

FAITH LIFE CHURCH CAMBRIDGE

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

CONTENTS AND CHARITY INFORMATION

CONTENTS:	PAGE:
Trustees Annual Report	1 - 3
Independent Examiners Report	4
Statement of Financial Activities	5
Balance Sheet	6
Statement of Cash Flows	7
Notes to the Financial Statements	8 - 10

TRUSTEES:

Mark Baines
Sherryl Anne Baines
Roger Bostock
Paul Howarth

PRINCIPAL ADDRESS:

Arbor Grange
Babraham Road
Cambridge
CB22 3AY

CHARITY NUMBER:

1114208

INDEPENDENT EXAMINER:

Ian W Shipley FCCA
For and on behalf of:
Prentis & Co LLP
Chartered Accountants
& Independent Examiners
115c Milton Road
Cambridge
CB4 1XE

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

TRUSTEES ANNUAL REPORT

The Trustees present their report and financial statements for Faith Life Church Cambridge (the "Trust") for the year ended 30th April 2021. 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 trust deed, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their financial statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1st January 2019).

STRUCTURE, GOVERNANCE AND MANAGEMENT

GOVERNING DOCUMENT AND APPOINTMENT OF TRUSTEES

The Charity was formed under a constitution dated 27th March 2006 and adopted by the founding trustees. The Charity was registered by the Charity Commissioners on 27th March 2006. Faith Life Church Cambridge is constituted under a Trust Deed and Trustees are appointed in accordance with that Deed. The Trustees keep under review the skill requirements of the Charity. They ensure that in the event of a Trustee permanently retiring or additional Trustees are needed that potential Trustees will be able to contribute towards achieving the Charity's objectives. The ultimate decision on selection of a new Trustee is a matter for the current Trustees.

THE CHARITY'S MAIN OBJECTIVES

To advance Christianity in Cambridgeshire and elsewhere, by any means or medium that is or may become available, in accordance with the statement of doctrine set out in the schedule of the supplemental declaration of trust dated 27th March 2006.

- To relieve poverty and those who are in need because of sickness or age or some other charitable need.
- To advance education both general and vocational for children or adults, but always within the principles of the Christian Faith.

ORGANISATION

The Charity is run by the Trustees who have regular meetings to consider direction and to address financial management. The day to day duties are carried out by the Pastor and the Worship Leader who report to the Trustees.

RISK MANAGEMENT

The Trustees are pleased to be able to report that in their view, there are few areas of financial risk facing the Trust. Any that may arise can, in their opinion, be adequately provided for by maintaining a strategic reserve that would allow the Trust to operate without interruption for 3 months, on the basis of current expenditure patterns, even if income were to cease entirely. Such an eventuality must be considered as an extreme scenario and in reality, even a significant reduction in income would allow the Trust to continue for longer than that as it sought to evaluate the impact of the changed situation.

In addition, the Trustees have carefully reviewed the Trust's insurance needs and have put in place policies to cover public liability, injury to church workers and loss or damage to and from various properties used by Faith Life Church in the furtherance of its activities.

OBJECTIVES, ACTIVITIES AND PUBLIC BENEFIT

The Trust's objectives are the advancement of Christianity in Cambridgeshire and elsewhere, mainly through the regular worship, prayer and teaching meetings of Faith Life Church Cambridge. These meetings were both 'all-church' in nature and also age or gender specific, as appropriate, and were designed to further Christian discipleship.

The main activities of the church in seeking to fulfil these objectives are focussed on our regular weekly meetings. Both on Sundays and mid-week. These meetings have grown in attendance numbers throughout the period.

The Trustees have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

TRUSTEES ANNUAL REPORT continued

ACHIEVEMENTS AND PERFORMANCE

During the year Faith Life Church received a steady stream of income. This enabled the entity to fulfil its objectives for the year.

This year has been characterised by the continuing impact of Covid-19. The church has continued to meet online and was able to start meeting physically again from May 2021.

Whilst not having full access to all rooms of our rented space we have been able to begin services again from that date. Whilst giving has reduced somewhat during the Covid affected period, the finances have remained on a stable footing as a tight control on costs was maintained.

