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**CITYGATE CHRISTIAN OUTREACH CENTRE**  
(A company limited by guarantee)

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**TRUSTEES' REPORT AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
**(A company limited by guarantee)**

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**CITYGATE CHRISTIAN OUTREACH CENTRE**  
**(A company limited by guarantee)**

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**Trustees**

Julian Melfi  
Alan Samways  
Olawale Dada (resigned 2 March 2021)  
Abimbola Akingbolagun (appointed 6 October 2021)

**Company registered number**

5400985

**Charity registered number**

1111470

**Registered office**

22 Rectory Road  
Beckenham  
Kent  
BR3 1AA

**Company secretary**

Melissa Whittle

**Independent auditors**

Baldwin Scofield Limited  
Chartered Accountants  
Statutory Auditors  
3 Newhouse Business Centre  
Old Crawley Road  
Horsham  
West Sussex  
RH12 4RU

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2021**

The Trustees present their annual report together with the audited financial statements of the Company for the 1 April 2020 to 31 March 2021. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the group and the Company qualify as small under section 383 of the Companies Act 2006, the Group strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

**Objectives and activities**

● **Policies and objectives**

The principal object of the charity is to advance the Christian religion through worship, preaching and teaching of Christian doctrine and principles, fellowship, and the distribution of Bible teaching in all forms of media and the advancement of the Christian faith generally.

The Incorporated Charity's objects are:

- The advancement of the Christian religion through worship, preaching and teaching of Christian doctrine and principles, fellowship, and the distribution of Bible teaching in all of media, and the advancement of the Christian faith generally.
- The instruction and care of Christians including young people and children.
- The evangelisation of non Christians.
- 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.
- The relief of persons who are in conditions of need, hardship, poverty or distress or aged or sick.

During the year, all Citygate Church Policies were reviewed and updated as necessary. Also, as our staff team is growing and expanding, Employment Contracts were rewritten in consultation with Stewardship Services and other Charity HR bodies

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

● **Strategies for achieving objectives**

Citygate Christian Outreach Centre progresses these objectives directly through:

- a) the running of a vibrant church community.
- b) through the printing of materials to educate and evangelise the public and members of all ages.
- c) providing economic relief and other assistance to persons experiencing hardships, poverty or other conditions of need.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**Achievements and performance**

● **Review of activities**

**The advance of the Christian religion through worship, preaching and teaching of Christian doctrine and principles, fellowship, and the distribution of bible teaching in all media, and the advancement of the Christian faith generally**

Citygate Church has had another very healthy year in every way despite of the Covid pandemic, and this has been indicated by Sunday attendance (both online and in-person) and membership again increasing significantly due to our online presence. Citygate continues to focus on the growth of the church through teaching, preaching and pastoral care of both Christians and the un-churched/community alike. With the national "lock-downs" taking place, Citygate transitioned our whole operation to function remotely away from the Church offices and set up online Sunday Services, leadership meetings, training programs, Small groups (people gathering in homes), Kids Church and our Youth Work. Our Food Bank program (Food+) continued to function apart from the first month or so of the Covid pandemic.

Our Sunday services began to meet again in person as early as we could in line with Government Guidelines. We invested in hospital grade air purifiers and disinfectant sprayers, re-configured our building to be fully Covid Compliant with hand sanitisers, one-way systems, mask wearing and a socially distanced environment. We are happy to report that out of a church of nearly 1000 people in London we have thankfully not lost one person to Covid at the time of writing.

Attendance, both to Sunday services and other Church related activities, had to rebuild following the lockdown, but has grown well over the six months since we were able to re-open. As Citygate Church have for some time outgrown their current facilities both for Church and community activities, Citygate have been looking at purchasing a large site to build a new Church and Community Centre. Unfortunately the piece of land we were actively pursuing had to be dropped as planning permission for a larger building was becoming more and more problematic. We have however now entered into negotiations for another building and are hopeful that this will materialise in the coming year or so.

Venue 28 had to close during the pandemic like every other hospitality and event facility. Most staff were furloughed with the others working from home. Venue 28, as well as Citygate Church, were able to obtain funding and Government grants during the pandemic, and any shortfall in Venue 28 was subsidised by Citygate Church. Venue 28 serves the local community with outstanding hall hire facilities for functions and classes/workshops etc. at the time of writing, Venue 28 has fully re-opened and is operating successfully at maximum capacity for the first time since it opened in 2015.

**The instruction and care of Christians including young people and children**

Razzle Dazzle, Citygate's community Toddler group, which attracted over 250 children on a weekly basis across 4 sessions had to close due to the pandemic. At the time of writing it has now re-opened and is functioning well again. Citygate Kids Church transitioned to an online Sunday program which was hugely successful, with other churches and groups taking advantage of our production. Citygate Kids serves to encourage and guide the children in Citygate Church in Christian values and principles. Citygate Youth also operated for the year online on a Friday evening as a youth club for 11 to 18 year olds.

**The evangelisation of non Christians**

The pandemic prevented most personal contact, but our online Services were a great opportunity for other people to see what Citygate Church is and does and helped to grow the Church with over 150 new people during lockdown.

