	Total Unrestricted funds general 2024 £	Unrestricted funds general 2023 £
Net gain on disposal of tangible fixed assets	<u>461</u>	<u>571,957</u>	<u>572,418</u>	<u>1,298</u>

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

8 Raising funds

	2024	2023
	£	£
<u>Commercial operations in trading subsidiary</u>		
Staff costs	208,375	164,134
Direct costs	151,362	96,900
Administrative expenses	16,499	17,383
	<u>376,236</u>	<u>278,417</u>

9 Charitable activities

	2024	2023
	£	£
Staff costs	1,997,711	1,773,247
Depreciation	230,192	246,712
Outreach and Community Action	538,484	407,117
Sunday Experience and Connect	318,825	259,289
Pastoral Care	211,626	170,940
Equip and Leadership Development	167,821	296,585
Overseas Mission	109,414	109,922
Facilities	301,340	281,591
	<u>3,875,413</u>	<u>3,545,403</u>
Share of support costs (see note 10)	131,222	117,607
Share of governance costs (see note 10)	11,300	11,290
	<u>4,017,935</u>	<u>3,674,300</u>
Analysis by fund		
Unrestricted funds	2,788,627	2,408,464
Unrestricted funds - designated	237,497	246,712
Restricted funds	991,811	1,019,124
	<u>4,017,935</u>	<u>3,674,300</u>

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

10 Support costs

	Support costs £	Governance costs £	2024 £	2023 £
Office costs	118,691	-	118,691	105,072
Printing, postage and stationery	5,101	-	5,101	5,133
Photocopying	7,430	-	7,430	7,402
Audit and accountancy fees	-	11,300	11,300	11,290
	<u>131,222</u>	<u>11,300</u>	<u>142,522</u>	<u>128,897</u>

11 Trustees

Trustees' remuneration is permitted under certain limited circumstances, if paid as an employee, under the terms of the charity's governing document. During the year, remuneration was paid to one Trustee amounting to £79,425 (2023 - £79,212). Employer pension contributions for this Trustee were £24,640 (2023 - £12,621). No Trustees waived any remuneration.

One Trustee (2023 - one) is accruing pension arrangements.

During the year a trustee received reimbursement of expenses amounting to £931 (2023 - two trustees received £672) of which £7 (2023 - £4) was outstanding at the year end and included within trade creditors.

12 Auditor's remuneration

The analysis of auditor's remuneration is as follows:	2024 £	2023 £
Audit of the charity's annual accounts	8,200	7,795
Other services to the group		
- the audit of the subsidiary	3,100	2,950
Total audit fees	<u>11,300</u>	<u>10,745</u>
Non-audit services		
All other non-audit services - charity	3,700	3,495
All other non-audit services - subsidiary	1,275	1,200
Total non-audit fees	<u>4,975</u>	<u>4,695</u>

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

13 Surplus for the financial year

As permitted by section 408 of the Companies Act 2006, the holding company's surplus has not been included in these financial statements. The surplus for the financial year is made up as follows:

	2024 £	2023 £
Holding company's gross income for the financial year	5,255,649	4,476,399
Holding company's surplus for the financial year	1,301,446	801,287

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

14 Commercial operations in trading subsidiary

The wholly owned trading subsidiary, KingsGate Trading Limited, which is incorporated in England and Wales, pays a proportion of its profits to the charity by gift aid. KingsGate Trading Limited operates the resources centre and room hire at KingsGate Community Church. The charity owns the entire issued share capital of 1 ordinary share at £1 each. A summary of the trading results is shown below.

