

KINGS PEOPLE'S CHURCH

England & Wales · Charity number 1118251

Details

Status	Registered
Legal form	Charitable company
Company number	05998496
Registered	2007-03-07
Register	View on the Charity Commission register

Contact

Address	Kings Church The Mill Bury New Road Breightmet Bolton BL2 6QE
Phone	01204232320
Email	bolton@kingschurchlife.com
Website	www.kingschurchlife.com

Activities

Objects: A) TO ADVANCE THE CHRISTIAN FAITH IN ACCORDANCE WITH THE STATEMENT OF BELIEFS APPEARING IN THE SCHEDULE HERETO IN BOLTON AND IN SUCH OTHER PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES MAY FROM TIME TO TIME THINK FIT AND OTHER SUCH PURPOSES WHICH ARE EXCLUSIVELY CHARITABLE ACCORDING TO THE LAW OF ENGLAND AND WALES AND ARE CONNECTED WITH THE CHARITABLE WORK OF THE CHARITY;B) TO PROVIDE AND ASSIST IN THE PROVISION OF FACILITIES FOR THE BENEFIT OF THE COMMUNITY OF BOLTON AND THE SURROUNDING NEIGHBOURHOOD WHICH FACILITIES MAY WITHOUT LIMITATION INCLUDE THE PROVISION OF CHILD CARE SERVICES AND MEETINGS, LECTURES AND CLASSES AND OTHER FORMS OF EDUCATION, TRAINING IN LIFE SKILLS, RECREATION AND LEISURE-TIME OCCUPATION WITHOUT DISTINCTION OF RACE, SEX, POLITICAL, RELIGIOUS OR OTHER OPINION AND WITH THE OBJECT OF IMPROVING THE CONDITIONS OF LIFE FOR THE SAID INHABITANTS AS THE TRUSTEES FROM TIME TO TIME THINK FIT;C) TO RELIEVE SICKNESS AND FINANCIAL HARDSHIP AND TO PROMOTE AND PRESERVE GOOD HEALTH BY THE PROVISION OF FUNDS, GOODS OR SERVICES OF ANY KIND, INCLUDING THROUGH THE PROVISION OF COUNSELLING AND SUPPORT IN SUCH PARTS OF BOLTON, THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES FROM TIME TO TIME MAY THINK FIT.

Activities: Main Sunday eventsPrayerSmall GroupsLife Coaching & MentoringMusic GroupYouth Ministry & Associated ProjectsYouth Dance ClassesChildren's ministryCommunity ProjectsCommunity Champion EventsLeadership training school & developmentLeadership network projectMens & Women's MinistriesInternational MissionsCounsellingBusiness & Administration

Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information
- **What:** The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Religious Activities, Economic/community Development/employment
- **Who:** Children/young People, Elderly/old People, The General Public/mankind

Geography

- **Area of benefit:** BOLTON AND THE SURROUNDING NEIGHBOURHOOD
- Lancashire

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,275,262	£1,140,457	£851,035	27
2023-12-31	£1,134,658	£1,284,994	£716,230	28
2022-12-31	£1,444,330	£1,243,741	£866,566	24
2021-12-31	£1,116,405	£1,134,079	£671,228	25
2020-12-31	£950,720	£914,959	£706,902	18

Trustees

Name	Role	Appointed
IAN JAMES SCHOLES	Chair	
Andrew Dougherty		2014-10-15
Antony Bladen		2016-03-01
Philip Denney		2023-01-01
Rachel Eden		2023-01-01
Rebekah Fisher		2023-01-01

KINGS PEOPLE'S CHURCH

England & Wales - Charity number 1118251

Accounts

Company registration number: 05998496

Charity registration number: 1118251

Kings People's Church

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2024

KM
Chartered Accountants
1st Floor, Block C
The Wharf
Manchester Road
Burnley
Lancashire
BB11 1JG



Kings People's Church

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Kings People's Church

Reference and Administrative Details

Trustees	Mr A Bladen
	Mr P Denney
	Mr A Dougherty
	Mrs R Eden
	Mrs R Fisher
	Mr I J Scholes
Charity Registration Number	1118251
Company Registration Number	05998496
	The charity is incorporated in England and Wales.
Registered Office	The Mill Bury Road Bolton BL2 6QE
Auditor	KM Chartered Accountants 1st Floor, Block C The Wharf Manchester Road Burnley Lancashire BB11 1JG
Bankers	Barclays 1 - 5 Market Street Bolton BL1 1BU

Kings People's Church

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 2024.

Trustees

Mr A Bladen

Mr P Denney

Mr A Dougherty

Mrs R Eden

Mrs R Fisher

Mr I J Scholes

Mr D M Smith (resigned 29/01/2025)

Introduction

Kings Church is a lively, thriving community, embracing people from every generation and walk of life. With seven congregations meeting across the North West, we believe that church should be a vibrant, life-filled space where individuals are energised and equipped to fulfil the purpose for which God created them. We are committed to serving the communities in which each of our congregations are based, undertaking activities to build and foster deep and meaningful relationships and connections in accordance with our Christian faith.

Structure, governance and management

Kings People's Church (also known as Kings Church) is incorporated as a charitable company limited by guarantee and governed by its Memorandum and Articles of Association. It is also a registered charity with charity number 1118251.

Governance of the organisation resides with the trustees who are responsible for:

- **Strategic Oversight:** Ensuring the organisation operates within the Vision set by the Core Team.
- **Leadership Accountability:** Holding leaders, including the Core Team, accountable for the performance of the organisation and effective management of the staff team.
- **Financial Stewardship and Resource Allocation:** Overseeing the financial health of the organisation, ensuring funds are managed prudently and align with the charity's vision and values. Ensuring resources are allocated effectively to achieve the charity's objectives.
- **Compliance:** Ensuring the charity complies with all legal and regulatory requirements.
- **Risk Management:** Identifying and managing risks to the organisation's operations and reputation.
- **Governance and Ethics:** Upholding high standards of governance and ethical behaviour within the organisation.
- **Impact Assessment:** Monitoring and evaluating the impact of the charity's activities to ensure they meet the intended goals.
- **Policy Development:** Developing and approving key policies to guide the organisation's operations and activities.
- **Stakeholder Engagement:** Engaging with stakeholders, including donors, beneficiaries, and the community, to build trust and support.

Kings People's Church

Trustees' Report

Governance, structure and management are continually monitored by the board, and revised governance policies have been written and implemented over the past financial year. The church are seeking to expand the expertise on its board of Trustees and are considering future appointments in 2025 in line with Charity Commission guidance.

The trustees make decisions about strategic matters such as buildings, finance, staff appointments, setting pay and remuneration of the charity's staff and key personnel.

The Core Team has spiritual oversight of the organisation and makes decisions about church activities and direction in accordance with the Vision. The Core Team was expanded in December 2023 to deepen the breadth of experience of the eldership of the church. The Core Team and Trustees work closely together in the overall running and oversight of the church, with the Core Team having particular responsibility in the following areas:

- **Spiritual Leadership:** Provide spiritual guidance and oversight to the congregation, ensuring that the church's teachings and practices align with biblical principles.
- **Visionary Guidance:** Setting the Vision of Kings Church, and providing general direction and oversight as to our key areas of focus as a church.
- **Pastoral Care:** Oversight over pastoral support and care to church members.
- **Teaching and Preaching:** Setting the doctrine of Kings Church, ensuring teaching and preaching is undertaken by spiritually mature leaders who are accountable to the Core Team, nurturing the spiritual growth of the congregation.
- **Governance:** Participate in the governance and decision-making processes of the church, providing direction and wisdom and working closely with the Trustees.
- **Prayer and Intercession:** Lead and engage in prayer and intercession for the church, its members, and the broader community.
- **Community Engagement:** Represent the church in the wider community and encourage outreach and service initiatives.

Kings Church is affiliated to the Assemblies of God (AOG) to whom we look for good practice in both spiritual and operating activities. Senior Pastor Derek Smith was appointed to the National Leadership Team of AOG in 2023 with a focus on the area of Church Health. His appointment was approved at board level so as not to compromise ongoing activities of Kings People's Church and services delivered to users.

Objectives and activities

The objects of the church are to:

- Advance the Christian Faith in accordance with the Statement of Beliefs, in Bolton, Blackpool, Liverpool, Salford, Wigan, Warrington and the Persian community based in Bolton, and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit.
- To provide and assist in the provision of facilities for the benefit of the community in which each of its congregations are based and the surrounding neighbourhood, which facilities may, without limitation, include the provision of food, childcare services and meetings, lectures, classes and other forms of education, training in life skills, recreation and leisure-time occupation without distinction of race, sex, political, religious or other opinion and with the objective of improving the conditions of life for the said inhabitants as the trustees may from time to time think fit.
- Through our Sunday services and midweek programme, training events and other activities, our aim is to bring adults, young people and children into a greater spiritual, intellectual and moral awareness and to advance the practical application of Christianity.
- We seek both to mobilise the people of God and express the love of God to those within and outside our congregation through all of our church activities.

Kings People's Church

Trustees' Report

- We expect to see people's lives changed for the better as they experience God's help in their daily lives and the companionship and practical help of others in our supportive groups and gatherings.
- We expect people to be better equipped in life skills through our training and education. We also expect beneficial changes in the lives of those both within and outside our congregation who receive practical help or gifts of food and clothing and of those who receive help from gifts made to overseas aid and famine relief.

Our vision statement is:

Kings Church exists to establish
Jesus-centred faith communities that
Reach, Teach, Lead and Release.

All other charitable activities undertaken by the church are to further the attainment of the Vision and the above objectives.

Activities and Achievements

In 2024, Kings Church embarked on a significant journey of consolidation, following the launch of our new Vision Statement in 2023. This year has been characterised by the implementation and adoption of a new staff handbook and new policies and procedures across our organisation, aimed at fortifying our foundation and enhancing our operational efficiency.

Our primary focus has been on refining and excelling in the areas where we truly shine, concentrating our efforts and resources on what we do best.

We have seen attendance at all of our campuses grow over the past year. Over 900 people call Kings their home, and attend one of our church services each week. In April this year, we were thrilled to launch our seventh campus, Kings Church Warrington. This exciting expansion was made possible through a merger with an existing church community in Warrington, known as Urban Church. The senior leadership of Urban Church sought to expand their congregation and enhance their impact within the Warrington community. Recognising our shared vision, values, and charitable objectives, they chose to partner with Kings Church, allowing us to unite our strengths and further our mission together.

In 2024, Kings Church celebrated a momentous achievement with the launch of our worship album, 'Yeshua'. This collection of original songs, written and performed by members of our Persian campus, marks the first ever Farsi-speaking worship album to be streamed globally. We are incredibly proud of this accomplishment, which not only showcases the talent and dedication of our Persian campus but also enables us to reach and inspire communities worldwide.

In April we were excited to welcome new campus pastors to lead our growing Blackpool campus. In particular, the new pastors have overseen the launch of a second Sunday service dedicated to serving the large Filipino community in Blackpool.

We are committed to the development of our leaders across Kings Church, and are proud to partner with AOG funding training on the 'Ministers in Training' programme for 7 of our leaders across our campuses.

Historically, Kings Church has partnered with the Caleb Foundation and New Life Church in Oradea, Romania, sending teams on short-term mission to the communities there. For the first time since COVID travel restrictions abruptly halted this ministry, we were able to send a team again to serve the community in Romania.

Internationally, our Persian Campus were able to partner with Hoop Church in Germany to run another successful revival conference.

Kings People's Church

Trustees' Report

We launched Compassion Sunday across all our campuses, and as a church collectively agreed to sponsor 79 new children through the Compassion programme.

Our Secret Angels ministry, which has been established to serve and provide for the communities in which our congregations are based, re-launched under new branding and with a refreshed vision. Each campus has a dedicated volunteer ambassador for Secret Angels, and the re-launch saw the number of regular supporters more than double.

We continue with our regular discipleship and community activities, each campus running connect groups, toddler groups and coffee mornings (in various guises) to serve both their congregations and campuses. We are further developing our community partnerships. Our Community Grocery partnership with the Message Trust continues at our locations in Bolton and Blackpool, giving much needed provision to the community there.

We remain proud of our young people and children's ministry. Our Encounter Youth programme for ages 11-18's runs every Friday night and sees attendance not only from the young people who regularly attend Kings Church on a Sunday, but also from other teenagers from across the North West and in the communities in which we operate. The youth week away in April 2024 was run in conjunction with Wave Church in Cornwall and was attended by over 120 young people. Additionally, our children's weekend away, 'wild and free' was attended by 70 young people.