**The relief of persons who are in conditions of need, hardship, poverty or distress or aged or sick**

The church continues to run an initiative which provides a food bank, both perishable and non-perishable, to those most in need by partnering with the Council and local organisations. The Church also supports a home for women rescued from human trafficking.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**Achievements and performance (continued)**

● **Investment policy and performance**

The Directors have the power to invest in such assets as they see fit. As Citygate currently has excess funds, some of these continue to be invested at a very favourable interest rate.

**Financial review**

● **Going concern**

After making appropriate enquiries, the Trustees have a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

● **Reserves policy**

The Directors intend to plough funds into the development of the Church as they become available. Citygate is a growing Church with strong, stable, and committed income and a healthy nett funds position, reserve funds have previously been invested, but at the time of writing are now growing in our bank accounts as a healthy liquid reserve of at least 2 months' core expenses.

● **Financial risk management objectives and policies**

The Trustees have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks. Previous year's accounts were "qualified" due to a potential risk identified regarding the repayment of loaned Charity funds. The Trustees are confident of the return of the funds.

As a result of the risk to charity funds noted above the Charity Commission has commenced an inquiry into the situation on 20 August 2021.

**Structure, governance and management**

● **Constitution**

Citygate Christian Outreach Centre is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 29 June 2004.

● **Methods of appointment or election of Trustees**

The management of the Group and the Company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

● **Organisational structure and decision-making policies**

The Directors of the company also act as Trustees for the purpose of charity law and are authorised to appoint additional Directors under the terms of the Articles of Association. The company operates from premises in Beckenham where the main church and offices are located. Decisions are made in accordance with conditions set out in the company's governing document.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
**(A company limited by guarantee)**

**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**Structure, governance and management (continued)**

● **Policies adopted for the induction and training of Trustees**

New Directors are supplied with information published by the Charity Commission on the responsibilities and expectations of those appointed to charity work. Latest accounts, previous minutes and statutory information are provided and whatever interview time the new appointee requires with other Directors or senior managers is made available.

**Plans for future periods**

As a Church we are constantly considering how we can develop our operation and activities. During the Covid pandemic we were able to easily transition to an online model for Church. This proved very successful and engaged the community in a new and effective way. We had already decided that we were going to return to online broadcasting of our Church services and the pandemic forced that into being. As the Church returns back to full in-person meetings and services we have decided that a number of our training programs for Citygate members will be available online. This would involve training in leadership, pastoral care, financial stewardship, marriage and parenting courses etc. We will also continue to broadcast tailor-made Church services for the local community, as well as live-streaming our Sunday and other meetings.

We have been progressing slowly with the acquisition of new Church property as we have significantly outgrown our current facilities. This will still take some years to come to fruition but is something we are passionately pursuing.

**Statement of Trustees' responsibilities**

The Trustees (who are also the directors of the Company for the purposes 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 . Under company law, the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Company and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102);
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group will continue in business.

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Company 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 Group and the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**TRUSTEES' REPORT (CONTINUED)**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**Disclosure of information to auditors**

Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

**Auditors**

The auditors, Baldwin Scofield Limited, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

Approved by order of the members of the board of Trustees on 31 January 2022 and signed on their behalf by:

**Julian Melfi**



**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CITYGATE CHRISTIAN OUTREACH CENTRE**

**Qualified opinion**

We have audited the financial statements of Citygate Christian Outreach Centre (the 'parent charitable company') and its subsidiaries (the 'group') for the year ended 31 March 2021 which comprise the Consolidated statement of financial activities, the Consolidated balance sheet, the Company balance sheet, the Consolidated statement of cash flows and the related notes, 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).

Except for the matter described in the basis for qualified opinion section, in our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the parent charitable company's affairs as at 31 March 2021 and of the Group's 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 Charities Act 2011.

**Basis for qualified 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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council'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.

**Material uncertainty related to going concern**

We draw attention to note 2.2 in the financial statements, which indicates that the non-payment of loans identified may cast significant doubt on the Group's ability to continue as a going concern. As stated in note 2.2, these events or conditions, along with the other matters as set forth in the note 26, indicate that a material uncertainty exists that may cast significant doubt on the Group's or the parent charitable company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

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. Our evaluation of the Trustees' assessment of the Group's ability to continue to adopt the going concern basis of accounting included enquiries of management and review of the most recent correspondence with regards to the investment recovery. We note that the charity has considerable equity in its fixed assets against which it may be able to borrow to provide working capital and the group is currently operating a surplus which may allow it to continue to meet its financial obligations. This may enable the group to continue to operate for the foreseeable future.

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

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CITYGATE CHRISTIAN OUTREACH CENTRE (CONTINUED)**

**Other information**

The other information comprises the information included in the Annual report other than the financial statements and our Auditors' 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.

**Matters on which we are required to report by exception**

We have nothing to report in respect of the following matters where the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- the information given in the Trustees' report is inconsistent in any material respect with the financial statements; or
- the parent charitable company has not kept sufficient accounting records; or
- the parent charitable company financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

**Responsibilities of trustees**

As explained more fully in the Trustees' responsibilities statement, 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 Group's and the parent 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 to liquidate the Group or the parent charitable company or to cease operations, or have no realistic alternative but to do so.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CITYGATE CHRISTIAN OUTREACH CENTRE (CONTINUED)**

**Auditors' responsibilities for the audit of the financial statements**

We have been appointed as auditor under section 151 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 Auditors' 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.