KingsGate Trading Limited Profit & Loss Account	2024	2023
	£	£
Turnover	608,794	361,728
Cost of sales	(359,737)	(261,034)
Administration costs	(16,862)	(17,577)
Other income and interest received	2,031	619
Interest payable	-	(454)
Net profit	234,226	83,282
Add: sales made to charity	5,762	812
Less: management charges paid to charity	(61,519)	(36,168)
	178,469	47,926
Dividend paid to charity	(66,224)	(9,374)
	112,245	38,552
Tax on loss on ordinary activities	363	587
Retained in the subsidiary	112,608	39,139

KingsGate Trading Limited Balance Sheet	2024	2023
	£	£
Fixed assets	5,787	7,717
Current assets	273,160	83,763
Current liabilities	(114,907)	(40,048)
Long term liabilities	-	-
Total net assets	164,040	51,432
Aggregate share capital and reserves	164,040	51,432

15 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

16 Employees

Number of employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
KingsGate Community Church	59	54
KingsGate Trading Limited	20	20
	<u>79</u>	<u>74</u>

Employment costs	2024 Charity £	2024 Subsidiary £	2024 Group £	2023 Group £
Wages and salaries	1,727,482	191,786	1,919,268	1,704,809
Social security costs	170,045	10,663	180,708	154,388
Other pension costs	100,184	5,926	106,110	78,184
	<u>1,997,711</u>	<u>208,375</u>	<u>2,206,086</u>	<u>1,937,381</u>

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

	2024 Number	2023 Number
£60,001 - £70,000	2	2
£70,001 - £80,000	1	1

The above employees participated in the pension scheme. During the year ended 31 December 2024, pension contributions for these employees amounted to £31,165 (2023 - £18,098).

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

17 Tangible fixed assets

Group	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 January 2024	8,951,826	1,925,257	10,877,083
Additions	337,965	95,569	433,534
Disposals	(28,043)	(133,081)	(161,124)
At 31 December 2024	9,261,748	1,887,745	11,149,493
Depreciation			
At 1 January 2024	1,183,437	1,447,448	2,630,885
Depreciation charged in the year	87,250	144,872	232,122
Eliminated in respect of disposals	-	(132,726)	(132,726)
At 31 December 2024	1,270,687	1,459,594	2,730,281
Carrying amount			
At 31 December 2024	7,991,061	428,151	8,419,212
At 31 December 2023	7,768,386	477,809	8,246,195

Charity	Freehold land and buildings £	Plant and equipment £	Total £
Cost			
At 1 January 2024	9,856,500	1,845,760	11,702,260
Additions	337,965	95,569	433,534
Disposals	(28,043)	(133,081)	(161,124)
At 31 December 2024	10,166,422	1,808,248	11,974,670
Depreciation			
At 1 January 2024	1,183,437	1,375,668	2,559,105
Depreciation charged in the year	87,250	142,942	230,192
Eliminated in respect of disposals	-	(132,726)	(132,726)
At 31 December 2024	1,270,687	1,385,884	2,656,571
Carrying amount			
At 31 December 2024	8,895,735	422,364	9,318,099
At 31 December 2023	8,673,060	470,092	9,143,152

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

17 Tangible fixed assets

(Continued)

All assets are used for direct charitable purposes.

Included within land and buildings is an amount of £1,443,957 (2023 - £1,472,000) in respect of land which is not depreciated.

18 Fixed asset investments

	Investment in subsidiaries £
Group	
Cost or valuation	
At 1 January 2024 & 31 December 2024	-
Charity	
Cost or valuation	
At 1 January 2024 & 31 December 2024	1

The investment represents a 100% shareholding in KingsGate Trading Limited, a company incorporated in England and Wales.

For details of the principal activity and results for the year, see note 13.

19 Financial instruments	Group 2024 £	Charity 2024 £	Group 2023 £	Charity 2023 £
Carrying amount of financial assets				
Trade debtors	45,761	17,092	59,045	20,056
Other debtors	15	15	1,523	1,523
Amounts due from subsidiary undertakings	-	57,985	-	-
Bank and cash	3,501,034	3,269,088	2,463,224	2,439,711
Fixed asset investments	-	1	-	1
Measured at cost	3,546,810	3,344,181	2,523,792	2,461,291
Carrying amount of financial liabilities				
Trade creditors	33,021	27,356	44,859	40,347
Accruals	187,755	177,079	164,897	158,007
Bank loans	-	-	230,347	230,347
Amounts due to subsidiary undertakings	-	-	-	2,390
Measured at cost	220,776	204,435	440,103	431,091