Volunteers

At Kings People's Church, our dedicated volunteers are the heart and soul of our community. Each Sunday service across our campuses is made possible through the tireless efforts of nearly 250 committed volunteers. These individuals embody the very spirit of our church's vision.

Our midweek activities thrive under the leadership of our passionate volunteers. They are rigorously vetted, with DBS checks conducted where necessary, and receive continued training and guidance. This ensures that every volunteer is well-prepared to contribute meaningfully to our community. Furthermore, our charity and local community outreach initiatives are driven by our volunteers. These activities are expertly coordinated by a paid staff member, ensuring that our outreach is impactful and well-organised.

The invaluable contribution of our volunteers is a testament to the strength of our church community. Their dedication allows us to continually fulfil our mission and make a positive impact both within and beyond our church.

Financial review

Tithes and offerings across the organisation enjoyed good growth with the Persian campus enjoying a second successive year of strong growth. The Salford campus also enjoyed a very positive year. The flagship Bolton campus' levels of giving remained healthy and improved on 2023. It remains the strongest campus numerically in terms of giving and really supports the campus model of Kings Church.

The addition of our seventh campus, Kings Church Warrington, went well. The campus enjoyed a very encouraging start and is expected to go from strength to strength. The building at Warrington, formerly belonging to charity Oasis Warrington, known as Urban Church, transferred to Kings in April 2025 further adding to our portfolio.

In 2024 the organisation was able to complete loan repayments and subsequently purchase some large capital items including the audio visual equipment and air conditioning systems at The Mill, home to the Bolton and Persian campuses and the organisation's headquarters. Consolidation of the organisations' debt has helped to streamline our expenses as we face the commercial pressures of ever-rising costs.

Kings People's Church

Trustees' Report

The Trustees consider that the continued development of The Mill premises will attract further business opportunities and will enable us to achieve our ambitions to provide hope and help to people in our local community and beyond providing new space not only for our 0-18s programme but also significant increase in our community outreach programmes.

Blackpool, Warrington and Salford assets provide significant opportunity for community outreach development and room hire business to fund the costs of the buildings, with a view that donations will be spent on ministry and mission.

At the end of the year the financial statements showed a surplus of £134,805 (2023: deficit of £150,336) of which £120,369 was unrestricted and £14,436 was restricted.

The funds carried forward at the year end totalled £851,035 made of up £809,428 unrestricted funds and £41,607 restricted funds.

Reserves policy

As part of the ongoing governance review, the reserves policy was updated in January 2023 as follows:

The church aims to maintain free and available reserves equating to 10% of the annual net operating costs. Reserves will be re-assessed regularly and specifically in the following circumstances:

- A significant change in the core operations of Kings Church;
- Information coming to light that casts doubt on future income flows;
- A significant change to the wider environment in which Kings Church operates, including the overarching economic climate;
- Annually, in the event that no other re-assessment has taken place.

Events after the reporting period

During the year, the charity merged with another church in Warrington (Urban Church). As part of the merger the charity took ownership of the property, however due to issues with the mortgage and the Church Of England having a lot of the information needed to complete the transfer, it took a while for it to fully complete. The mortgage was not officially completed until April 2025, at which point the property became the legal responsibility of the charity.

Fundraising

The majority of funds have traditionally come as voluntary donations (tithes & offerings). As our community engagement is part of our core activities, we rely on voluntary donations to meet the majority of our expenditure. There has been no professional fundraising in respect of ordinary activities.

Related parties

The church maintains good working relationships with other churches and community outreach groups in the areas surrounding our campus locations, and also nationally. There is regular co-operation in pursuit of our mutual charitable objectives. None of these are deemed to be related parties.

Public benefit disclosure

Throughout the reporting period, the activities of the charity have been centred on six campus locations - Bolton, Blackpool, Wigan, Salford, Warrington and Liverpool. All of the activities of the charity are deemed to be in the interest of the public benefit. Our governing document requires that our activities include the provision of facilities expressly for the benefit of people in the communities where we are located. All our community engagement activities have this as the primary objective. We work closely with The Message Trust in our Community Grocery at both The Mill, Bolton and Blackpool.

Kings People's Church

Trustees' Report

Kings Church continues to expand and review the efficacy of its activities and in April 2024 the trustees were delighted to launch a new campus in Warrington. In accordance with Charity Commission guidelines and procedures, Kings People's Church merged with an existing church community in Warrington, called Urban Church (operating under charity Oasis Warrington). The senior leadership of Urban Church wished to grow their congregation and impact in the community of Warrington and chose to partner with Kings as a charity aligned with its own vision, values and charitable objectives. Throughout the reporting period the two charities have merged activities and resources under the heading of Kings Church, Warrington Campus. A full legal merger of the charities will be completed in the first few months of 2025.

Other examples of the commitment to meeting our public interest objectives include the ministries of Christians Against Poverty (money management), Secret Angels, Clothes Bank, Love Does, Who Let the Dads Out, Community café and Connect groups, Community events, Warm Spaces, Community Locker, Coffee mornings, Mini-Giants (parent & toddler midweek groups), Cooking at Kings, Neon nights, family fun days throughout the year, summer holiday kids' clubs, and family film nights.

Social investment

The church's activities continue to expand, and this ensures continued focus on the need to consider the suitability of social investment. Currently debt financing is obtained via Kingdom Bank who support church and charity investments, secured against property.

We maintain research on opportunities with other grant and fund providers to help finance future and potential social investment projects.

Key risks and uncertainties disclosures

The Trustees have assessed the risks that they consider are facing the charity and note the following:

- Cost of living continues to be a challenge, both for our expenditure as an organisation and for the members of our congregation.
- Challenges with developing space and growing our room-hire business. We should seek people who want to use the space we have, rather than trying to develop space to suit what the room-hirers are requesting.
- Expenditure and budgeting are being kept under close review to ensure best stewardship of our resources.
- Potential for capital expenditure on outdated infrastructure. Maintenance of buildings and assets needs to be constantly monitored.

Plans for future periods

There have been changes in our staff team with the appointment of an Associate Pastor in January 2025, with a specific remit of overseeing our largest campus at Bolton. We are excited to see how the Bolton Campus develops over the next year with this investment, and anticipate work to enable the congregation to grow and develop in their own giftings and ministry areas.

Our Warrington campus will be one year old in April 2025, and we look forward to developing the children's ministry and becoming a hub for families in the local community.

As a church, we are experiencing growth and expansion, and we are excited to explore new ways of approaching pastoral care and discipleship on a larger scale. While our current practices have served us well in a smaller setting, we are eager to refine and broaden our strategy to ensure our church continues to thrive and bless future generations.

Kings People's Church

Trustees' Report

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 14 July 2025 and signed on its behalf by:



.....
Mr I J Scholes
Trustee

Kings People's Church

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Kings People's Church 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

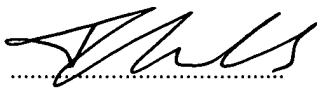
Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that can disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 14 July 2025 and signed on its behalf by:



Mr I J Scholes
Trustee

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church

Opinion

We have audited the financial statements of Kings People's Church (the 'charity') for the year ended 31 December 2024, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

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

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church

Opinion on other matter prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 9), the trustees 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 charity or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below.

Our approach to identifying and assessing the risks of material misstatement respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with trustees and other management, and from our knowledge and experience of the charity sector;

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church

- we focussed on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities Act 2011;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we identified laws and regulations which were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on material balances for which robust, substantive analytical procedures have been undertaken to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions; and
- investigated the rationale behind significant or unusual transactions.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of noncompliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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. This description forms part of our auditor's report.

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church

Use of our report

This report is made solely to the charitable company's trustees, 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 charity's trustees 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Mark Heaton FCCA DchA (Senior Statutory Auditor)
For and on behalf of KM, Statutory Auditor

1st Floor, Block C
The Wharf
Manchester Road
Burnley
Lancashire
BB11 1JG

14 July 2025

Kings People's Church

Statement of Financial Activities for the Year Ended 31 December 2024
(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2024 £	Unrestricted funds £	Restricted funds £	Total 2023 £
Income from:							
Donations	4	960,071	18,859	978,930	843,876	23,986	867,862
Charitable activities	5	72,398	-	72,398	50,573	-	50,573
Investment income	6	3,027	-	3,027	806	-	806
Other income	7	220,707	200	220,907	216,223	-	216,223
Total income		<u>1,256,203</u>	<u>19,059</u>	<u>1,275,262</u>	<u>1,111,478</u>	<u>23,986</u>	<u>1,135,464</u>
Expenditure on:							
Charitable activities	8	<u>(1,135,834)</u>	<u>(4,623)</u>	<u>(1,140,457)</u>	<u>(1,257,417)</u>	<u>(28,383)</u>	<u>(1,285,800)</u>
Total expenditure		<u>(1,135,834)</u>	<u>(4,623)</u>	<u>(1,140,457)</u>	<u>(1,257,417)</u>	<u>(28,383)</u>	<u>(1,285,800)</u>
Net income/(expenditure)		120,369	14,436	134,805	(145,939)	(4,397)	(150,336)
Transfers between funds		-	-	-	12,542	(12,542)	-
Net movement in funds		120,369	14,436	134,805	(133,397)	(16,939)	(150,336)
Reconciliation of funds							
Total funds brought forward		<u>689,059</u>	<u>27,171</u>	<u>716,230</u>	<u>822,456</u>	<u>44,110</u>	<u>866,566</u>
Total funds carried forward	20	<u>809,428</u>	<u>41,607</u>	<u>851,035</u>	<u>689,059</u>	<u>27,171</u>	<u>716,230</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2023 is shown in note 20.

The notes on pages 17 to 28 form an integral part of these financial statements.

Kings People's Church
(Registration number: 05998496)
Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	14	990,563	1,018,923
Current assets			
Debtors	15	73,857	94,651
Cash at bank and in hand		<u>279,107</u>	<u>166,679</u>
		352,964	261,330
Creditors: Amounts falling due within one year	16	<u>(58,178)</u>	<u>(122,130)</u>
Net current assets		<u>294,786</u>	<u>139,200</u>
Total assets less current liabilities		1,285,349	1,158,123
Creditors: Amounts falling due after more than one year	17	<u>(434,314)</u>	<u>(441,893)</u>
Net assets		<u>851,035</u>	<u>716,230</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		41,607	27,171
Unrestricted income funds			
Unrestricted funds		<u>809,428</u>	<u>689,059</u>
Total funds	20	<u>851,035</u>	<u>716,230</u>

The financial statements on pages 14 to 28 were approved by the trustees, and authorised for issue on 14 July 2025 and signed on their behalf by:



.....
Mr I J Scholes
Trustee

The notes on pages 17 to 28 form an integral part of these financial statements.

Kings People's Church

Statement of Cash Flows for the Year Ended 31 December 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash income/(expenditure)		134,805	(150,336)
Adjustments to cash flows from non-cash items			
Depreciation		34,624	104,654
Investment income	6	<u>(3,027)</u>	<u>(806)</u>
		166,402	(46,488)
Working capital adjustments			
Decrease/(increase) in debtors	15	20,794	(15,032)
Increase in creditors	16	5,184	5,750
(Decrease)/increase in deferred income	17	<u>(5,750)</u>	<u>20,375</u>
Net cash flows from operating activities		<u>186,630</u>	<u>(35,395)</u>
Cash flows from investing activities			
Interest receivable and similar income	6	3,027	806
Purchase of tangible fixed assets	14	(6,264)	(26,907)
Sale of tangible fixed assets		<u>-</u>	<u>28,107</u>
Net cash flows from investing activities		<u>(3,237)</u>	<u>2,006</u>
Cash flows from financing activities			
Repayment of bank borrowings		(6,701)	(49,986)
Proceeds from new bank borrowings during the period		-	248,400
Repayment of capital element of finance leases and HP contracts	18	<u>(64,264)</u>	<u>(65,143)</u>
Net cash flows from financing activities		<u>(70,965)</u>	<u>133,271</u>
Net increase in cash and cash equivalents		112,428	99,882
Cash and cash equivalents at 1 January		<u>166,679</u>	<u>66,797</u>
Cash and cash equivalents at 31 December		<u><u>279,107</u></u>	<u><u>166,679</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 17 to 28 form an integral part of these financial statements.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

The Mill
Bury Road
Bolton
BL2 6QE

These financial statements were authorised for issue by the trustees on 14 July 2025.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Kings People's Church 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 notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Income

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

Donations

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Buildings	Not depreciated
Leasehold improvements	Depreciated over the life of the leasehold
Fixtures and fittings	25% per annum straight line basis
Equipment	25% per annum straight line basis

Trade debtors

Trade debtors are amounts due from customers for services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

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

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income 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.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Judgements and key sources of estimation uncertainty

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 periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Depreciation

The depreciation expense is the recognition of the decline in the value of the asset and allocation of the cost of the asset over the periods in which the asset will be used. Judgements are made as to the estimated useful life of the assets; these are regularly reviewed to reflect the changing environment.