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:

We obtained an understanding of the legal and regulatory frameworks that are applicable to the group and determined that the most significant are those that relate to the reporting framework in conformity with the requirements of the Companies Act 2006, Charities Act 2011 and the relevant direct and indirect tax compliance regulations in the United Kingdom.

We understood how Citygate Christian Outreach Centre is complying with those frameworks by making enquiries of management to understand how the group maintains and communicates its policies and procedures in these areas and corroborated this by reviewing supporting documentation and minutes of meetings of those charged with governance.

We assessed the susceptibility of the group's financial statements to material misstatement, including how fraud might occur by considering the risk of management override to be a fraud risk. In addition, we considered the risk of management override by sampling from the entire population of journals, identifying specific transactions which did not meet our expectations based on specific criteria and investigated these to gain an understanding and then agree back to source documentation.

Based on this understanding we designed our audit procedures to identify noncompliance with such laws and regulations. Our procedures involved verifying that material transactions were recorded in compliance with Financial Reporting Standards in conformity with the requirements of the Companies Act 2006, the Charities Act 2011 and the charity SORP.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our Auditors' report.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF CITYGATE CHRISTIAN OUTREACH  
CENTRE (CONTINUED)**

**Use of our report**

This report is made solely to the charitable company's trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the charitable company's trustees those matters we are required to state to them in an Auditors' 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 its members, as a body, for our audit work, for this report, or for the opinions we have formed.

**Baldwin Scofield Limited**  
Chartered Accountants  
Statutory Auditors  
3 Newhouse Business Centre  
Old Crawley Road  
Horsham  
West Sussex  
RH12 4RU

31 January 2022

Baldwin Scofield Limited are eligible to act as auditors in terms of section 1212 of the Companies Act 2006.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND  
EXPENDITURE ACCOUNT)  
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Unrestricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
<b>Income from:</b>				
Donations and legacies	3	1,093,854	1,093,854	1,138,038
Charitable activities	4	16,255	16,255	84,034
Other trading activities	5	108,875	108,875	138,447
Investments	6	4	4	5,004
Other income	7	-	-	270
<b>Total income</b>		<b>1,218,988</b>	<b>1,218,988</b>	<b>1,365,793</b>
<b>Expenditure on:</b>				
Raising funds		219,647	219,647	295,824
Charitable activities	8	627,769	627,769	764,512
<b>Total expenditure</b>		<b>847,416</b>	<b>847,416</b>	<b>1,060,336</b>
<b>Net income</b>		<b>371,572</b>	<b>371,572</b>	<b>305,457</b>
Revaluation of properties	19	2,170,000	2,170,000	-
<b>Net movement in funds</b>		<b>2,541,572</b>	<b>2,541,572</b>	<b>305,457</b>
<b>Reconciliation of funds:</b>				
Total funds brought forward		2,284,276	2,284,276	1,978,819
Net movement in funds		2,541,572	2,541,572	305,457
<b>Total funds carried forward</b>		<b>4,825,848</b>	<b>4,825,848</b>	<b>2,284,276</b>

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

The notes on pages 17 to 36 form part of these financial statements.

**CITYGATE CHRISTIAN OUTREACH CENTRE**

**(A company limited by guarantee)**

**REGISTERED NUMBER: 5400985**

**CONSOLIDATED BALANCE SHEET  
AS AT 31 MARCH 2021**

	<b>Note</b>	<b>2021 £</b>	<b>2020 £</b>
<b>Fixed assets</b>			
Tangible assets	13	<b>5,794,536</b>	3,629,848
<b>Current assets</b>			
Debtors	15	<b>892,440</b>	459,756
Cash at bank and in hand		<b>56,315</b>	44,638
		<b>948,755</b>	504,394
Creditors: amounts falling due within one year	16	<b>(153,936)</b>	(158,276)
<b>Net current assets</b>		<b>794,819</b>	346,118
<b>Total assets less current liabilities</b>		<b>6,589,355</b>	3,975,966
Creditors: amounts falling due after more than one year	17	<b>(1,763,507)</b>	(1,691,690)
<b>Total net assets</b>		<b>4,825,848</b>	2,284,276
<b>Charity funds</b>			
Restricted funds	19	-	-
Unrestricted funds	19	<b>4,825,848</b>	2,284,276
<b>Total funds</b>		<b>4,825,848</b>	2,284,276

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the entity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

However, an audit is required in accordance with section 151 of the Charities Act 2011.

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

**CITYGATE CHRISTIAN OUTREACH CENTRE**

**(A company limited by guarantee)**

**REGISTERED NUMBER: 5400985**

**CONSOLIDATED BALANCE SHEET (CONTINUED)**

**AS AT 31 MARCH 2021**

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

The financial statements were approved and authorised for issue by the Trustees on 31 January 2022 and signed on their behalf by:

**Alan Samways**

The notes on pages 17 to 36 form part of these financial statements.