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

20	Stocks	2024 Group £	2024 Charity £	2023 Group £	2023 Charity £
	Finished goods and goods for resale	4,270	-	4,505	-
21	Debtors	2024 Group £	2024 Charity £	2023 Group £	2023 Charity £
	Amounts falling due within one year:				
	Trade debtors	45,761	17,092	59,045	20,056
	Income tax recoverable	50,486	50,486	46,773	46,773
	Amounts due from subsidiary undertakings	-	57,985	-	-
	Other debtors	15	15	1,523	1,523
	Prepayments and accrued income	47,898	45,747	55,814	47,209
		144,160	171,325	163,155	115,561
	Deferred tax asset	6,124	-	5,761	-
		150,284	171,325	168,916	115,561
22	Creditors: amounts falling due within one year	2024 Group £	2024 Charity £	2023 Group £	2023 Charity £
	Notes				
	Bank loans 23	-	-	230,347	230,347
	Other taxation and social security	57,090	39,989	50,806	37,729
	Deferred income	23,812	2,550	18,588	3,750
	Trade creditors	33,021	27,356	44,859	42,347
	Amounts due to subsidiary undertakings	-	-	-	2,390
	Other creditors	22,351	20,133	36,627	35,896
	Accruals	187,755	177,079	164,897	156,007
		324,029	267,107	546,124	508,466

Deferred income for the charity is income received for Learning Communities that relates to the year ended 31 December 2025. Additional deferred income for the group relates to deposits for room hire bookings received in advance.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

23 Loans and overdrafts

	2024 Group £	2024 Charity £	2023 Group £	2023 Charity £
Bank loans	-	-	230,347	230,347
Payable within one year	-	-	230,347	230,347

During the year the loan has been repaid in full. The charity bank borrowings were secured over the assets of the group.

24 Provision for liabilities

	2024 Group £	2024 Charity £	2023 Group £	2023 Charity £
Deferred taxation Balances:				
Tax losses	6,124	-	5,761	-
Movements in the year:				2024 £
Liability/(Asset) at 1 January 2024				(5,761)
Credit to profit or loss				(363)
Liability/(Asset) at 31 December 2024				(6,124)

The deferred tax asset set out above is expected to reverse within the foreseeable future and relates to the utilisation of tax losses against future expected profits of the same period.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

25 Restricted funds

Group and Charity

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 January 2023 £	Movement in funds			Transfers 1 January 2024 £	Balance at 1 January 2024 £	Movement in funds			Transfers 31 December 2024 £	Balance at 31 December 2024 £
		Income £	Expenditure £				Income £	Expenditure £			
Building fund - Cambridge	88,784	51,763	(5,176)		1,525	136,896	53,863	(5,386)		113,016	298,389
Mission fund	424,489	385,930	(425,102)		68,510	453,827	435,753	(384,541)		74,471	579,510
Body needs fund - Peterborough	19,381	3,750	(6,119)		30,255	47,267	1,124	(8,800)		-	39,591
Body needs fund - Cambridge	900	-	(900)		4,000	4,000	-	(1,200)		-	2,800
Foodbank fund	296,988	100,337	(120,559)		-	276,766	119,663	(118,435)		-	277,994
Peterborough CAB worker grant	21,074	83,927	(77,266)		-	27,735	127,534	(89,847)		-	65,422
Leadership Academy	-	-	-		-	-	5,560	(13,934)		56,255	47,881
Together on purpose	169,086	-	(34,278)		(76,088)	58,720	8,912	-		(57,371)	10,261
Learning Community fund	102,142	219,537	(276,014)		-	45,665	97,307	(142,972)		-	-
2020 vision fund	30,969	-	(2,067)		-	28,902	-	(4,893)		-	24,009
Children's work	7,563	-	(5,048)		-	2,515	-	-		-	2,515
Parnwell Hub grant	16,890	565	(1,805)		-	15,650	-	(150)		-	15,500
Peterborough - Love Your Neighbour	-	10,000	(10,000)		-	-	35,000	-		(35,000)	-
Winter Support fund	2,005	40,000	(6,476)		-	35,529	20,000	(45,223)		-	10,306
Care Leavers White Goods	9,115	-	(6,595)		-	2,520	-	-		-	2,520
Food Pantry fund	17,425	21,116	(28,046)		-	10,495	66,401	(52,925)		32,459	56,430
Syrian and Afghan Refugees	-	9,069	(9,069)		-	-	7,553	(5,778)		-	1,775
Romanian Fund	1,270	205	(1,475)		-	-	-	-		-	-
Carried forward to next page	1,208,081	926,199	(1,015,995)		28,202	1,146,487	978,670	(874,084)		183,830	1,434,903