Deferred and accrued income

Deferred and accrued income is based on the assumption that the amounts received or to be received are recognised in the period in which the work related. Any amounts estimated are based on past experiences and amounts received after the year end. These judgements are regularly reviewed to reflect the changing environment.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

4 Income from donations

	Unrestricted funds		Restricted funds	Total 2024	Total 2023
	Designated	General			
	£	£	£	£	£
Donations from individuals	9,618	803,193	60	812,871	716,564
Gift aid reclaimed	-	147,260	-	147,260	125,452
Grants	-	-	18,799	18,799	25,846
	<u>9,618</u>	<u>950,453</u>	<u>18,859</u>	<u>978,930</u>	<u>867,862</u>

5 Income from charitable activities

	Unrestricted funds		Total 2024	Total 2023
	Designated	General		
	£	£	£	£
Courses and training	2,001	440	2,441	9,610
Events and activities income	<u>69,957</u>	<u>-</u>	<u>69,957</u>	<u>40,963</u>
	<u>71,958</u>	<u>440</u>	<u>72,398</u>	<u>50,573</u>

6 Investment income

	Unrestricted funds	Total 2024	Total 2023
	General		
	£	£	£
Interest receivable and similar income	<u>3,027</u>	<u>3,027</u>	<u>806</u>

7 Other income

	Unrestricted funds		Restricted funds	Total 2024	Total 2023
	Designated	General			
	£	£	£	£	£
Miscellaneous income	21,819	5,168	200	27,187	20,213
Room hire	-	92,181	-	92,181	100,997
Rental income	<u>-</u>	<u>101,539</u>	<u>-</u>	<u>101,539</u>	<u>95,013</u>
	<u>21,819</u>	<u>198,888</u>	<u>200</u>	<u>220,907</u>	<u>216,223</u>

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

8 Expenditure on charitable activities

		Unrestricted funds		Restricted funds	Total 2024	Total 2023
	Note	Designated £	General £	£	£	£
Premises costs		37,034	515,392	2,883	555,309	520,526
Administration costs		-	74,999	-	74,999	155,884
Ministry expenses		72,924	410,866	1,740	485,530	590,337
Training and development		1,200	17,669	-	18,869	14,063
Governance costs	9	-	5,750	-	5,750	4,990
		<u>111,158</u>	<u>1,024,676</u>	<u>4,623</u>	<u>1,140,457</u>	<u>1,285,800</u>

9 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Audit of the financial statements	5,150	5,150	4,000
Accountancy fees	<u>600</u>	<u>600</u>	<u>990</u>
	<u>5,750</u>	<u>5,750</u>	<u>4,990</u>

10 Trustees remuneration and expenses

During the year, one trustee received remuneration from employment with the charity.

Payment was made to Mr D Smith under the terms of Kings People's Church standard terms of employment for his role as Senior Pastor. The amount of the remuneration paid during the year was £47,269 (2023: £50,865) together with pension contributions of £5,052 (2023: £5,048).

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

11 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
Staff costs during the year were:		
Wages and salaries	354,375	418,249
Social security costs	14,510	21,530
Pension costs	9,278	10,657
	<u>378,163</u>	<u>450,436</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2024 No	2023 No
Number of staff	<u>27</u>	<u>28</u>

No employee received emoluments of more than £60,000 during the year.

12 Auditors' remuneration

	2024 £	2023 £
Audit of the financial statements	<u>5,150</u>	<u>4,000</u>

13 Taxation

The charity is a registered charity and is therefore exempt from taxation on its charitable activities.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

14 Tangible fixed assets

	Buildings and leasehold improvements £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 January 2024	1,138,693	577,464	1,716,157
Additions	<u>-</u>	<u>6,264</u>	<u>6,264</u>
At 31 December 2024	<u>1,138,693</u>	<u>583,728</u>	<u>1,722,421</u>
Depreciation			
At 1 January 2024	126,313	570,921	697,234
Charge for the year	<u>25,883</u>	<u>8,741</u>	<u>34,624</u>
At 31 December 2024	<u>152,196</u>	<u>579,662</u>	<u>731,858</u>
Net book value			
At 31 December 2024	<u>986,497</u>	<u>4,066</u>	<u>990,563</u>
At 31 December 2023	<u>1,012,380</u>	<u>6,543</u>	<u>1,018,923</u>

Included within the net book value of land and buildings above is £651,236 (2023 - £651,236) in respect of freehold land and buildings and £335,261 (2023 - £361,145) in respect of leaseholds.

15 Debtors

	2024 £	2023 £
Trade debtors	18,868	18,856
Prepayments	44,135	44,228
Accrued income	<u>10,854</u>	<u>31,567</u>
	<u>73,857</u>	<u>94,651</u>

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

16 Creditors: amounts falling due within one year

	2024	2023
	£	£
Bank loans	7,456	6,578
Trade creditors	11,018	9,066
Hire purchase and finance leases	-	64,264
Other taxation and social security	5,585	5,315
VAT grant repayable	(2,461)	2,891
Other creditors	8,034	4,414
Accruals	13,921	9,227
Deferred income	14,625	20,375
	<u>58,178</u>	<u>122,130</u>

17 Creditors: amounts falling due after one year

	2024	2023
	£	£
Bank loans	<u>434,314</u>	<u>441,893</u>

The loans balance relates to two mortgages the charity has for its campus in Blackpool and Salford. The Blackpool mortgage is being paid off monthly at an interest of 9.35% and is expected to be fully paid by November 2041. The Salford mortgage is being paid off monthly at an interest of 7.95% and is expected to be fully paid by September 2053.

18 Obligations under leases

The total value of future minimum lease payments was as follows:

	2024	2023
	£	£
Within one year	321,676	257,341
In two to five years	1,286,704	1,029,363
In over five years	<u>1,991,306</u>	<u>1,786,579</u>
	<u>3,599,686</u>	<u>3,073,283</u>

19 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £9,278 (2023 - £10,657).

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

20 Funds

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2024 £
Unrestricted funds					
<i>General</i>					
General	133,643	1,152,808	(1,024,676)	(29,287)	232,488
<i>Designated</i>					
Projects, Missions and Events	35,910	103,395	(111,158)	-	28,147
Fixed asset reserve	519,506	-	-	29,287	548,793
	<u>555,416</u>	<u>103,395</u>	<u>(111,158)</u>	<u>29,287</u>	<u>576,940</u>
Total unrestricted funds	<u>689,059</u>	<u>1,256,203</u>	<u>(1,135,834)</u>	<u>-</u>	<u>809,428</u>
Restricted funds					
CAP Life Skills	4,077	-	-	-	4,077
Household Support Fund Grant	350	-	(143)	-	207
SFD Winter Welcome	1,473	-	(94)	-	1,379
Other small immaterial funds	3,031	420	(1,697)	-	1,754
Bolton Council Warm Spaces	740	2,440	(1,490)	-	1,690
Garfield Weston	15,000	-	-	-	15,000
The Beatrice Laing Trust	2,500	-	-	-	2,500
P27 Trust	-	15,000	-	-	15,000
Blackpool Council - Ward Funding Greenlands	-	1,199	(1,199)	-	-
	<u>27,171</u>	<u>19,059</u>	<u>(4,623)</u>	<u>-</u>	<u>41,607</u>
Total funds	<u>716,230</u>	<u>1,275,262</u>	<u>(1,140,457)</u>	<u>-</u>	<u>851,035</u>

Many of the restricted funds received during the year, as well as balances from the previous year, such as Garfield Weston and P27 Trust, are funds received in the aid of developing the main campus in Bolton (known as The Mill). The funds have been accumulated over the year and following the year end have started to be spent, as the work on The Mill has begun.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2023 £
Unrestricted funds						
<i>General</i>						
General	10,926	1,028,757	(1,178,092)	273,252	(1,200)	133,643
<i>Designated</i>						
Projects, Missions and Events	42,752	82,721	(78,125)	(11,438)	-	35,910
Fixed asset reserve	<u>768,778</u>	<u>-</u>	<u>-</u>	<u>(249,272)</u>	<u>-</u>	<u>519,506</u>
	<u>811,530</u>	<u>82,721</u>	<u>(78,125)</u>	<u>(260,710)</u>	<u>-</u>	<u>555,416</u>
Total unrestricted funds	<u>822,456</u>	<u>1,111,478</u>	<u>(1,256,217)</u>	<u>12,542</u>	<u>(1,200)</u>	<u>689,059</u>
Restricted funds						
Sydney and Sheila McGhee Charitable Trust	3,508	-	(3,508)	-	-	-
Bolton CVS Summer Holiday Activities	304	-	(304)	-	-	-
CAP Life Skills	9,317	1,000	(6,240)	-	-	4,077
Household Support Fund Grant	1,000	-	(650)	-	-	350
SFD Winter Welcome	850	769	(146)	-	-	1,473
Other small immaterial funds	29,131	1,837	(15,395)	(12,542)	-	3,031
Garfield Weston	-	15,000	-	-	-	15,000
The Beatrice Laing Trust	-	2,500	-	-	-	2,500
Bolton Council Warm Spaces	<u>-</u>	<u>2,880</u>	<u>(2,140)</u>	<u>-</u>	<u>-</u>	<u>740</u>
	<u>44,110</u>	<u>23,986</u>	<u>(28,383)</u>	<u>(12,542)</u>	<u>-</u>	<u>27,171</u>
Total funds	<u>866,566</u>	<u>1,135,464</u>	<u>(1,284,600)</u>	<u>-</u>	<u>(1,200)</u>	<u>716,230</u>

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2024

21 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds at 31 December 2024
	General	Designated		
	£	£	£	£
Tangible fixed assets	-	990,563	-	990,563
Current assets	283,210	28,147	41,607	352,964
Current liabilities	(50,722)	(7,456)	-	(58,178)
Creditors over 1 year	-	(434,314)	-	(434,314)
Total net assets	<u>232,488</u>	<u>576,940</u>	<u>41,607</u>	<u>851,035</u>

	Unrestricted funds		Restricted funds	Total funds at 31 December 2023
	General	Designated		
	£	£	£	£
Tangible fixed assets	-	1,018,923	-	1,018,923
Current assets	198,249	35,910	27,171	261,330
Current liabilities	(64,606)	(57,524)	-	(122,130)
Creditors over 1 year	-	(441,893)	-	(441,893)
Total net assets	<u>133,643</u>	<u>555,416</u>	<u>27,171</u>	<u>716,230</u>

22 Related party transactions

There were a few related party transactions that took place during the year.

Mr I J Scholes is a trustee of Kings People's Church and a director of IJS Ventures Ltd. This company provides the charity with phone line services. The total expenditure incurred during the year was £202 (2023: £1,542).

Mr D Smith was a trustee of Kings People's Church before resigning following the year end. The spouse of Mr D Smith is Mrs G Smith, who is employed within the charity. The total remuneration received, including employer's National Insurance and employer's pension, amounted to £31,263 (2023: £28,353).

Mrs R Fisher is a trustee of Kings People's Church. The spouse of Mrs R Fisher is Mr T Fisher, who is employed within the charity as the Finance Manager. The total remuneration received, including employer's National Insurance and employer's pension, amounted to £20,849 (2023: £19,527).