**CITYGATE CHRISTIAN OUTREACH CENTRE**

(A company limited by guarantee)

REGISTERED NUMBER: 5400985

**COMPANY BALANCE SHEET  
AS AT 31 MARCH 2021**

	<b>Note</b>	<b>2021 £</b>	<b>2020 £</b>
<b>Fixed assets</b>			
Tangible assets	13	<b>5,793,135</b>	3,627,815
Investments	14	<b>11</b>	11
		<u><b>5,793,146</b></u>	<u>3,627,826</u>
<b>Current assets</b>			
Debtors	15	<b>1,349,721</b>	890,313
Cash at bank and in hand		<b>43,944</b>	36,669
		<u><b>1,393,665</b></u>	<u>926,982</u>
Creditors: amounts falling due within one year	16	<b>(94,884)</b>	(101,209)
		<u><b>1,298,781</b></u>	<u>825,773</u>
<b>Net current assets</b>			
		<u><b>7,091,927</b></u>	<u>4,453,599</u>
<b>Total assets less current liabilities</b>			
Creditors: amounts falling due after more than one year	17	<b>(1,677,674)</b>	(1,691,690)
		<u><b>5,414,253</b></u>	<u>2,761,909</u>
<b>Total net assets</b>			
		<u><b>5,414,253</b></u>	<u>2,761,909</u>
<b>Charity funds</b>			
Restricted funds	19	<b>-</b>	-
Unrestricted funds	19	<b>5,414,253</b>	2,761,909
		<u><b>5,414,253</b></u>	<u>2,761,909</u>
<b>Total funds</b>			
		<u><b>5,414,253</b></u>	<u>2,761,909</u>

The Company's net movement in funds for the year was £2,652,344 (2020 - £462,564).

The Company was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the entity to obtain an audit for the year in question in accordance with section 476 of the Companies Act 2006.

However, an audit is required in accordance with section 151 of the Charities Act 2011.



**CITYGATE CHRISTIAN OUTREACH CENTRE**  
**(A company limited by guarantee)**  
**REGISTERED NUMBER: 5400985**

**COMPANY BALANCE SHEET (CONTINUED)**  
**AS AT 31 MARCH 2021**

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

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

The financial statements were approved and authorised for issue by the Trustees on 31 January 2022 and signed on their behalf by:

**Alan Samways**

The notes on pages 17 to 36 form part of these financial statements.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

	2021 £	2020 £
<b>Cash flows from operating activities</b>		
Net cash used in operating activities	<b>377,736</b>	376,383
<b>Cash flows from investing activities</b>		
Purchase of tangible fixed assets	<b>(49,054)</b>	(4,247)
Advancing loans	<b>(418,500)</b>	(261,300)
<b>Net cash used in investing activities</b>	<b>(467,554)</b>	(265,547)
<b>Cash flows from financing activities</b>		
Repayments of borrowing	<b>(48,505)</b>	(56,844)
New loans	<b>150,000</b>	-
<b>Net cash provided by/(used in) financing activities</b>	<b>101,495</b>	(56,844)
<b>Change in cash and cash equivalents in the year</b>	<b>11,677</b>	<b>53,992</b>
Cash and cash equivalents at the beginning of the year	<b>44,638</b>	(9,354)
<b>Cash and cash equivalents at the end of the year</b>	<b>56,315</b>	44,638

The notes on pages 17 to 36 form part of these financial statements

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
**(A company limited by guarantee)**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**1. General information**

Citygate Christian Outreach Centre is a company limited by guarantee incorporated in England & Wales on 22 March 2005 by under Memorandum and Articles of Association with company registration number 05400985. Other company information can be found on page 1.

**2. Accounting policies**

**2.1 Basis of preparation of financial statements**

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Citygate Christian Outreach Centre meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy.

The Consolidated statement of financial activities (SOFA) and Consolidated balance sheet consolidate the financial statements of the Company and its subsidiary undertakings. The results of the subsidiaries are consolidated on a line by line basis.

The Company has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own Statement of financial activities in these financial statements.

**2.2 Going concern**

As more fully explained in note 26, the charity may be unable to recover loans amounting to £875,450 at the balance sheet date and £915,450 at the report date. This may have an impact on the charity's ability to continue to meet its financial obligations.

**2.3 Income**

All income is recognised once the Company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Grants are included in the Consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**2. Accounting policies (continued)**

**2.4 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 allocated on the portion of the asset's use.

Expenditure on raising funds includes all expenditure incurred by the Group to raise funds for its charitable purposes and includes costs of all fundraising activities events and non-charitable trading.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Group's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

**2.5 Interest receivable**

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Group; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

**2.6 Tangible fixed assets and depreciation**

Tangible fixed assets costing £1,000 or more are capitalised and recognised when future economic benefits are probable and the cost or value of the asset can be measured reliably.

Property fixed assets are initially recognised at cost. After recognition, under the revaluation model, tangible fixed assets whose fair value can be measured reliably shall be carried at a revalued amount, being their fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Revaluations are made with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting date.

Fair values are determined from market-based evidence by appraisal that is normally undertaken by professionally qualified valuers. If there is no market-based evidence of fair value because of the specialised nature of the tangible fixed asset and it is rarely sold, except as part of a contributing business, a Company may need to estimate fair value using an income or depreciated replacement cost approach.

Gains and losses on revaluation are recognised in the Consolidated statement of financial activities, with a separate revaluation reserve being shown in the Statement of funds note.

Other tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**2. Accounting policies (continued)**

**2.6 Tangible fixed assets and depreciation (continued)**

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold property	- Not depreciated
Long-term leasehold property	- Over the term of the lease
Plant and machinery	- 25% straight line
Fixtures and fittings	- 25% straight line
Office equipment	- 20% straight line

**2.7 Investments**

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the Balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the Consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

**2.8 Debtors**

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**2.9 Cash at bank and in hand**

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

**2.10 Liabilities and provisions**

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Consolidated statement of financial activities as a finance cost.