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

25 Restricted funds

(Continued)

	Balance at 1 January 2023 £	Movement in funds			Transfers 1 January 2024 £	Balance at 1 January 2024 £	Movement in funds			Transfers £	Balance at 31 December 2024 £
		Income £	Expenditure £				Income £	Expenditure £			
Brought forward	1,208,081	926,199	(1,015,995)		28,202	1,146,487	978,670	(874,084)		183,830	1,434,903
The Church We See	62,629	10,169	(1,017)		(25,526)	46,255	-	-		-	46,255
Radical Disciples	-	685,098	-		(677,007)	8,091	22,475	(3,371)		(27,195)	-
Think Bigger and Beyond	-	-	-		-	-	565,080	(56,761)		(507,236)	1,083
Household Support Fund	-	22,500	(2,112)		-	20,388	93,942	(57,595)		(11,930)	44,805
	1,270,710	1,643,966	(1,019,124)		(674,331)	1,221,221	1,660,167	(991,811)		(362,531)	1,527,046

The Building funds are held to fund improvements to the premises at Peterborough and to finance any future Cambridge building needs. Once expended a transfer is made to a designated fund representing the interest in the land and property.

The Mission fund arises from the commitment to spend 10% of all income on mission activities. These include community action, launching new Centres, overseas missions and gifts to other ministries.

The Body Needs fund represents funds to support members of the church community who are in financial hardship.

The Foodbank fund represents funds provided to support the running of a foodbank across Peterborough.

PCAS grant was a grant received from the City Council for the provision of emergency food and furniture upon referral from the Peterborough Community Assistance scheme.

The Leadership Academy Fund was from funds raised from an offering received in March 2024, to fund a programme to raise and develop new leaders.

The Together on Purpose fund was an offering received in September 2021 to finance key areas of the Together on Purpose vision; Leadership Development, Media and Technology to support our online presence and community action initiatives.

The Learning Community fund represents income and expenses in relation to educational events hosted in partnership with Gateway Church (Dallas), ARC and Stewardship.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

25 Restricted funds

(Continued)

The 2020 Vision fund was an offering received over a 4 year period to finance 5 key areas of the 2020 Vision; Inside out initiatives, Leadership Development, Launching new Centres, Technology and building needs.

The Children's Work fund was a donation received given specifically for the benefit of the Children's Ministry.

The Parnwell Hub grant was a grant received from the City Council to run community development activities in Parnwell with a range of partner agencies.

The Love Your Neighbour grant was a grant received from the Church Revitalisation Trust for the provision of emergency food, support the running of Care Zone and to launch a new Debt Advice Service.

The Winter Support Fund was a grant received from Peterborough City Council for the provision of emergency food and white goods upon referral from the Peterborough Community Assistance scheme.

Care Leavers Goods Fund - Peterborough City Council provided funding for Care Zone to supply furniture and white goods to care leavers.

Food Pantry - KingsGate is setting up a food pantry in Parnwell for families facing long term food insecurity.

Syrian and Afghan Refugee fund - Care Zone is working in partnership with other organisations to resettle refugees from Syrian and Afghanistan into the city. Peterborough City Council has provided funding to enable to Care Zone to increase its capacity to provide furniture for these families.