KINGS PEOPLE'S CHURCH

England & Wales - Charity number 1118251

Accounts

Company registration number: 05998496

Charity registration number: 1118251

Kings People's Church

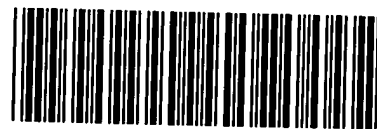
(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2023

KM
Chartered Accountants
1st Floor, Block C
The Wharf
Manchester Road
Burnley
Lancashire
BB11 1JG

WEDNESDAY



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18/09/2024

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COMPANIES HOUSE

Kings People's Church

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Kings People's Church

Reference and Administrative Details

Trustees	Mr A Bladen
	Mr P Denney
	Mr A Dougherty
	Mrs R Eden
	Mrs R Fisher
	Mr I J Scholes
	Mr D M Smith
Charity Registration Number	1118251
Company Registration Number	05998496
Registered Office	The charity is incorporated in England.
	The Mill
	Bury Road
	Bolton
	BL2 6QE
Auditor	KM
	Chartered Accountants
	1st Floor, Block C
	The Wharf
	Manchester Road
	Burnley
	Lancashire
Bankers	BB11 1JG
	Barclays
	1 - 5 Market Street
	Bolton
	BL1 1BU

Kings People's Church

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 2023.

Trustees

Mr A Bladen

Mrs S P Clarke (resigned 27/09/2023)

Mr P Denney (appointed 01/01/2023)

Mr A Dougherty

Mrs R Eden (appointed 01/01/2023)

Mrs R Fisher (appointed 01/01/2023)

Mr I J Scholes

Mr D M Smith

Structure, governance and management

Kings People's Church (also known as Kings Church) is incorporated as a charitable company limited by guarantee and governed by its Memorandum and Articles of Association dated 18 December 2006.

Governance of the organisation resides with the trustees who are responsible for:

- Ensuring clarity of vision, ethos and strategic direction
- Holding leaders (including the Core Team to whom leadership of the church and management of the activities is delegated) to account for performance of the organisation and the effective and efficient performance management of the staff team
- Overseeing the financial performance of the organisation and making sure money is spent well and in accordance with the vision and values of the organisation.

Governance, structure and management are continually monitored by the board, and revised governance policies have been written and implemented over the past financial year. The board of Trustees has been strengthened in the past financial year with the addition of three new Trustees in January 2023. The board are considering future appointments in line with Charity Commission guidance.

The trustees make decisions about strategic matters such as buildings, finance, staff appointments, setting pay and remuneration of the charity's key personnel.

The Core Team has spiritual oversight of the organisation and makes operational decisions about church activities and direction in accordance with the strategic vision. The Core Team was expanded in December 2023 to deepen the breadth of experience of the eldership of the church.

Kings Church is affiliated to the Assemblies of God (AOG) to whom we look for good practice in both spiritual and operating activities. Senior Pastor Derek Smith was appointed to the National Leadership Team of AOG in 2023 with a focus on the area of Church Health. His appointment was approved at board level so as not to compromise ongoing activities of Kings People's Church and services delivered to users.

Kings People's Church

Trustees' Report

Objectives and activities

The objects of the church are to:

- Advance the Christian Faith in accordance with the Statement of Beliefs, in Bolton, Blackpool, Liverpool, Salford, Wigan and the Persian community based in Bolton, and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit
- To provide and assist in the provision of facilities for the benefit of the communities where each of our campuses are based and the surrounding neighbourhood, which facilities may, without limitation, include the provision of childcare services and meetings, lectures, classes and other forms of education, training in life skills, recreation and leisure-time occupation without distinction of race, sex, political, religious or other opinion and with the objective of improving the conditions of life for the said inhabitants as the trustees may from time to time think fit
- Through our Sunday services and midweek programme, training events and other activities, our aim is to bring adults, young people and children into a greater spiritual, intellectual and moral awareness and to advance the practical application of Christianity
- We seek both to mobilise the people of God and express the love of God to those within and outside our congregation through all of our church activities
- We expect to see people's lives changed for the better as they experience God's help in their daily lives and the companionship and practical help of others in our supportive groups and gatherings
- We expect people to be better equipped in life skills through our training and education. We also expect beneficial changes in the lives of those both within and outside our congregation who receive practical help or gifts of food and clothing and of those who receive help from gifts made to overseas aid and famine relief.

All other charitable activities undertaken by the church are to further the attainment of the above objectives.

New vision statement

In 2023, the Core Team launched Kings Church's new vision statement.

Kings Church exists to establish
Jesus-centred faith communities that
Reach, Teach, Lead and Release.

Our congregations across all campuses are steadily growing and we have ambitions to expand into new communities in line with this new vision statement.

Related parties

The church maintains good working relationships with other churches and community outreach groups in the areas surrounding our campus locations, and also nationally. There is regular co-operation in pursuit of our mutual charitable objectives. None of these are deemed to be related parties.

Public benefit disclosure

Throughout the reporting period, the activities of the charity have been centred on six campus locations - Bolton, Blackpool, Wigan, Salford, Gateshead and Liverpool. All of the activities of the charity are deemed to be in the interest of the public benefit. Our governing document requires that our activities include the provision of facilities expressly for the benefit of people in the communities where we are located. All our community engagement activities have this as the primary objective. We work closely with The Message Trust in our Community Grocery at both The Mill, Bolton and Blackpool.

Kings People's Church

Trustees' Report

Kings Church continues to expand and review the efficacy of its activities and in July 2023, the trustees decided to release the Gateshead campus to operate outside Kings Church as they follow a different strategic direction. In September 2023, Kings Church launched a campus in Liverpool to reach and serve the community there. Future expansion developments include new campuses and Jesus-centred faith communities which form the basis of our core vision statement.

Other examples of the commitment to meeting our public interest objectives include the ministries of Christians Against Poverty (money management and life skills), Secret Angels, Clothes Bank, Love Does, Who Let the Dads Out, Community café and Connect groups, Community events, Community Locker, Mini-Giants (parent and toddler midweek groups), Neon nights, family fun days throughout the year, summer holiday kids' clubs, and family film nights.

Volunteers

Kings People's Church could not function without its volunteers who are highly valued. Most of the midweek activities are led by volunteers, all of whom are vetted, DBS checked (when applicable) and provided with induction training and guidance. On a normal Sunday, more than 150 volunteers across all campuses are involved in service delivery. Charity and local community outreach is undertaken by volunteers and coordinated by a paid staff member.

Social investment

The church's activities continue to expand, and this ensures continued focus on the need to consider the suitability of social investment. Currently debt financing is obtained via Kingdom Bank who support church and charity investments, secured against property.

We maintain research on opportunities with other grant and fund providers to help finance future and potential social investment projects.

Achievements and performance

We have seen attendance at all of our campuses grow over the past year. Almost 900 people call Kings their home, and attend one of our church services each week. Particular notable achievements this year have been in our young people's ministry. Our Encounter Youth programme at Bolton for ages 11-18's runs every Friday night and sees attendance not only from the young people who regularly attend Kings Church on a Sunday, but also from other teenagers from across the North West and in the communities in which we operate. The youth week away in April 2023 was attended by over 70 young people. Many of our young people have had the opportunity to train with the AOG 'Young Lions' programme, offering mentoring and leadership development. Feedback from local teachers has been that our young people are having a strong, positive 'leadership' impact within their school communities.

We continue to develop our community partnerships. We have partnered with a charity called 'Reach', and sponsor 3 events throughout the year at our Bolton Campus, including a Christmas gift appeal to ensure those in our community do not go without over Christmas. Our Salford campus partner with Saddleback Church, sharing facilities to help run additional church services reaching the Hong Kong community in Salford and the wider Manchester area. Our Community Grocery partnership with the Message Trust has expanded, with a grocery opening at our Blackpool campus, giving much needed provision to the community there.

The Trustees undertook a full organisational review this year and have designed and implemented a line management structure for our staff and key volunteers. A raft of new policies helps to ensure everyone, at all levels of our organisation, are striving for excellence, are supported in that aim, and are accountable in that aim. A strategy has been prepared in line with the new Vision statement to provide some practical steps in which to grow the charity and the church. We continue to have a designated trustee with oversight of risks affecting our organisation, recording and maintaining a risk register. We also have a designated trustee with oversight for safeguarding across our organisation.

Kings People's Church

Trustees' Report

A campus pastor recruitment day was very fruitful, and we were excited to welcome new Campus Pastors to provide leadership in our Salford Campus. We continue to develop the next generation of leaders for Kings Church and the wider Christian community. We continue to recruit strategically, finding the right people to work with us as we move forward.

Fundraising

The majority of funds have traditionally come as voluntary donations (tithes & offerings). As our community engagement is part of our core activities, we rely on voluntary donations to meet the majority of our expenditure. There has been no professional fundraising in respect of ordinary activities.

Financial review

During 2023 there was a steady increase in voluntary donations received by way of tithes and offerings which have increased 7.7% year on year. Our Bolton, Blackpool and Persian campuses in particular recorded strong levels of giving. Our original and flagship campus at Bolton remains the strongest numerically and in terms of giving and really supports the campus model of Kings Church.

We expect regular tithes and offerings to continue to steadily grow over the next year as campuses continue to grow.

The church held a Vision Offering on 21 May 2023, the first Vision Offering for two years with the 2022 Vision Offering being withdrawn as the timing coincided with the increase in energy bills and cost-of-living crisis affecting the UK. The Trustees and Core Team have reviewed the circumstances and are reinstating the annual Vision Offering, to be held in May 2024.

The start of 2023 included the strategic recruitment of staff to manage the sites and buildings at Kings Church. A Site Manager maintains the assets of the Church and a Room Booking Administrator is tasked with overseeing room hire activities and conferences.

The trustees undertook a full and detailed review of the organisation's finances and operating strategy in 2023. The review was undertaken to ensure that, as the charity has grown and developed, that it functions in the best and most efficient way possible to achieve the aims of the organisation and to ensure all donations were stewarded and used well, and always to further the Vision and charitable aims and objectives of the organisation. This has led to a reduction in the general expenditure of the organisation and a clear strategy to ensure the long-term growth and sustainability of the church. To further this aim, the building at our Salford campus was re-mortgaged with Kingdom Bank. This consolidated some short-term debt and liabilities, thus reducing expenditure.

Further financial accountability has been implemented with a thorough review and implementation of a new expenses policy, and the removal of all credit cards, except for a central purchasing card in the organisation.

The trustees consider that the continued development of The Mill premises will attract further business opportunities and will enable us to achieve our ambitions to provide hope and help to people in our local community and beyond providing new space not only for our 0-18s programme but also significant increase in our community outreach programmes.

Both Blackpool and Salford assets provide significant opportunity for community outreach development and room hire business to fund the costs of the buildings, with a view that donations will be spent on ministry and mission.

Kings People's Church

Trustees' Report

At the end of the year the financial statements showed a deficit of £150,336 (2022: surplus of £195,338) of which £133,397 was unrestricted and £16,939 was restricted. The surplus that the charity reported last year was derived in the main by the transfer of charitable activities and net assets from Pendlebury Evangelical Church of £324,562.

The funds carried forward at the year end totalled £716,230 made of up £689,059 unrestricted funds and £27,171 restricted funds.

Events after the reporting period

During the year the trustees and management of the charity took the opportunity to merge with another church (Urban Church) who are based in Warrington. The initial work surrounding the merger started towards the end of the financial year with the total time taken for completion to be between 6 to 12 months.

Reserves policy

As part of the ongoing governance review, the reserves policy was updated in January 2023 as follows:

The church aims to maintain free and available reserves equating to 10% of the annual net operating costs. Reserves will be re-assessed regularly and specifically in the following circumstances:

- A significant change in the core operations of Kings Church;
- Information coming to light that casts doubt on future income flows;
- A significant change to the wider environment in which Kings Church operates, including the overarching economic climate;
- Annually, in the event that no other re-assessment has taken place.

Key risks and uncertainties disclosures

The Trustees have assessed the risks that they consider are facing the charity and note the following:

- Cost of living continues to be a challenge, both for our expenditure as an organisation and for the members of our congregation.
- Challenges with developing space and growing our room-hire business. We should seek people who want to use the space we have, rather than trying to develop space to suit what the room-hirers are requesting.
- Expenditure and budgeting are being kept under close review to ensure best stewardship of our resources.
- Potential for capital expenditure on outdated infrastructure. Maintenance of buildings and assets needs to be constantly monitored.

Plans for future periods

2023 involved some substantial groundwork in reviewing Kings church as a whole, and putting in place foundations from which to grow and thrive in years to come. We are excited to see how our new Liverpool campus grows and develops over the coming year and are seeking opportunities to plant Jesus-centred faith communities in other locations. We are confident that we have created a structure and environment in which new communities can thrive from day 1.