**2.11 Financial instruments**

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

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**NOTES TO THE FINANCIAL STATEMENTS  
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**2. Accounting policies (continued)**

**2.12 Pensions**

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

**2.13 Fund accounting**

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Group for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

**3. Income from donations and legacies**

	<b>Restricted funds 2021 £</b>	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>
Donations	-	1,054,308	<b>1,054,308</b>
Grants	-	39,546	<b>39,546</b>
Similar incoming resources	-	-	-
	<hr/> - <hr/>	<hr/> 1,093,854 <hr/>	<hr/> <b>1,093,854</b> <hr/>
	<i>Restricted funds 2020 £</i>	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Donations	2,789	1,135,219	1,138,008
Similar incoming resources	-	30	30
	<hr/> 2,789 <hr/>	<hr/> 1,135,249 <hr/>	<hr/> <b>1,138,038</b> <hr/>

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**4. Income from charitable activities**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>
Income from charitable activities - Church events	16,255	<b>16,255</b>

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Income from charitable activities - Church events	84,034	84,034

**5. Income from other trading activities**

**Income from non charitable trading activities**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>
Charity trading income - venue rental	20,759	<b>20,759</b>
Sales	7,426	<b>7,426</b>
Coronavirus government grants	80,690	<b>80,690</b>
	<b>108,875</b>	<b>108,875</b>

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Charity trading income - venue rental	138,447	138,447

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**6. Investment income**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>
Investment income	4	4

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Investment income	5,004	5,004

**7. Other incoming resources**

		<b>Total funds 2021 £</b>
	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Other operating income	270	270

**8. Analysis of expenditure on charitable activities**

**Summary by fund type**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>
Charitable activities	627,769	627,769



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**NOTES TO THE FINANCIAL STATEMENTS  
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**8. Analysis of expenditure on charitable activities (continued)**

**Summary by fund type (continued)**

	<i>Restricted funds 2020 £</i>	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Charitable activities	3,936	760,576	764,512

**9. Analysis of expenditure by activities**

	<b>Activities undertaken directly 2021 £</b>	<b>Support costs 2021 £</b>	<b>Total funds 2021 £</b>
Charitable activities	146,656	481,113	<b>627,769</b>

	<i>Activities undertaken directly 2020 £</i>	<i>Support costs 2020 £</i>	<i>Total funds 2020 £</i>
Charitable activities	284,561	479,951	764,512

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**NOTES TO THE FINANCIAL STATEMENTS  
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**9. Analysis of expenditure by activities (continued)**

**Analysis of direct costs**

	<b>Church operations 2021 £</b>	<b>Total funds 2021 £</b>
Church hosting	8,010	<b>8,010</b>
Premises costs	42,808	<b>42,808</b>
Ministry and pastoral costs	53,520	<b>53,520</b>
Media costs	21,979	<b>21,979</b>
Studio costs	857	<b>857</b>
Camp and conference costs	(20)	<b>(20)</b>
Giving	19,502	<b>19,502</b>
	<hr/> 146,656 <hr/>	<hr/> <b>146,656</b> <hr/>
	<i>Church operations 2020 £</i>	<i>Total funds 2020 £</i>
Church hosting	52,561	52,561
Premises costs	66,584	66,584
Ministry and pastoral costs	76,393	76,393
Media costs	24,684	24,684
Studio costs	3,426	3,426
Camp and conference costs	2,485	2,485
Giving	31,933	31,933
Covenant seed	26,495	26,495
	<hr/> 284,561 <hr/>	<hr/> 284,561 <hr/>

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**NOTES TO THE FINANCIAL STATEMENTS  
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**9. Analysis of expenditure by activities (continued)**

**Analysis of support costs**

	<b>Support activities 2021 £</b>	<b>Total funds 2021 £</b>
Staff costs	332,543	<b>332,543</b>
Depreciation	53,734	<b>53,734</b>
Printing, post and stationery	6,541	<b>6,541</b>
Insurance	9,222	<b>9,222</b>
Telephone and internet	8,892	<b>8,892</b>
Computer costs	836	<b>836</b>
Professional fees	8,578	<b>8,578</b>
Bank and cardnet charges	1,369	<b>1,369</b>
Bank interest	50,120	<b>50,120</b>
Other expenses	9,278	<b>9,278</b>
	<u>481,113</u>	<u><b>481,113</b></u>

	<i>Support activities 2020 £</i>	<i>Total funds 2020 £</i>
Staff costs	304,113	304,113
Depreciation	44,835	44,835
Printing, post and stationery	9,650	9,650
Insurance	9,669	9,669
Telephone and internet	9,481	9,481
Computer costs	1,291	1,291
Professional fees	12,481	12,481
Bank and cardnet charges	3,576	3,576
Bank interest	69,762	69,762
Other expenses	15,093	15,093
	<u>479,951</u>	<u>479,951</u>

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**10. Auditors' remuneration**

	<b>2021</b> £	<i>2020</i> £
Fees payable to the Company's auditor for the audit of the Company's annual accounts	<b>5,700</b>	<i>5,400</i>