Romanian Fund included a grant received in 2021 from the local council to help with the COVID relief efforts within the Peterborough Romanian Community, and also includes giving to help support KingsGate members setting up a church in Cluj, Romania.

The Church We See fund was an offering received in March 2022. 60% was used to make a one-off mortgage payment, 15% was set aside into a Cambridge building fund and the remainder is for Leadership Development and other projects.

The Radical Disciples fund was an offering received in March 2023. 85% was used to make a one-off mortgage payment and 5% was set aside for body needs.

The Think Bigger and Beyond Fund was an offering received in March 2024. 60% was used for Peterborough Building Development, 20% was set aside into a Cambridge Building Fund, and 10% was to develop a Leadership Academy.

The Household Support Fund is a grant awarded by Peterborough City Council to buy food stock for the KingsGate Food Pantry that supports families facing long-term food insecurity and emergency white goods to be distributed by Care Zone.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

26 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:

Group	Balance at 1 January 2023	Expenditure	Transfers	Balance at 1 January 2024	Movement in funds			Transfers	Balance at 31 December 2024
					Income	Expenditure			
	£	£	£	£	£	£		£	£
Interest in land and property	6,722,682	(83,871)	899,230	7,538,041	-	(87,250)		540,270	7,991,061
Interest in fixed assets	520,202	(162,842)	120,449	477,809	-	(142,942)		93,284	428,151
Fixed asset fund	16,911	-	-	16,911	-	-		9,488	26,399
Land sale	-	-	-	-	581,305	(7,305)		(31,932)	542,068
	7,259,795	(246,713)	1,019,679	8,032,761	581,305	(237,497)		611,110	8,987,679
Charity	Balance at 1 January 2023	Expenditure	Transfers	Balance at 1 January 2024	Movement in funds			Transfers	Balance at 31 December 2024
					Income	Expenditure			
	£	£	£	£	£	£		£	£
Interest in land and property	7,627,356	(83,871)	899,230	8,442,715	-	(87,250)		540,270	8,895,735
Interest in fixed assets	509,522	(162,842)	123,412	470,092	-	(142,942)		95,214	422,364
Fixed asset fund	16,911	-	-	16,911	-	-		9,488	26,399
Land sale	-	-	-	-	581,305	(7,305)		(31,932)	542,068
	8,153,789	(246,713)	1,022,642	8,929,718	581,305	(237,497)		613,040	9,886,566

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

26 Designated funds

(Continued)

The designated fund for interest in land and property is an amount transferred from restricted funds in respect of restricted expenditure that has been capitalised in fixed assets. This fund will be utilised as depreciation is charged on the property.

The interest in fixed assets fund represents the net book value of equipment and vehicles.

The Land sale fund is proceeds from the sale of a small strip of land owned by KingsGate.

26 Unrestricted funds

Group	Balance at 1 January 2023	Movement in funds			Movement in funds			Transfers	Balance at 31 December 2024
		Income	Expenditure	£	Income	Expenditure	£		
General fund	965,786	3,149,177	(2,686,881)	(345,348)	1,082,734	3,566,754	(3,164,863)	(248,579)	1,236,046
	965,786	3,149,177	(2,686,881)	(345,348)	1,082,734	3,566,754	(3,164,863)	(248,579)	1,236,046
Charity									
General fund	964,174	2,832,435	(2,409,278)	(348,311)	1,039,020	3,017,448	(2,728,165)	(250,509)	1,077,794
	964,174	2,832,435	(2,409,278)	(348,311)	1,039,020	3,017,448	(2,728,165)	(250,509)	1,077,794