Additional funding is being sought to facilitate development of the Mill in Bolton, as well as investment for our buildings in Blackpool and Salford. We are seeking a more permanent home for our Liverpool Campus and our Wigan Campus in order to provide a stable and prominent location within those communities, to further the aims to 'Reach, Teach, Lead and Release'.

Kings People's Church

Trustees' Report

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the trustees of the charity on 16 September 2024 and signed on its behalf by:



.....
Mr I J Scholes
Trustee

Kings People's Church

Statement of Trustees' Responsibilities

The trustees (who are also the directors of Kings People's Church 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), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Company law requires the trustees to prepare financial statements for each financial year. 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 charitable company and of the incoming resources and application of resources, including its income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records that can disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Approved by the trustees of the charity on 16 September 2024 and signed on its behalf by:



Mr I J Scholes
Trustee

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church

Opinion

We have audited the financial statements of Kings People's Church (the 'charity') for the year ended 31 December 2023, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church

Opinion on other matter prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 8), the trustees 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 charity or to cease operations, or have no realistic alternative but to do so.

Auditor 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.

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below.

Our approach to identifying and assessing the risks of material misstatement respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with trustees and other management, and from our knowledge and experience of the charity sector;

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church

- we focussed on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities Act 2011;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we identified laws and regulations which were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on material balances for which robust, substantive analytical procedures have been undertaken to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions; and
- investigated the rationale behind significant or unusual transactions.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of noncompliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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. This description forms part of our auditor's report.

Use of our report

This report is made solely to the charitable company's trustees, 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 charity's trustees 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Kings People's Church

Independent Auditor's Report to the Members of Kings People's Church



.....
Mark Heaton FCCA DchA (Senior Statutory Auditor)
For and on behalf of KM, Statutory Auditor

1st Floor, Block C
The Wharf
Manchester Road
Burnley
Lancashire
BB11 1JG

16 September 2024

Kings People's Church

Statement of Financial Activities for the Year Ended 31 December 2023
(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 2023 £	Unrestricted funds £	Restricted funds £	Total 2022 £
Income from:							
Donations	4	843,876	23,986	867,862	780,071	53,659	833,730
Charitable activities	5	50,573	-	50,573	90,031	18	90,049
Other income	6	216,223	-	216,223	520,551	-	520,551
Total income		<u>1,110,672</u>	<u>23,986</u>	<u>1,134,658</u>	<u>1,390,653</u>	<u>53,677</u>	<u>1,444,330</u>
Expenditure on:							
Charitable activities	7	(1,256,611)	(28,383)	(1,284,994)	(1,224,411)	(24,581)	(1,248,992)
Total expenditure		<u>(1,256,611)</u>	<u>(28,383)</u>	<u>(1,284,994)</u>	<u>(1,224,411)</u>	<u>(24,581)</u>	<u>(1,248,992)</u>
Net (expenditure)/income		(145,939)	(4,397)	(150,336)	166,242	29,096	195,338
Transfers between funds		<u>12,542</u>	<u>(12,542)</u>	<u>-</u>	<u>6,527</u>	<u>(6,527)</u>	<u>-</u>
Net movement in funds		(133,397)	(16,939)	(150,336)	172,769	22,569	195,338
Reconciliation of funds							
Total funds brought forward		<u>822,456</u>	<u>44,110</u>	<u>866,566</u>	<u>649,687</u>	<u>21,541</u>	<u>671,228</u>
Total funds carried forward	19	<u>689,059</u>	<u>27,171</u>	<u>716,230</u>	<u>822,456</u>	<u>44,110</u>	<u>866,566</u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2022 is shown in note 19.

The notes on pages 16 to 27 form an integral part of these financial statements.

Kings People's Church

(Registration number: 05998496)
Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	13	1,018,923	1,124,777
Current assets			
Debtors	14	94,651	79,619
Cash at bank and in hand		<u>166,679</u>	<u>66,797</u>
		261,330	146,416
Creditors: Amounts falling due within one year	15	<u>(122,130)</u>	<u>(116,012)</u>
Net current assets		<u>139,200</u>	<u>30,404</u>
Total assets less current liabilities		1,158,123	1,155,181
Creditors: Amounts falling due after more than one year	16	<u>(441,893)</u>	<u>(288,615)</u>
Net assets		<u>716,230</u>	<u>866,566</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		27,171	44,110
Unrestricted income funds			
Unrestricted funds		<u>689,059</u>	<u>822,456</u>
Total funds	19	<u>716,230</u>	<u>866,566</u>

The financial statements on pages 13 to 27 were approved by the trustees, and authorised for issue on 16 September 2024 and signed on their behalf by:



Mr I J Scholes
Trustee

The notes on pages 16 to 27 form an integral part of these financial statements.

Kings People's Church

Statement of Cash Flows for the Year Ended 31 December 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash (expenditure)/income		(150,336)	195,338
Adjustments to cash flows from non-cash items			
Depreciation		104,654	105,463
		(45,682)	300,801
Working capital adjustments			
(Increase)/decrease in debtors	14	(15,032)	2,136
Increase in creditors	15	5,750	9,199
Increase in deferred income	16	20,375	-
Net cash flows from operating activities		(34,589)	312,136
Cash flows from investing activities			
Purchase of tangible fixed assets	13	(26,908)	(445,066)
Sale of tangible fixed assets		28,108	332,000
Net cash flows from investing activities		1,200	(113,066)
Cash flows from financing activities			
Repayment of bank borrowings		(49,986)	(166,822)
Proceeds from new bank borrowings during the period		248,400	-
Repayment of capital element of finance leases and HP contracts	17	(65,143)	(38,157)
Net cash flows from financing activities		133,271	(204,979)
Net increase/(decrease) in cash and cash equivalents		99,882	(5,909)
Cash and cash equivalents at 1 January		66,797	72,706
Cash and cash equivalents at 31 December		166,679	66,797

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 16 to 27 form an integral part of these financial statements.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Charity status

The charity is limited by guarantee, incorporated in England, and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

The Mill
Bury Road
Bolton
BL2 6QE

These financial statements were authorised for issue by the trustees on 16 September 2024.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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)) (issued in October 2019) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Basis of preparation

Kings People's Church 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 notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Income

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

Donations

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees meetings and reimbursed expenses.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Buildings	Not depreciated
Leasehold improvements	Depreciated over the life of the leasehold
Fixtures and fittings	25% per annum straight line basis
Equipment	25% per annum straight line basis

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

Fund structure

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

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the trustees.

Restricted income 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.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Judgements and key sources of estimation uncertainty

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 periods.

Key sources of estimation uncertainty

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities are as follows.

Depreciation

The depreciation expense is the recognition of the decline in the value of the asset and allocation of the cost of the asset over the periods in which the asset will be used. Judgements are made as to the estimated useful life of the assets; these are regularly reviewed to reflect the changing environment.

Deferred and accrued income

Deferred and accrued income is based on the assumption that the amounts received or to be received are recognised in the period in which the work was done. Any amounts estimated are based on past experiences and amounts received after the year end. These judgements are regularly reviewed to reflect the changing environment.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

4 Income from donations

	Unrestricted funds		Restricted funds	Total 2023	Total 2022
	Designated £	General £	£	£	£
Donations from individuals	82,721	633,703	140	716,564	665,272
Gift aid reclaimed	-	125,452	-	125,452	114,771
Grants	-	2,000	23,846	25,846	53,687
	<u>82,721</u>	<u>761,155</u>	<u>23,986</u>	<u>867,862</u>	<u>833,730</u>

5 Income from charitable activities

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Courses and training	9,610	9,610	7,807
Hospitality and cafe income	-	-	2,779
Events and activities income	40,963	40,963	79,463
	<u>50,573</u>	<u>50,573</u>	<u>90,049</u>

6 Other income

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Miscellaneous income	20,213	20,213	-
Room hire	100,997	100,997	130,583
Rental income	95,013	95,013	65,406
Transfer of assets	-	-	324,562
	<u>216,223</u>	<u>216,223</u>	<u>520,551</u>

In January 2022 the legal transfer of a building from Pendlebury Evangelical Church Ltd to Kings People's Church Ltd took place. The building had been gifted to the charity after the charitable activities were transferred over from Pendlebury Evangelical Church in 2019. The building was transferred at the market value of £360,000 and current assets of totalling £10,713 less mortgage loan commitments of £46,151 totalling £324,562.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

7 Expenditure on charitable activities

		Unrestricted funds		Restricted	Total	Total
	Note	Designated	General	funds	2023	2022
		£	£	£	£	£
Premises costs		78,126	422,800	18,794	519,720	536,472
Administration costs		-	155,884	-	155,884	165,847
Mission expenses		-	580,748	9,589	590,337	526,064
Training and development		-	14,063	-	14,063	12,195
Governance costs	8	-	4,990	-	4,990	8,414
		<u>78,126</u>	<u>1,178,485</u>	<u>28,383</u>	<u>1,284,994</u>	<u>1,248,992</u>

8 Analysis of governance and support costs

Governance costs

	Unrestricted funds	Total	Total
	General	2023	2022
	£	£	£
Audit of the financial statements	4,000	4,000	3,600
Accountancy fees	990	990	4,814
	<u>4,990</u>	<u>4,990</u>	<u>8,414</u>

9 Trustees remuneration and expenses

During the year, two trustees received remuneration from employment with the charity.

Payment was made to Mr D Smith under the terms of Kings People's Church standard terms of employment for his role as Senior Pastor. The amount of the remuneration paid during the year was £50,865 (2022: £48,000) together with pension contributions of £5,048 (2022: £5,044).

Payment was made to Mrs S P Clarke under the terms of Kings People's Church standard terms of employment for her role as Operations Director. The amount of the remuneration paid was £32,264 (2022: £18,377) along with pension contributions of £915 (2022: £548). Mrs S P Clarke resigned from the board of trustees on the 27th September 2023, though employment continued past the date of resignation and payments were made as part of this.

One trustee received reimbursement for out of pocket expenses for work carried out for charitable activities and not for responsibilities undertaken as a trustee (2022: One). The total expenses repaid during the year for travel costs and day to day running costs of the church was £1,907 (2022: £2,348).

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

10 Staff costs

The aggregate payroll costs were as follows:

	2023	2022
	£	£
Staff costs during the year were:		
Wages and salaries	418,249	373,063
Social security costs	21,530	20,705
Pension costs	10,657	10,193
	<u>450,436</u>	<u>403,961</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2023	2022
	No	No
Number of staff	<u>28</u>	<u>24</u>

No employee received emoluments of more than £60,000 during the year.

11 Auditors' remuneration

	2023	2022
	£	£
Audit of the financial statements	<u>4,000</u>	<u>3,600</u>

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

13 Tangible fixed assets

	Buildings and leasehold improvements £	Fixtures, fittings and equipment £	Total £
Cost			
At 1 January 2023	1,138,693	579,864	1,718,557
Additions	26,908	-	26,908
Disposals	(26,908)	(2,400)	(29,308)
At 31 December 2023	<u>1,138,693</u>	<u>577,464</u>	<u>1,716,157</u>
Depreciation			
At 1 January 2023	101,855	491,925	593,780
Charge for the year	24,458	80,196	104,654
Eliminated on disposals	-	(1,200)	(1,200)
At 31 December 2023	<u>126,313</u>	<u>570,921</u>	<u>697,234</u>
Net book value			
At 31 December 2023	<u>1,012,380</u>	<u>6,543</u>	<u>1,018,923</u>
At 31 December 2022	<u>1,036,838</u>	<u>87,939</u>	<u>1,124,777</u>

Included within the net book value of land and buildings above is £624,328 (2022 - £678,143) in respect of freehold land and buildings and £388,052 (2022 - £358,695) in respect of leaseholds.

14 Debtors

	2023 £	2022 £
Trade debtors	18,856	21,937
Prepayments	44,228	42,890
Accrued income	31,567	7,486
Other debtors	-	7,306
	<u>94,651</u>	<u>79,619</u>

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

15 Creditors: amounts falling due within one year

	2023 £	2022 £
Bank loans	6,578	5,797
Trade creditors	9,066	7,422
Hire purchase and finance leases	64,264	85,052
Other taxation and social security	5,315	5,151
VAT grant repayable	2,891	-
Other creditors	4,414	7,890
Accruals	9,227	4,700
Deferred income	20,375	-
	<u>122,130</u>	<u>116,012</u>

16 Creditors: amounts falling due after one year

	2023 £	2022 £
Bank loans	441,893	244,260
Hire purchase and finance leases	-	44,355
	<u>441,893</u>	<u>288,615</u>

17 Obligations under leases

The total value of future minimum lease payments was as follows:

	2023 £	2022 £
Within one year	257,341	276,078
In two to five years	1,029,363	1,029,364
In over five years	2,811,007	3,066,646
	<u>4,097,711</u>	<u>4,372,088</u>

18 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £10,657 (2022 - £10,193).