**11. Staff costs**

	<b>Group 2021 £</b>	<i>Group 2020 £</i>	<b>Company 2021 £</b>	<i>Company 2020 £</i>
Wages and salaries	<b>418,354</b>	<i>420,295</i>	<b>296,471</b>	<i>297,198</i>
Social security costs	<b>38,688</b>	<i>-</i>	<b>27,506</b>	<i>-</i>
Contribution to defined contribution pension schemes	<b>11,522</b>	<i>9,507</i>	<b>8,566</b>	<i>6,915</i>
	<b>468,564</b>	<i>429,802</i>	<b>332,543</b>	<i>304,113</i>

The average number of persons employed by the Company during the year was as follows:

	<b>Group 2021 No.</b>	<i>Group 2020 No.</i>	<b>Company 2021 No.</b>	<i>Company 2020 No.</i>
Church and administration	<b>11</b>	<i>11</i>	<b>11</b>	<i>11</i>
Venue hire operations	<b>7</b>	<i>7</i>	<b>-</b>	<i>-</i>
	<b>18</b>	<i>18</i>	<b>11</b>	<i>11</i>

No employee received remuneration amounting to more than £60,000 in either year.

Julian Melfi, a trustee, and his wife Sharon are employed as pastors of the church. Their total remuneration including salary, rent and utilities on the manse provided come to a total of £99,211 (2020: £104,573). The pension contribution is £3,600 per annum.

In addition, Michael Melfi, the son of a trustee is employed by the trading subsidiary V28 Ltd and was paid £11,748 during the year (2020: £7,143).

**12. Trustees' remuneration and expenses**

During the year, no Trustees received any remuneration or other benefits (2020 - £NIL).

During the year ended 31 March 2021, expenses totalling £1,163 were reimbursed or paid directly to 1 Trustee (2020 - £4,651 to 1 Trustee). These were charitable expenses incurred by the trustee on behalf of the charity and reimbursed accordingly.

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**13. Tangible fixed assets**

**Group**

	Freehold property £	Long-term leasehold property £	Plant and machinery £	Fixtures and fittings £	Office equipment £	Total £
<b>Cost or valuation</b>						
At 1 April 2020	3,050,000	808,872	17,913	156,499	3,161	4,036,445
Additions	-	-	49,054	-	-	49,054
Revaluations	2,170,000	-	-	-	-	2,170,000
At 31 March 2021	<u>5,220,000</u>	<u>808,872</u>	<u>66,967</u>	<u>156,499</u>	<u>3,161</u>	<u>6,255,499</u>
<b>Depreciation</b>						
At 1 April 2020	-	233,245	16,474	155,750	1,128	406,597
Charge for the year	-	40,442	12,945	347	632	54,366
At 31 March 2021	<u>-</u>	<u>273,687</u>	<u>29,419</u>	<u>156,097</u>	<u>1,760</u>	<u>460,963</u>
<b>Net book value</b>						
At 31 March 2021	<u>5,220,000</u>	<u>535,185</u>	<u>37,548</u>	<u>402</u>	<u>1,401</u>	<u>5,794,536</u>
At 31 March 2020	<u>3,050,000</u>	<u>575,627</u>	<u>1,439</u>	<u>749</u>	<u>2,033</u>	<u>3,629,848</u>

**Company**

	Freehold property £	Long-term leasehold property £	Plant and machinery £	Fixtures and fittings £	Total £
<b>Cost or valuation</b>					
At 1 April 2020	3,050,000	808,872	17,913	156,499	4,033,284
Additions	-	-	49,054	-	49,054
Revaluations	2,170,000	-	-	-	2,170,000
At 31 March 2021	<u>5,220,000</u>	<u>808,872</u>	<u>66,967</u>	<u>156,499</u>	<u>6,252,338</u>

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
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**13. Tangible fixed assets (continued)**

**Company (continued)**

	Freehold property £	Long-term leasehold property £	Plant and machinery £	Fixtures and fittings £	Total £
<b>Depreciation</b>					
At 1 April 2020	-	233,245	16,474	155,750	405,469
Charge for the year	-	40,442	12,945	347	53,734
At 31 March 2021	-	273,687	29,419	156,097	459,203
<b>Net book value</b>					
At 31 March 2021	5,220,000	535,185	37,548	402	5,793,135
At 31 March 2020	3,050,000	575,627	1,439	749	3,627,815

The properties owned by the charity were revalued by Michael Yianni MRICS and Zain Ahmad MRICS for and on behalf of Bellevue Mortlakes, Chartered Surveyors on 21 June 2021. The directors/trustees of the charity are of the opinion that the valuation is not materially different to the market value at 31 March 2021.