Our work in Bulgaria and other churches which we have helped has continued to thrive. In Bulgaria in particular, our outreach efforts are bearing much fruit as we continue to work within Sofia and the gypsy areas on its outskirts.

KEY PERSONNEL AND PAY POLICY

The Trustees consider the Board of Trustees to be the key management personnel of the charity in charge of directing and controlling the charity on a day to day basis. All Trustees give their time freely and no Trustees remuneration or expenses were paid in the year, except as disclosed in note 4 of the financial statements.

FINANCIAL REVIEW

Income exceeded expenditure in the year by £34840 (£3654 excess of expenditure over income in 2020). This was due to the reduction in pastoral and rental costs. Some of which was influenced by the Covid-19 pandemic restrictions.

The Trustees have begun to look ahead to longer term succession planning for the leadership of the church and ministry. Whilst this does not signal any immediate changes, they are seeking to build reserves in order to finance a smooth transition at some future point.

RESERVES POLICY

The Trust holds no investments and its reserves consist solely of its current account and value of assets held, restricted funds and unrestricted funds the trustees are free to use in accordance with the charitable objects. At the year end the total level of the reserves was £167314 (2020: £132474).

POLICIES

The Trust's principal source of funds is in the form of tithes and offerings from the members and friends of Faith Life Church Cambridge.

The Trust makes donations and grants in line with Scriptural principles and consistent with its main objectives.

PLANS FOR FUTURE PERIODS

The Trustees anticipate the continued fruitfulness of Faith Life Church in all its activities. The excellent working relationship with other congregations in the immediate geographical area continues to lead to participation in a number of joint activities and it is envisaged that further collaboration will take place for the benefit of those congregations and for the benefit of the wider communities that they serve.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

TRUSTEES ANNUAL REPORT continued

TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The charity's Trustees are responsible for preparing a Trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).


The law applicable to charities in England and Wales requires the charity's Trustees to prepare financial statements for each year which give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, of the charity for that period. In preparing the financial statements, the Trustees are required to:

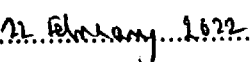
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the applicable Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures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

The Trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations and the provisions of the Trust Deed. They are also responsible for safeguarding the assets of the charity and taking reasonable steps for the prevention and detection of fraud and other irregularities.

APPROVAL

This report was approved by the Board of Trustees and signed on its behalf.

Signed 
M Baines - Trustee and Chairman

Dated 

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES OF THE FAITH LIFE CHURCH CAMBRIDGE

I report to the trustees on my examination of the accounts of Faith Life Church for the year ended 30th April 2021.

RESPONSIBILITIES AND BASIS OF REPORT

As the charity's trustees of the Trust you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

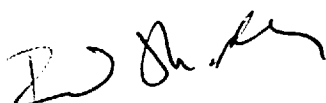
I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