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

19 Funds

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2023 £
Unrestricted funds						
<i>General</i>						
General	10,926	1,027,951	(1,177,285)	273,252	(1,200)	133,644
<i>Designated</i>						
Projects, Missions and Events	42,752	82,721	(78,126)	(11,438)	-	35,909
Fixed asset reserve	768,778	-	-	(249,272)	-	519,506
	<u>811,530</u>	<u>82,721</u>	<u>(78,126)</u>	<u>(260,710)</u>	<u>-</u>	<u>555,415</u>
Total unrestricted funds	<u>822,456</u>	<u>1,110,672</u>	<u>(1,255,411)</u>	<u>12,542</u>	<u>(1,200)</u>	<u>689,059</u>
Restricted funds						
Sydney and Sheila McGhee Charitable Trust	3,508	-	(3,508)	-	-	-
Bolton CVS Summer Holiday Activities	304	-	(304)	-	-	-
CAP Life Skills	9,317	1,000	(6,240)	-	-	4,077
Household Support Fund Grant	1,000	-	(650)	-	-	350
SFD Winter Welcome	850	769	(146)	-	-	1,473
Other small immaterial funds	29,131	1,837	(15,395)	(12,542)	-	3,031
Garfield Weston	-	15,000	-	-	-	15,000
The Beatrice Laing Trust	-	2,500	-	-	-	2,500
Bolton Council Warm Spaces	-	2,880	(2,140)	-	-	740
	<u>44,110</u>	<u>23,986</u>	<u>(28,383)</u>	<u>(12,542)</u>	<u>-</u>	<u>27,171</u>
Total funds	<u>866,566</u>	<u>1,134,658</u>	<u>(1,283,794)</u>	<u>-</u>	<u>(1,200)</u>	<u>716,230</u>

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Unrestricted funds						
<i>General</i>						
General	87,193	1,390,653	(1,127,956)	(333,713)	(5,251)	10,926
Revaluation reserve	<u>332,000</u>	<u>-</u>	<u>-</u>	<u>(332,000)</u>	<u>-</u>	<u>-</u>
	<u>419,193</u>	<u>1,390,653</u>	<u>(1,127,956)</u>	<u>(665,713)</u>	<u>(5,251)</u>	<u>10,926</u>
<i>Designated</i>						
Projects, Missions and Events	29,762	-	(91,204)	104,194	-	42,752
Fixed asset reserve	<u>200,732</u>	<u>-</u>	<u>-</u>	<u>568,046</u>	<u>-</u>	<u>768,778</u>
	<u>230,494</u>	<u>-</u>	<u>(91,204)</u>	<u>672,240</u>	<u>-</u>	<u>811,530</u>
Total unrestricted funds	<u>649,687</u>	<u>1,390,653</u>	<u>(1,219,160)</u>	<u>6,527</u>	<u>(5,251)</u>	<u>822,456</u>
Restricted funds						
Awards For All	4,289	-	(4,289)	-	-	-
All Churches Trust	5,178	-	(5,178)	-	-	-
Community Grocery	56	18,180	(18,236)	-	-	-
Sydney and Sheila McGhee Charitable Trust	3,432	15,000	(14,924)	-	-	3,508
Bolton CVS Summer Holiday Activities	470	-	(166)	-	-	304
Calm Before the Storm	-	1,000	(1,000)	-	-	-
CAP Life Skills	-	13,348	(4,031)	-	-	9,317
Household Support Fund Grant	-	1,000	-	-	-	1,000
SFD Winter Welcome	-	2,000	(1,150)	-	-	850
Other small immaterial funds	<u>8,116</u>	<u>3,149</u>	<u>24,393</u>	<u>(6,527)</u>	<u>-</u>	<u>29,131</u>
	<u>21,541</u>	<u>53,677</u>	<u>(24,581)</u>	<u>(6,527)</u>	<u>-</u>	<u>44,110</u>
Total funds	<u>671,228</u>	<u>1,444,330</u>	<u>(1,243,741)</u>	<u>-</u>	<u>(5,251)</u>	<u>866,566</u>

Kings People's Church

Notes to the Financial Statements for the Year Ended 31 December 2023

20 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Total funds at 31 December 2023
	General	Designated		
	£	£	£	£
Tangible fixed assets	-	1,018,923	-	1,018,923
Current assets	198,249	35,910	27,171	261,330
Current liabilities	(64,606)	(57,524)	-	(122,130)
Creditors over 1 year	-	(441,893)	-	(441,893)
Total net assets	<u>133,643</u>	<u>555,416</u>	<u>27,171</u>	<u>716,230</u>

	Unrestricted funds		Restricted funds	Total funds at 31 December 2022
	General	Designated		
	£	£	£	£
Tangible fixed assets	-	1,124,777	-	1,124,777
Current assets	60,554	42,752	43,110	146,416
Current liabilities	(48,628)	(67,384)	-	(116,012)
Creditors over 1 year	-	(288,615)	-	(288,615)
Total net assets	<u>11,926</u>	<u>811,530</u>	<u>43,110</u>	<u>866,566</u>

21 Related party transactions

There were a few related party transactions that took place during the year.

Mr I J Scholes is a trustee of Kings People's Church and a director of Spacious Place Contact Ltd and IJS Ventures Ltd. Both these companies provide the charity with phone line services. The total expenditure incurred during the year was £1,542 (2022: £1,529).

Mr D Smith is a trustee of Kings People's Church. During the financial year the charity employed Mrs G Smith, the spouse of Mr D Smith. The total remuneration received including employer's National Insurance and employer's pension amounted to £28,353 (2022: £25,722).

At the start of the year Mrs R Fisher became a trustee of the charity. The spouse of Mrs R Fisher is Mr T Fisher, who is employed within the charity as the Finance Manager. The total remuneration received including employer's National Insurance and employer's pension amounted to £19,527.

During the year a number of trustees loaned the charity some money in order to help short term cashflow, these loans were issued with 0% interest and all of them were repaid shortly after the payment, many in the following month the amounts were received.

KINGS PEOPLE'S CHURCH

England & Wales - Charity number 1118251

Accounts

Registered Charity no. 1118251
Registered Company no. 5998496

Kings People's Church
(Company Limited by Guarantee)

Trustees Annual Report and Accounts

Year Ended 31st December 2022



KINGS
Church

Kings People's Church

Year Ended 31st December 2022

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Kings People's Church

Year Ended 31st December 2022

Legal and Administrative Information

Reference

The Charity is called "Kings People's Church". The charity is often also referred to as Kings Church. The organisation is registered with the Charity Commission for England and Wales and Companies House, registered on the 14th November 2006.

Registered Charity Number 1118251

Registered Company Number 5998496

Registered Office The Mill
Bury Road
Bolton
BL2 6QE

Website www.kingschurchlife.com

The Trustees and Directors

Antony Bladen
Andrew Dougherty
Christopher Jones *Resigned 18/01/2022*
Ian Scholes
Derek Smith
Penny Clarke *Appointed 24/06/2022*
Philip Denney *Appointed 01/01/2023*
Rachel Eden *Appointed 01/01/2023*
Rebekah Fisher *Appointed 01/01/2023*

Senior Pastors Derek & Georgina Smith

Company secretary Penny Clarke

Primary Bankers Barclays Bank UK PLC
1 - 5 Market Street
Bolton
BL1 1BU

Auditor Mark Heaton
KM Chartered Accountants
1st Floor, Block C
Manchester Road
Burnley, BB11 1JG

Solicitors Aughton Ainsworth
2 Merchants Quay
Salford, M50 3XR

Kings People's Church

Year ended 31st December 2022

Trustees' Annual Report

Structure, governance and management

Kings People's Church (also known as Kings Church) is incorporated as a charitable company limited by guarantee and governed by its Memorandum & Articles of Association.

Governance of the organisation resides with the trustees who are responsible for:

- Ensuring clarity of vision, ethos and strategic direction
- Holding leaders (including the Core Team to whom leadership of the church and management of the activities is delegated) to account for performance of the organisation and the effective and efficient performance management of the staff team
- Overseeing the financial performance of the organisation and making sure money is spent well and in accordance with the vision and values of the organisation.

Governance, structure and management continue to be significant matters for ongoing discussion and review amongst the board of trustees. New trustees were appointed with effect from 1 January 2023 to broaden and strengthen the experience and expertise represented by the Board.

The trustees make decisions about strategic matters e.g. buildings, finance, staff appointments, setting pay and remuneration of the charity's key personnel.

The Core Team has spiritual oversight of the organisation and makes operational decisions about church activities and direction in accordance with the strategic vision.

Kings Church is affiliated to the Assemblies of God to whom we look for good practice in both spiritual and operating activities. Derek Smith worked as an area leader throughout 2022 and has subsequently been appointed to the National Leadership Team. His appointment was approved at board level so as not to compromise ongoing activities of Kings People's Church and services delivered to users.

Related parties

The church maintains good working relationships with other churches and community outreach groups in the areas surrounding our campus locations, and also nationally. There is regular co-operation in pursuit of our mutual charitable objectives. None of these are deemed to be related parties.

Public benefit disclosure

Throughout the reporting period, the activities of the charity have been centred on five campus locations - Bolton, Blackpool, Wigan, Salford and Gateshead. All of the activities of the charity are deemed to be in the interest of the public benefit. Our governing document requires that our activities include the provision of facilities expressly for the benefit of people in the communities where we are located. All our community engagement activities have this as the

Kings People's Church

Year ended 31st December 2022

Trustees' Annual Report

primary objective. We work closely with The Message Trust in our Community Grocery at both The Mill, Bolton and Blackpool.

Kings Church continues to expand and review the efficacy of its activities and in 2023, the trustees decided to release the Gateshead campus to operate outside Kings Church as they follow a different strategic direction. Future expansion developments include new campuses and Jesus-centred faith communities which form the basis of our core vision statement.

Other examples of the commitment to meeting our public interest objectives include the ministries of Christians Against Poverty (money management), Secret Angels, Clothes Bank, Who Let the Dads Out, Community events, Community Locker, Christmas Market, Mini-Giants (parent & toddler midweek groups), Cooking at Kings, Neon nights, family fun days throughout the year, summer holiday kids' clubs, and family film nights.

Objectives and activities

The objects of the church are to:

- Advance the Christian Faith in accordance with the Statement of Beliefs, in Bolton, Blackpool, Gateshead, Salford and Wigan, and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit
- To provide and assist in the provision of facilities for the benefit of the community of Bolton and the surrounding neighbourhood, which facilities may, without limitation, include the provision of childcare services and meetings, lectures, classes and other forms of education, training in life skills, recreation and leisure-time occupation without distinction of race, sex, political, religious or other opinion and with the objective of improving the conditions of life for the said inhabitants as the trustees may from time to time think fit
- Through our Sunday services and midweek programme, training events and other activities, our aim is to bring adults, young people and children into a greater spiritual, intellectual and moral awareness and to advance the practical application of Christianity
- We seek both to mobilise the people of God and express the love of God to those within and outside our congregation through all of our church activities
- We expect to see people's lives changed for the better as they experience God's help in their daily lives and the companionship and practical help of others in our supportive groups and gatherings
- We expect people to be better equipped in life skills through our training and education. We also expect beneficial changes in the lives of those both within and outside our congregation who receive practical help or gifts of food and clothing and of those who receive help from gifts made to overseas aid and famine relief.

All other charitable activities undertaken by the church are to further the attainment of the above objectives.

Kings People's Church

Year ended 31st December 2022

Trustees' Annual Report

New vision statement

The Core Team decided to revise the vision statement to ensure it still meets the primary objectives of the organisation:

Kings Church exists to establish Jesus-centred faith communities that Reach, Teach, Lead and Release.

Further work will be undertaken to roll this out throughout the coming months.

Volunteers

Kings People's Church could not function without its volunteers who are highly valued. Most of the midweek activities are led by volunteers, all of whom are vetted, DBS checked (when applicable) and provided with induction training and guidance. On a normal Sunday, more than 140 volunteers across all campuses are involved in service delivery. Charity and local community outreach is undertaken by volunteers and coordinated by a paid staff member.