The Group has adopted a policy of revaluation for tangible fixed assets. Had these assets been measured at historic cost, the carrying values would have been as follows:

	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
Freehold property	3,544,835	3,544,835	3,544,835	3,544,835
Accumulated depreciation	(608,197)	(537,300)	(608,197)	(537,300)
	2,936,638	3,007,535	2,936,638	3,007,535

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021**

**14. Fixed asset investments**

<b>Company</b>	<b>Investments in subsidiary companies £</b>
<b>Cost or valuation</b>	
At 1 April 2020	11
At 31 March 2021	<u>11</u>
<b>Net book value</b>	
At 31 March 2021	11
At 31 March 2020	<u>11</u>

**Principal subsidiaries**

The following were subsidiary undertakings of the Company:

<b>Names</b>	<b>Company number</b>	<b>Registered office or principal place of business</b>	<b>Principal activity</b>
V28 Ltd	10081260	22 Rectory Road, Beckenham, Kent, BR3 1JA	Letting operations
Citygate Property Holdings Ltd	09817830	22 Rectory Road, Beckenham, Kent, BR3 1JA	Developing building projects

<b>Class of shares</b>	<b>Holding</b>	<b>Included in consolidation</b>
Ordinary	100%	Yes
Ordinary	100%	Yes

The financial results of the subsidiaries for the year were:

<b>Names</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>Profit/(Loss) / Surplus/ (Deficit) for the year £</b>	<b>Net assets £</b>
V28 Ltd	108,875	(189,511)	(80,636)	(361,217)
Citygate Property Holdings Ltd	-	(30,136)	(30,136)	(227,177)

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**NOTES TO THE FINANCIAL STATEMENTS  
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**15. Debtors**

	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
<b>Due within one year</b>				
Trade debtors	16,600	-	-	-
Amounts owed by group undertakings	-	-	474,271	433,177
Other debtors	875,840	459,756	875,450	457,136
	<u>892,440</u>	<u>459,756</u>	<u>1,349,721</u>	<u>890,313</u>

Included within other debtors due within one year is a loan to an individual amounting to £875,450 (2020 - £456,950). The main conditions are as follows:

The loan is unsecured and is repayable on demand with 60 days notice and the annual interest accruing is 10 percent payable on repayment of the loan.

Further details are disclosed in note 26.

**16. Creditors: Amounts falling due within one year**

	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
Bank loans	86,522	56,844	72,355	56,844
Other loans	28,000	28,000	-	-
Trade creditors	12,294	40,024	6,956	20,782
Other taxation and social security	9,945	20,210	7,043	14,795
Pension contributions payable	2,080	2,051	1,793	2,051
Other creditors	9,695	5,747	1,337	1,337
Accruals and deferred income	5,400	5,400	5,400	5,400
	<u>153,936</u>	<u>158,276</u>	<u>94,884</u>	<u>101,209</u>

The mortgage loans are secured on the charity's freehold properties at 22 Rectory Road, Beckenham, BR3 1AA and 2 Beckenham Road, Beckenham, BR3 4LR.

**17. Creditors: Amounts falling due after more than one year**

	Group 2021 £	Group 2020 £	Company 2021 £	Company 2020 £
Bank loans	<u>1,763,507</u>	<u>1,691,690</u>	<u>1,677,674</u>	<u>1,691,690</u>



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Included within the above are amounts falling due as follows:

	<b>Group 2021 £</b>	<b>Group 2020 £</b>	<b>Company 2021 £</b>	<b>Company 2020 £</b>
<b>Between one and two years</b>				
Bank loans	<b>94,850</b>	56,844	<b>74,850</b>	56,844
<b>Between two and five years</b>				
Bank loans	<b>284,551</b>	170,532	<b>224,551</b>	170,532
<b>Over five years</b>				
Bank loans	<b>1,384,106</b>	1,464,314	<b>1,378,273</b>	1,464,314

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	<b>Group 2021 £</b>	<b>Group 2020 £</b>	<b>Company 2021 £</b>	<b>Company 2020 £</b>
Payable or repayable by instalments	<b>1,384,106</b>	1,464,314	<b>1,378,273</b>	1,464,314
	<b>1,384,106</b>	1,464,314	<b>1,378,273</b>	1,464,314

The mortgage loans are secured on the charity's freehold properties at 22 Rectory Road, Beckenham, BR3 1AA and 2 Beckenham Road, Beckenham, BR3 4LR.

**18. Financial instruments**

	<b>Group 2021 £</b>	<b>Group 2020 £</b>	<b>Company 2021 £</b>	<b>Company 2020 £</b>
<b>Financial assets</b>				
Financial assets measured at fair value through income and expenditure	<b>56,315</b>	44,638	<b>43,944</b>	36,669

Financial assets measured at fair value through income and expenditure comprise balances held at bank.

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**NOTES TO THE FINANCIAL STATEMENTS  
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**19. Statement of funds**

**Statement of funds - current year**

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2021 £
<b>Unrestricted funds</b>					
General fund	2,761,910	1,135,113	(627,769)	-	3,269,254
Reserves	(477,634)	83,875	(219,647)	-	(613,406)
Revaluation reserve	-	-	-	2,170,000	2,170,000
	<u>2,284,276</u>	<u>1,218,988</u>	<u>(847,416)</u>	<u>2,170,000</u>	<u>4,825,848</u>

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021**

**19. Statement of funds (continued)**

**Statement of funds - prior year**

	<i>Balance at 1 April 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Balance at 31 March 2020 £</i>
<b>Unrestricted funds</b>					
General fund	2,299,345	1,224,287	(760,576)	(1,147)	2,761,909
Reserves	(320,526)	138,717	(295,824)	-	(477,633)
	<u>1,978,819</u>	<u>1,363,004</u>	<u>(1,056,400)</u>	<u>(1,147)</u>	<u>2,284,276</u>
<b>Restricted funds</b>					
Love offering	-	2,789	(3,936)	1,147	-
	<u>-</u>	<u>2,789</u>	<u>(3,936)</u>	<u>1,147</u>	<u>-</u>
<b>Total of funds</b>	<u>1,978,819</u>	<u>1,365,793</u>	<u>(1,060,336)</u>	<u>-</u>	<u>2,284,276</u>