INDEPENDENT EXAMINER'S STATEMENT

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



IAN W SHIPLEY FCCA
FOR AND ON BEHALF OF;
PRENTIS & CO LLP
CHARTERED ACCOUNTANTS &
INDEPENDENT EXAMINERS

23 February 2022

115c Milton Road
Cambridge
CB4 1XE

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

INCOME AND EXPENDITURE ACCOUNT

	Notes	2021 Unrestricted Funds £	2021 Restricted Funds £	2021 Total £	2020 Unrestricted Funds £	2020 Restricted Funds £	2020 Total £
INCOME	1						
Income from generated funds:							
Voluntary Income:							
Donations and offerings		160327	-	160327	173256	-	173256
Total Income		160327	-	160327	173256	-	173256
EXPENDITURE	1						
Costs of raising funds:							
Conference hosting		83	-	83	1267	-	1267
Charitable activities:							
Travel and motor		1752	-	1752	4273	-	4273
Refreshments and food		168	-	168	2800	-	2800
Pastoral and Ministry costs		86726	-	86726	103212	-	103212
Rent		12526	-	12526	27073	-	27073
Light and heat		820	-	820	1390	-	1390
Insurance		1087	-	1087	1099	-	1099
Network cost		3319	-	3319	3998	-	3998
Web design and hosting		2221	-	2221	1985	-	1985
Mission costs and gifts		3380	-	3380	4175	-	4175
Youth camp		42	-	42	240	-	240
Telephone		1037	-	1037	670	-	670
Printing, stationery and advertising		760	-	760	188	-	188
Kids Work costs		45	-	45	296	-	296
Other		718	-	718	862	-	862
Legal and professional		1172	-	1172	1624	-	1624
Speakers gifts and subsistence		90	-	90	1870	-	1870
Publicity, flyers and outreach		1199	-	1199	1065	-	1065
Conferences/training		588	-	588	2278	-	2278
Resource/sundry expenses		934	-	934	760	-	760
Repairs		545	-	545	1005	-	1005
Poor relief		508	-	508	635	-	635
Bank charges		719	-	719	2043	-	2043
Depreciation		2213	-	2213	7332	-	7332
Independent examiners fees		731	-	731	730	-	730
Office		2104	-	2104	4040	-	4040
Total Expenditure		125487	-	125487	176910	-	176910
Net movement in funds for the year		34840	-	34840	(3654)	-	(3654)
Total funds brought forward		123270	9204	132474	126924	9204	136128
Total funds carried forward		158110	9204	167314	123270	9204	132474

The notes on pages 8 to 10 form part of these financial statements.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

BALANCE SHEET

	Notes	2021 £	£	2020 £	£
FIXED ASSETS					
Tangible assets	3		4254		4544
CURRENT ASSETS					
Debtors	5	66211		65964	
Cash at bank		97574		63346	
		<u>163785</u>		<u>129310</u>	
CREDITORS:	6				
Amounts falling due within one year		<u>725</u>		<u>1380</u>	
Net Current Assets			163060		127930
NET ASSETS:			<u>167314</u>		<u>132474</u>
RESERVES					
Restricted funds	7		9204		9204
Unrestricted funds	8		158110		123270
TOTAL FUNDS	9		<u>167314</u>		<u>132474</u>

For and on behalf of the trustees.



M BAINES
TRUSTEE AND CHAIRMAN

Dated ...22 February 2022.....

The notes on pages 8 to 10 form part of these financial statements.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

STATEMENT OF CASH FLOWS

	Note	2021 Total £	2020 Total £
Net cash used in operating activities	10	<u>36151</u>	<u>(6412)</u>
Cash flows from investing activities			
Fixed assets additions		(1923)	(1349)
Net cash provided by investing activities		<u>(1923)</u>	<u>(1349)</u>
Change in cash and cash equivalent in the year		34228	(7761)
Cash and cash equivalents at the beginning of the reporting period		<u>63346</u>	<u>71107</u>
Cash and cash equivalents at the end of the reporting period	10	<u>97574</u>	<u>63346</u>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

NOTES TO THE FINANCIAL STATEMENTS

1. ACCOUNTING POLICIES

(a) BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these financial statements. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) (effective 1st January 2019) and the Charities Act 2011.

(b) INCOME RECOGNITION

All income and grants are now recognised in the statement of financial activities when the conditions for receipt have been met and there is reasonable assurance of receipt. Where a claim for repayment of income tax has or will be made, such income is grossed up for the tax recoverable. The following accounting policies are applied to income:

(c) DONATIONS

Donations and all other receipts from fundraising are reported gross.

(d) VALUE ADDED TAX

Value added tax is not recoverable by the Charity, and as such is included in the relevant costs in the Statement of Financial Activities.

(e) EXPENDITURE RECOGNITION

All expenditure is accounted for on an accruals basis.

Cost of raising funds are costs associated with managing investments.

Charitable expenditure comprises those costs incurred by the Charity in the delivery of its activities and services to beneficiaries. Governance costs include costs associated with meeting the constitutional and statutory requirements of the Charity.

(f) TANGIBLE FIXED ASSETS AND DEPRECIATION

Tangible fixed assets are stated at cost less depreciation.

Depreciation is provided on all tangible fixed assets at rates calculated to write-off the costs less estimated residual value of each asset evenly over their expected useful lives as follows:

Equipment

- 25% straight line basis

Depreciation is not charged on freehold property as it is kept in good repair that prolongs its useful life.