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

27 Analysis of net assets between funds

Group	Unrestricted funds 2023 £	Designated funds 2023 £	Restricted funds 2023 £	Endowment funds 2023 £	Total Unrestricted funds 2023 £	Designated funds 2024 £	Restricted funds 2024 £	Total 2024 £
Fund balances at 31 December 2024 are represented by:								
Tangible assets	-	8,246,195	-	-	8,246,195	8,419,212	-	8,419,212
Current assets/(liabilities)	1,082,734	(213,434)	1,221,221	-	2,090,521	568,467	1,527,046	3,331,559
	1,082,734	8,032,761	1,221,221	-	10,336,716	8,987,679	1,527,046	11,750,771
Charity								
Fund balances at 31 December 2024 are represented by:								
Tangible assets	-	9,143,152	-	-	9,143,152	9,318,099	-	9,318,099
Investments	1	-	-	-	1	-	-	1
Current assets/(liabilities)	1,039,019	(213,434)	1,221,221	-	2,046,806	568,467	1,527,046	3,173,305
	1,039,020	8,929,718	1,221,221	-	11,189,959	9,886,566	1,527,046	12,491,405

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

29 Control

No one individual has overall control of the charity.

30 Operating lease commitments

Group and charity

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:

	2024 £	2023 £
Within one year	22,710	35,985
Between two and five years	-	22,710
	<u>22,710</u>	<u>58,695</u>

31 Related party transactions

Remuneration of key management personnel

The total amount of employee benefits (including employer's pension contributions) received by key management personnel is £573,140 (2023 - £504,349). The charity considers its key management personnel comprises of the members of the Multisite Strategy team.

Transactions with related parties

During the year:

Management charges of £61,519 (2023 - £36,168) were charged to KingsGate Trading Limited.

Wages costs are recharged between the Charity and KingsGate Trading Limited, resulting in net income to the Charity of £4,765 (2023 - £15,794).

A gift aided donation of £66,224 (2023 - £9,374) was also received from KingsGate Trading Limited with a further £155,672 (2023 - £41,515) to be paid after the year end.

Included within debtors is £57,985 (2023 - £2,391) due from KingsGate Trading Limited.

Donations of £135,254 (2023 - £111,125) were received during the year from six Trustees or Directors of the subsidiary company (2023 - seven). No conditions were attached to these donations.

During a prior year the charity had an arrangement with a third party to create videos based on a book authored by D Smith, a trustee. Many churches and individuals benefitted from the videos, as did KingsGate. The creation of the videos promoted books sales and therefore may have impacted on royalties earned by D Smith, but it is not possible to quantify the effect. A proportion of royalties from the book earned by D Smith will be gifted back to the project and the church will receive an equal share of any surplus generated from video sales over and above costs incurred.

KINGSGATE COMMUNITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2024

32	Cash generated from operations	2024 Group £	2024 Charity £	2023 Group £	2023 Charity £
	Surplus for the year	1,414,055	1,414,055	840,426	801,287
	Adjustments for:				
	Investment income recognised in statement of financial activities	(89,348)	(89,348)	(63,552)	(63,552)
	Gain on disposal of tangible fixed assets	(572,418)	(572,418)	(1,298)	(1,298)
	Depreciation of tangible fixed assets	232,122	230,192	249,675	246,712
	Movements in working capital:				
	Decrease in stocks	235	235	5,367	-
	(Increase) in debtors	22,708	22,708	(9,930)	33,384
	Increase in creditors	3,028	3,028	34,198	22,039
	Cash generated from operations	1,010,382	1,008,452	1,054,886	1,038,572

33 Analysis of changes in net funds

Group	At 1 January 2024 £	Cash flows	At 31 December 2024 £
Cash at bank and in hand	2,463,224	1,037,810	3,501,034
Loans falling due within one year	(230,347)	230,347	-
	<u>2,232,877</u>	<u>1,268,157</u>	<u>3,501,034</u>
Charity	At 1 January 2024 £	Cash flows	At 31 December 2024 £
Cash at bank and in hand	2,439,711	829,377	3,269,088
	<u>2,439,711</u>	<u>829,377</u>	<u>3,269,088</u>
Loans falling due within one year	(230,347)	230,347	-
	<u>2,209,364</u>	<u>1,059,724</u>	<u>3,269,088</u>