**20. Summary of funds**

**Summary of funds - current year**

	<b>Balance at 1 April 2020 £</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>Transfers in/out £</b>	<b>Balance at 31 March 2021 £</b>
General funds	<u>2,284,276</u>	<u>1,218,988</u>	<u>(847,416)</u>	<u>2,170,000</u>	<u>4,825,848</u>

**Summary of funds - prior year**

	<i>Balance at 1 April 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Transfers in/out £</i>	<i>Balance at 31 March 2020 £</i>
General funds	1,978,819	1,363,004	(1,056,400)	(1,147)	2,284,276
Restricted funds	-	2,789	(3,936)	1,147	-
	<u>1,978,819</u>	<u>1,365,793</u>	<u>(1,060,336)</u>	<u>-</u>	<u>2,284,276</u>

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**NOTES TO THE FINANCIAL STATEMENTS  
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**21. Analysis of net assets between funds**

**Analysis of net assets between funds - current year**

	<b>Unrestricted funds 2021 £</b>	<b>Total funds 2021 £</b>
Tangible fixed assets	5,794,536	<b>5,794,536</b>
Current assets	948,755	<b>948,755</b>
Creditors due within one year	(153,936)	<b>(153,936)</b>
Creditors due in more than one year	(1,763,507)	<b>(1,763,507)</b>
<b>Total</b>	<b>4,825,848</b>	<b>4,825,848</b>

**Analysis of net assets between funds - prior year**

	<i>Unrestricted funds 2020 £</i>	<i>Total funds 2020 £</i>
Tangible fixed assets	3,629,848	3,629,848
Current assets	504,394	504,394
Creditors due within one year	(158,276)	(158,276)
Creditors due in more than one year	(1,691,690)	(1,691,690)
<b>Total</b>	<b>2,284,276</b>	<b>2,284,276</b>

**22. Reconciliation of net movement in funds to net cash flow from operating activities**

	<b>Group 2021 £</b>	<i>Group 2020 £</i>
Net income for the year (as per Statement of Financial Activities)	<b>371,572</b>	305,457
<b>Adjustments for:</b>		
Depreciation charges	<b>54,366</b>	45,467
Decrease/(increase) in debtors	<b>(14,183)</b>	31,530
Decrease in creditors	<b>(34,019)</b>	(6,071)
<b>Net cash provided by operating activities</b>	<b>377,736</b>	376,383

**CITYGATE CHRISTIAN OUTREACH CENTRE**  
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**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 31 MARCH 2021**

**23. Analysis of cash and cash equivalents**

	<b>Group 2021 £</b>	<i>Group 2020 £</i>
Cash in hand	<b>56,315</b>	44,638
<b>Total cash and cash equivalents</b>	<b>56,315</b>	44,638

**24. Analysis of changes in net debt**

	<b>At 1 April 2020 £</b>	<b>Cash flows £</b>	<b>New loans £</b>	<b>At 31 March 2021 £</b>
Cash at bank and in hand	<b>44,638</b>	<b>11,677</b>	-	<b>56,315</b>
Debt due within 1 year	<b>(86,895)</b>	<b>(8,040)</b>	<b>(21,667)</b>	<b>(116,602)</b>
Debt due after 1 year	<b>(1,691,690)</b>	<b>56,516</b>	<b>(128,333)</b>	<b>(1,763,507)</b>
	<b>(1,733,947)</b>	<b>60,153</b>	<b>(150,000)</b>	<b>(1,823,794)</b>

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**NOTES TO THE FINANCIAL STATEMENTS  
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**25. Pension commitments**

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £11,522 (2020 - £9,507) Pension contributions of £2,080 (2020: £2,051) were payable to the fund at the balance sheet date and are included in creditors.

**26. Related party transactions**

	2021 £	2020 £
Advanced via Mr J Melfi and Mr A Samways, trustees	<b>304,700</b>	256,000
	<u><b>304,700</b></u>	<u>256,000</u>

The charity has made loans to an individual amounting to £875,450 (2020: £456,950) at the year end. The loans were made by the charity to the individual on a personal basis in order that he may build a home for disabled children in Dubai, United Arab Emirates. The terms of the loans are that they be repayable within 60 days of notice being given and bear interest at 10% per annum. The charity paid the funds amounting to £17,000 (2020: £167,500) initially to a trustee, Mr Julian Melfi, who then transferred the funds to the individual. A further £287,700 (2020: £88,500) was transferred via Mr A Samways, another trustee. £113,800 (2020: £5,300) of loans were paid directly to the individual.

The loans were advanced without being secured on any assets owned by the individual. There is some doubt as to whether the funds can be extracted from the United Arab Emirates or that the individual is in a position to repay these funds from assets available in the UK. It may be necessary to make full provision for loss on these funds in the accounts, which would result in a deficit for the year of £503,878, rather than a surplus of £371,572. The trustees consider that the loans are fully recoverable but have been unable to provide any evidence that this is the case.

Subsequent to the year end the charity has continued to provide loans to the individual, on similar terms to those offered by the year end. The charity's total exposure to amounts that may be non-recoverable totals £915,450 at the date of the approval of these financial statements.