(g) FUND ACCOUNTING

Unrestricted funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the Charity.

Restricted funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

2. TAXATION

The Church is a registered charity and accordingly is exempt from taxation on its income and gains where they are applied for charitable purposes.

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

NOTES TO THE FINANCIAL STATEMENTS

3.	TANGIBLE FIXED ASSETS				
	YEAR ENDED 30TH APRIL 2021				Equipment
	COST				£
	Balance at 1st May 2020				64415
	Additions				1923
	Disposals				(5160)
	Balance at 30th April 2021				<u>61178</u>
	DEPRECIATION				
	Balance at 1st May 2020				59871
	Charge for the year				2213
	Eliminated on disposal				(5160)
	Balance at 30th April 2021				<u>56924</u>
	NET BOOK VALUE AT 30th April 2021				<u>4254</u>
	TANGIBLE FIXED ASSETS				
	YEAR ENDED 30TH APRIL 2020				Equipment
	COST				£
	Balance at 1st May 2019				65855
	Additions				1349
	Disposals				(2789)
	Balance at 30th April 2020				<u>64415</u>
	DEPRECIATION				
	Balance at 1st May 2019				55328
	Charge for the year				7332
	Eliminated on disposal				(2789)
	Balance at 30th April 2020				<u>59871</u>
	NET BOOK VALUE AT 30th April 2020				<u>4544</u>
4.	The Trust considers its key personnel to be the Trustees. A Trustee received remuneration in the year of £44100 (2020: £43,200). They were reimbursed for expenses totalling £977 (2020: £35,627).				
5.	DEBTORS		2021	2020	
			Due within	Due within	
			one year	one year	
			£	£	
	Prepayments		-	4400	
	Accrued income		66211	61564	
			<u>66211</u>	<u>65964</u>	
6.	CREDITORS		2021	2020	
			Due within	Due within	
			one year	one year	
			£	£	
	Accruals		725	1380	
7.	RESTRICTED FUNDS				
	YEAR ENDED 30TH APRIL 2021	Balance at			Balance at
		1st May			30th April
		2020	Income	Expenditure	2021
		£	£	£	£
	Building Fund	<u>9204</u>	<u>-</u>	<u>-</u>	<u>9204</u>

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30TH APRIL 2021

NOTES TO THE FINANCIAL STATEMENTS

	RESTRICTED FUNDS YEAR ENDED 30TH APRIL 2020	Balance at 1st May 2019 £ 9204	Income £ -	Expenditure £ -	Balance at 30th April 2020 £ 9204
	Building Fund				
8.	UNRESTRICTED FUNDS YEAR ENDED 30TH APRIL 2021	Balance at 1st May 2020 £ 123270	Income £ 160327	Expenditure £ 125487	Balance at 30th April 2021 £ 158110
	General Funds				
	UNRESTRICTED FUNDS YEAR ENDED 30TH APRIL 2020	Balance at 1st May 2019 £ 126924	Income £ 173256	Expenditure £ 176910	Balance at 30th April 2020 £ 123270
	General Funds				
9.	ANALYSIS OF FUNDS YEAR ENDED 30TH APRIL 2021		Unrestricted £ 4254	Restricted £ -	Total £ 4254
	Tangible fixed assets		153856	9204	163060
	Net current assets		158110	9204	167314
	ANALYSIS OF FUNDS YEAR ENDED 30TH APRIL 2020		Unrestricted £ 4544	Restricted £ -	Total £ 4544
	Tangible fixed assets		118726	9204	127930
	Net current assets		123270	9204	132474
10.	RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES			2021 £ 34840	2020 £ (3654)
	Net movements in fund				
	Adjustments for:				
	Depreciation			2213	7332
	(Increase)/decrease in debtors			(247)	(10178)
	(Decrease)/increase in creditors			(655)	88
	Net cash used in operating activities			36151	(6412)
	ANALYSIS OF CASH AND CASH EQUIVALENTS			2021 £ 97574	2020 £ 63346
	Cash at bank				
11.	RELATED PARTY TRANSACTIONS				

A Trustee was reimbursed £9600 for rent. Rent was charged at below market rate.