Social investment

The church's activities continue to expand, and this ensures continued focus on the need to consider the appropriateness of social investment. Currently debt financing is obtained via Kingdom Bank who support church and charity investments, secured against property.

We maintain research on opportunities with other grant and fund providers to help finance future and potential social investment projects.

Achievements and performance

After a couple of less active years due to COVID, within 2022, we were able to provide conferences, children's and youth camps and other outreach activities. One highlight was the Persian conference in Germany which was attended by more than 250 participants.

External funding has enabled us to further develop the Community Grocery in partnership with The Message Trust and other grants have facilitated the expansion of facilities, staff, infrastructure and capacity. Building development has been possible at each of the Bolton/Persian, Blackpool and Salford campus locations.

Fundraising

The majority of funds have traditionally come as voluntary donations (tithes & offerings). As our community engagement is part of our core activities, we rely on voluntary donations to meet the majority of our expenditure. There has been no professional fundraising in respect of ordinary activities.

Kings People's Church

Year ended 31st December 2022

Trustees' Annual Report

Financial review

This was the first full year without COVID restrictions on normal operating activities, but its effects were still felt throughout the organisation in terms of the increase in needs to be met throughout the local community, but also in the nature of giving behaviour.

Our donors have remained consistent and giving levels remained strong and exceeded the non-designated giving from any earlier years. The trustees took the decision to defer the annual vision offering as its timing coincided with the increased utility bills and the initial impact of the cost-of-living crisis. Offerings exceeded prior levels, even without a vision offering.

There has been an increase in the rental income from room hire activities being more constant throughout the year, although the mix of bookings has changed from regular to more one-off, more cash-generative bookings.

Of note, within the total income included within the SOFA is the charitable transfer of net assets from Pendlebury Evangelical Church to Kings, effected during 2022. The figure included is net of mortgage attaching to the property which was also adopted by Kings.

Expenditure has increased in line with budgeted expectations. Governance costs have increased proportionally to reflect the additional work which is being undertaken in this area together with the additional audit fee.

As noted in the 2021 accounts, the long-awaited Wigan building disposal was completed in August 2022. All proceeds and expenses of the disposal are included within these accounts including a further loss on disposal arising from the final transaction costs on disposal.

There have been significant movements in Fixed Assets to reflect the disposal of Wigan and the acquisition of the Salford building, together with additional expenditure pertaining to leasehold improvements which have been disclosed separately for the first time this year. These have been capitalised as they enhance the value of the leasehold in the building.

Significant reduction in creditors (both long-term and short-term) is as a result of capital repayments of assets on finance lease and the settlement of the Wigan mortgage, in part replaced by the Salford mortgage. In order to reduce ongoing financing charges, a project was begun in 2022 to refinance using long-term assets as collateral - reducing the high cost of borrowing on shorter-term lending.

The directors consider that the continued development of The Mill premises will attract further business opportunities and will enable us to achieve our ambitions to provide hope and help to people in our local community and beyond providing new space not only for our 0-18s programme but also significant increase in our community outreach programmes.

Kings People's Church

Year ended 31st December 2022

Trustees' Annual Report

Both Blackpool and Salford assets provide significant opportunity for community outreach development and room hire business to fund the costs of the buildings, with a view that donations will be spent on ministry and mission.

The financial out-turn for the year showed a surplus of £200,589 of which £171,493 was unrestricted and £29,096 was restricted. The surplus was derived in the main by the transfer of charitable activities and net assets from Pendlebury Evangelical Church of £324,562. The funds carried forward at the year end totalled £866,566 made of up £822,456 unrestricted funds and £44,110 restricted funds.

Reserves policy

As part of the ongoing governance review, the reserves policy was updated in January 2023 as follows:

The church aims to maintain free and available reserves equating to 10% of the annual net operating costs. Reserves will be re-assessed regularly and specifically in the following circumstances:

- A significant change in the core operations of Kings Church;
- Information coming to light that casts doubt on future income flows;
- A significant change to the wider environment in which Kings Church operates, including the overarching economic climate;
- Annually, in the event that no other re-assessment has taken place.

Key risks and uncertainties disclosures

The trustees of Kings People's Church acknowledge that responsibility for the management and control of the church rests with them. They understand that an integral part of this management and control is in the area of risk management, the mitigation of recognised risk and the acknowledgement of residual risk.

The trustees have undertaken a preliminary assessment of risks pertaining to the organisation. Some are pervasive and some only impact specific areas. The overall risk management process incorporates other policies and tools supporting the trustees with the mitigation of risk including, but not limited to safeguarding (0-18s and adults), financial controls, Health & safety, governance policies etc.

Kings People's Church

Year ended 31st December 2022

Trustees' Annual Report

Generic risks include (but are not limited to):

- Financial - dependence on limited number of givers
- Governance - lack of structure and direction/succession planning
- Compliance - poor decision-making and breach of regulatory requirements due to weak or non-compliant understanding of regulatory requirements

Several specific risks have been identified as follows:

- Staff Structure and line management to be implemented
- Accountable spending controls required as we grow
- Capital investment in Building Development required to enable us to achieve vision
- Potential for unforeseen capital expenditure from outdated infrastructure
- Articles to be reviewed and updated once structure agreed to reflect new practice

Each of the areas above has a dedicated trustee taking the lead in mitigating the risk.

Plans for future periods

Further building development works are planned in all locations, together with securing more permanent homes for our Wigan and newly onboarded Liverpool campuses.

Additional funding is being sought to facilitate building works for The Mill, to enable further outreach and community use thereof.

There have been some changes in leadership at a local level due to retirement/relocation of campus pastors. Traditionally, campus leaders have been identified from within the organisation, however on this occasion we made the decision to extend the invitation to external applicants. This was a success and is likely to be repeated for future recruitment opportunities.

Kings People's Church

Year ended 31st December 2022

Trustees' Annual Report

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. 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 charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

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

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

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the trustees:

Signature	
Full name	Ian Scholes
Position	Trustee
Date	19/09/2023

Kings People's Church

Year Ended 31st December 2022

Independent Auditor's Report to the Members of Kings People's Church

Opinion

We have audited the financial statements of Kings People's Church (the 'charity') for the year ended 31 December 2022, which comprise the Statement of Financial Activities, Statement of Financial Position, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Kings People's Church

Year Ended 31st December 2022

Independent Auditor's Report to the Members of Kings People's Church

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 8), the trustees 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 charity 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.

Kings People's Church

Year Ended 31st December 2022

Independent Auditor's Report to the Members of Kings People's Church

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below.

Our approach to identifying and assessing the risks of material misstatement respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with trustees and other management, and from our knowledge and experience of the charity sector;
- we focussed on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities Act 2011;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we identified laws and regulations which were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on material balances for which robust, substantive analytical procedures have been undertaken to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions; and
- investigated the rationale behind significant or unusual transactions.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of noncompliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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. This description forms part of our auditor's report.

Kings People's Church

Year Ended 31st December 2022

Independent Auditor's Report to the Members of Kings People's Church

Use of our report

This report is made solely to the charitable company's trustees, 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 charity's trustees 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Mark Heaton FCCA DchA (Senior Statutory Auditor)
For and on behalf of KM , Statutory Auditor
1st Floor, Block C
The Wharf
Manchester Road
Burnley
Lancashire
BB11 1JG

19/09/2023
Date:.....

Kings People's Church

Year Ended 31st December 2022

Statement of Financial Activities

			2022		2021
		Unrestricted funds	Restricted funds	Total funds	Total funds
	Note	£	£	£	£
Income					
Donations and legacies		780,071	53,659	833,730	934,570
Charitable activities		90,031	18	90,049	7,343
Trading activities		195,989	-	195,989	174,492
Transfer of charitable activities and net assets		324,562	-	324,562	-
Total income	2	<u>1,390,653</u>	<u>53,677</u>	<u>1,444,330</u>	<u>1,116,405</u>
Expenditure					
Expenditure on charitable activities	3	1,210,746	24,581	1,235,327	1,127,345
Governance costs	4	8,414	-	8,414	6,734
Total expenditure		<u>1,219,160</u>	<u>24,581</u>	<u>1,243,741</u>	<u>1,134,079</u>
Net income / (expenditure) before gains /(losses)		<u>171,493</u>	<u>29,096</u>	<u>200,589</u>	<u>(17,674)</u>
Gain/(loss) on revaluation/disposal of property		(5,251)	-	(5,251)	(18,000)
Net income / (expenditure)		<u>166,242</u>	<u>29,096</u>	<u>195,338</u>	<u>(35,674)</u>
Net income and net movement in funds					
Total funds brought forward		649,687	21,541	671,228	706,902
Transfers		6,527	(6,527)	-	-
Total funds carried forward	14	<u>822,456</u>	<u>44,110</u>	<u>866,566</u>	<u>671,228</u>

All income and expenditure derive from continuing activities.

The statement is a combined Statement of Financial Activities and Income and Expenditure Account for the purposes of meeting both Companies Act and charity SORP reporting requirements.

Kings People's Church

Year Ended 31st December 2022

Statement of Financial Position

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	9	1,124,777	1,117,175
		<u>1,124,777</u>	<u>1,117,175</u>
Current assets			
Debtors	10	79,619	81,755
Cash at bank and in hand		66,797	72,706
		<u>146,416</u>	<u>154,461</u>
Creditors: amounts falling due within one year	11	116,012	150,778
Net current assets		<u>30,404</u>	<u>3,683</u>
Creditors: amounts falling after one year		288,615	449,630
Net assets	15	<u>866,566</u>	<u>671,228</u>
Funds of the charity			
Restricted funds	14	44,110	21,541
Unrestricted funds	14		
Unrestricted General		10,926	87,193
Revaluation Reserve		-	332,000
Designated funds		811,530	230,494
		<u>822,456</u>	<u>649,687</u>
Total charity funds		<u>866,566</u>	<u>671,228</u>

Directors' Responsibilities

The financial statements were approved by the trustees and authorised for issue and signed on their behalf by:

Name of Trustee:

Ian Scholes

Signed on behalf of the Trustees:



Date:

19/09/2023

Kings People's Church

Year Ended 31st December 2022

Statement of Cash Flows

	2022 £	2021 £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	(25,468)	114,512
	<u>(25,468)</u>	<u>114,512</u>
Cash flows from investing activities:		
Dividends and interest	-	-
Inflow as part of the net assets transfer from Pendlebury Evangelical Church	10,713	-
Purchase of tangible fixed assets	(79,961)	(312,605)
Net proceeds from sale of property	326,749	-
Net cash provided by (used in) investing activities	<u>257,501</u>	<u>(312,605)</u>
Cash flows from financing activities:		
Repayments on borrowing	(237,943)	(57,449)
Cash inflows from new borrowing	-	266,794
Net cash provided by (used in) financing activities	<u>(237,943)</u>	<u>209,344</u>
Change in cash and cash equivalents in the reporting period	(5,910)	11,252
Cash and cash equivalents at the beginning of the reporting period	<u>72,707</u>	<u>61,455</u>
Cash and cash equivalents at the end of the reporting period	<u>66,797</u>	<u>72,707</u>

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

	2022 £	2021 £
Net movement in funds for the reporting period (as per the statement of financial activities)	200,589	(17,674)
Adjustments for:		
Depreciation charges	105,463	104,943
Transfer of charitable activities and net assets	(324,562)	-
Gain/(loss) on revaluation/disposal of property	(5,251)	-
(Increase) / decrease in debtors	2,136	25,818
Increase / (decrease) in creditors	(3,843)	1,425
Net cash provided by (used in) operating activities	<u>(25,468)</u>	<u>114,512</u>

Analysis of cash and cash equivalents

	2022 £	2021 £
Cash at bank	<u>66,797</u>	<u>72,706</u>
Total cash and cash equivalents	<u>66,797</u>	<u>72,706</u>

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

1 Accounting Policies

Legal Status

The Charity is a company limited by guarantee and has no share capital. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member.

Basis of Preparation

The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (FRS 102), FRS 102, and the Companies Act 2006. After due consideration of available information about the future, the accounts have been prepared on a going concern basis.

The financial statements are prepared in sterling, which is the functional currency of the company.

Monetary amounts in these financial statements are rounded to the nearest £. The charity meets the definition of a public benefit entity under FRS 102.

Fund Accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal, often known as a 'special offering' in the church.

Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires the trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. 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.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

Incoming Resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- All voluntary income from members of the church are recognised as donations and are included in full, with associated Gift Aid receivable in the Statement of Financial Activities.
- Grants where entitlement is not conditional on the delivery of specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant.
- Income resources from charitable trading activities such as the letting of the building are accounted for when invoices are drawn up (as the point of entitlement).
- Donated services and facilities are included at the value to the charity where this can be quantified.
- Gifts in Kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
- Volunteer time, the value of voluntary support for the work of the church is not included in the accounts but is described in the Trustees annual report.
- Investment Income is included in the accounts when receivable.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out the resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees' meetings and cost of any legal advice to trustees on governance or constitutional matters.

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Pensions

The charity operates a defined contribution pension scheme. Contributions are reported in the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

Tangible Fixed Assets

Tangible fixed assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other recognised gains and losses.

Tangible fixed assets costing more than £750 are capitalised and included at cost including any incidental expenses of acquisition. Gifted assets are shown at the value to the charity on receipt. Depreciation is provided on all tangible assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Freehold Land and Buildings are not depreciated on the basis that each one has been subject to significant improvement arising from change of use and planned maintenance. The relevant property markets are kept under review to ensure continuing validity of this policy.

Fixtures and Fittings	25% Straight line
Equipment	25% Straight line
Leasehold Improvements	Depreciated over the life of the leasehold

Operating Leases

Rental charges payable under operating leases are charged on a straight line basis over the terms of the lease.

Taxation

The charity is exempt from tax on its charitable activities. Corporation tax is charged on the taxable profits generated from charities trading activity which exceed the annual trading limit.

Going concern

The financial statements have been prepared on a going concern basis accounting for assets and liabilities as if the charity will continue to operate into the foreseeable future.

Finance Leases

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of liability.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

2 Analysis of income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations and legacies			
Donations	664,703	569	665,272
Gift aid	114,771	-	114,771
Grants	597	53,090	53,687
	<u>780,071</u>	<u>53,659</u>	<u>833,730</u>
Charitable activities			
Hospitality and café income	2,779	-	2,779
Events and activities income	79,445	18	79,463
Courses and training	7,807	-	7,807
	<u>90,031</u>	<u>18</u>	<u>90,049</u>
Trading activities			
Rental income	65,406	-	65,406
Room hire	130,583	-	130,583
	<u>195,989</u>	<u>-</u>	<u>195,989</u>
Transfer of charitable activities and net assets			
Transfer of assets	324,562	-	324,562
	<u>324,562</u>	<u>-</u>	<u>324,562</u>
Total income	<u>1,390,653</u>	<u>53,677</u>	<u>1,444,330</u>

In January 2022 the legal transfer of a building from Pendlebury Evangelical Church Ltd to Kings People's Church took place. The building had been gifted to the charity after the charitable activities were transferred over from Pendlebury Evangelical Church in 2019. The building was transferred at the market value of £360,000 and current assets of totalling £10,713 less mortgage loan commitments of £46,151 totalling £324,562.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

Analysis of income (comparative period)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations and legacies			
Donations	644,236	4,027	648,263
Gift Aid	117,565	-	117,565
Grants	92,782	75,960	168,742
	<u>854,583</u>	<u>79,987</u>	<u>934,570</u>
Charitable activities			
Hospitality and café income	1,181	-	1,181
Events and activities income	5,672	-	5,672
Courses and training	490	-	490
	<u>7,343</u>	<u>-</u>	<u>7,343</u>
Trading activities			
Rental income	102,782	-	102,782
Room hire	71,710	-	71,710
	<u>174,492</u>	<u>-</u>	<u>174,492</u>
Transfer of charitable activities and net assets			
Transfer of charitable activities and net assets	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Income	<u>1,036,418</u>	<u>79,987</u>	<u>1,116,405</u>

During 2021 the charity received government grants through the Covid-19 job retention scheme. The total amount received during the year was £91,581. All conditions of the grants were met.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

3 Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Premises costs	536,197	275	536,472
Administration costs	160,596	-	160,596
Mission expenses	503,126	22,938	526,064
Training and development	10,827	1,368	12,195
	<u>1,210,746</u>	<u>24,581</u>	<u>1,235,327</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Premises costs	429,833	60,014	489,847
Administration costs	148,509	1,011	149,520
Mission expenses	442,954	39,641	482,595
Training and development	3,589	1,794	5,383
	<u>1,024,885</u>	<u>102,460</u>	<u>1,127,345</u>

All expenditure incurred is attributable to the charity's main activity of running a multi campus church. The charity does let out some of its premises and buildings for generating additional income. This is a secondary activity of which minimal spend is attributable during the year.

4 Governance costs

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Governance costs	8,414	-	8,414
	<u>8,414</u>	<u>-</u>	<u>8,414</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Governance costs	6,734	-	6,734
	<u>6,734</u>	<u>-</u>	<u>6,734</u>

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

5 Volunteers

The charity benefits from the voluntary contributions of time and money in helping run the charitable activities during the year. Please refer to the trustees' report for further detail about volunteer contributions in the organisation.

6 Audit and Independent examination fees

Fees payable to the statutory auditor for:

	2022	2021
	£	£
Statutory audit of the financial statements	3,600	3,000

7 Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	373,063	378,452
Social security costs	20,705	21,940
Employer contributions to pension plans	10,193	10,293
	<u>403,961</u>	<u>410,685</u>

The average head count of employees during the year was as follows:

	2022	2021
Number of staff members	24	25

Number of employees who received benefits of more than £60,000 during the year was as follows:

	2022	2021
More than £60,000	-	-

Key Management Personnel

The key management personnel of the charity are Operations Director, Senior Pastor and Associate Pastor. The total employment remuneration received during the year by the key management personnel was £100,400 (2021: £96,865).

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

8 Trustee remuneration, expenses and donations

two trustees received remuneration from employment with the charity during the year.

Payment was made to Mr D Smith under the terms of Kings People's Church standard terms of employment for his role as Senior Pastor. The amount of the remuneration paid during the year was £48,000 (2021: £46,658) together with pension contributions of £5,044 (2021: £5,044).

Payment was made to Mrs P Clarke under the terms of Kings People's Church standard terms of employment for her role as Operations Director. The amount of the remuneration paid from the 24/06/2022 onwards was £18,377 together with pension contributions of £458.

One trustee received reimbursement for out of pocket expenses for work carried out for charitable activities and not for responsibilities undertaken as a trustee (2021: Two). The total expenses repaid during the year for travel costs and day to day running costs of the church was £2,348 (2021: £5,446).

9 Tangible assets

	Land and Buildings £	Leasehold Improve- ments £	Fixtures and Fittings £	Equipment £	Total £
Costs					
At 1 January 2022	645,038	382,812	167,563	410,078	1,605,491
Additions	365,105	77,738	875	1,348	445,066
Disposal	(332,000)	-	-	-	(332,000)
Revaluation	-	-	-	-	-
At 31 December 2022	678,143	460,550	168,438	411,426	1,718,557
Depreciation					
At 1 January 2022	-	76,602	135,386	276,329	488,317
Charge	-	25,253	13,768	66,442	105,463
At 31 December 2022	-	101,855	149,154	342,771	593,780
Net Book Value					
At 31 December 2022	678,143	358,695	19,284	68,655	1,124,777
At 1 January 2022	645,038	306,210	32,177	133,750	1,117,175

During August 2022 the charity sold its Wigan campus building for £338,100 of which £139,000 was used to pay the outstanding mortgage on the property. In January 2022 the legal transfer of a building from Pendlebury Evangelical Church Ltd to Kings Church Ltd took place. The building had been gifted to the charity after the charitable activities were transferred over from Pendlebury Evangelical Church in 2019. The building was transferred at the market value of £360,000.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

10 Debtors

	2022	2021
	£	£
Trade debtors	21,937	11,948
Accrued income	7,486	10,320
Other debtors	50,196	59,487
	<u>79,619</u>	<u>81,755</u>

11 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	7,422	10,565
Accruals	4,700	5,400
Bank overdrafts, loans and credit cards	37,187	73,226
Other tax and social securities	5,151	-
Obligations under finance leases and hire purchase contracts	61,552	61,587
	<u>116,012</u>	<u>150,778</u>

12 Creditors: amounts falling after one year

	2022	2021
	£	£
Bank loans	244,260	343,653
Obligations under finance leases and hire purchase contracts	44,355	105,977
	<u>288,615</u>	<u>449,630</u>

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

13 Creditors: Bank Loans and Finance Leases

The total obligation under mortgage and hire purchases commitments for the charity was:

	2022	2021
	£	£
Bank loan mortgage commitments	250,057	351,050
Obligations under finance leases and hire purchase contracts	105,942	167,564
	<u>355,999</u>	<u>518,614</u>

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2022	2021
	£	£
Not later than 1 year	61,587	61,587
Later than 1 year and not later than 5 years	44,355	105,977
	<u>105,942</u>	<u>167,564</u>

Bank loans are denominated in £ and the bank loans are secured by a legal mortgage over the property of the charity.

	Nominal interest rate	Monthly repayment	Month of final instalment	Carrying amount as at 31 Dec 22
	%	£		£
Blackpool mortgage	6.95	1,505	Jun 2046	204,669
Salford mortgage	3.75	439	Aug 2037	45,388

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

14 Analysis of Charitable Funds

Unrestricted Funds

	1 Jan 22 £	Income £	Expenditure £	Transfers £	Gains/Losses £	31 Dec 22 £
Unrestricted						
General	87,193	1,390,653	(1,127,956)	(333,713)	(5,251)	10,926
Revaluation reserve	332,000	-	-	(332,000)	-	-
	419,193	1,390,653	(1,127,956)	(665,713)	(5,251)	10,926
Designated Funds						
Projects, Missions and Events	29,762	-	(91,204)	104,194	-	42,752
Fixed asset reserve	200,732	-	-	568,046	-	768,778
	230,494	-	(91,204)	672,240	-	811,530
Total unrestricted	649,687	1,390,653	(1,219,160)	6,527	(5,251)	822,456

Restricted funds

Awards For All	4,289	-	(4,289)	-	-	-
All Churches Trust	5,178	-	(5,178)	-	-	-
Blackpool Building	-	-	-	-	-	-
Community Grocery	56	18,180	(18,236)	-	-	-
Rank Foundation	-	-	-	-	-	-
Garfield Weston	-	-	-	-	-	-
Sydney and Sheila McGhee Charitable	3,432	15,000	(14,924)	-	-	3,508
Bolton CVS Summer Holiday Activities	470	-	(166)	-	-	304
Calm Before the Storm	-	1,000	(1,000)	-	-	-
CAP Life Skills	-	13,348	(4,031)	-	-	9,317
Household Support Fund Grant	-	1,000	-	-	-	1,000
SFD Winter Welcome	-	2,000	(1,150)	-	-	850
Other small immaterial funds	8,116	3,149	24,393	(6,527)	-	29,131
Total	21,541	53,677	(24,581)	(6,527)	-	44,110

Total	671,228	1,444,330	(1,243,741)	-	(5,251)	866,566
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Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

Transfers

Fixed asset purchased from restricted funds to be held in the general fund at the point of purchase took place in the following funds: All Churches Trust and Awards For All.

A transfer of £484,051 to the designated Fixed Asset Reserve fund from the general fund took place to reflect the funds tied up in fixed assets after deducting the related outstanding loans and hire purchase balances.

Transfer of £320,000 out of the revaluation reserve due to the sale of the Wigan Campus building during the year.

Transfer of £104,194 out of the general fund ringfenced for Projects, Missions and Events.

Unrestricted funds

	1 Jan 21 £	Income £	Expenditure £	Transfers £	Gains/Losses £	31 Dec 21 £
Unrestricted						
General	253,441	1,036,418	(1,006,751)	(195,915)	-	87,193
Revaluation reserve	350,000	-	-	-	(18,000)	332,000
	603,441	1,036,418	(1,006,751)	(195,915)	(18,000)	419,193
Designated funds						
Projects, Missions and Events	16,282	-	(24,868)	38,348	-	29,762
Fixed asset reserve	-	-	-	200,732	-	200,732
	16,282	-	(24,868)	239,080	-	230,494
Total unrestricted	619,723	1,036,418	(1,031,619)	43,165	(18,000)	649,687
Restricted funds						
Awards For All	7,548	-	(5,067)	1,808	-	4,289
All Churches Trust	16,719	7,750	(5,206)	(14,085)	-	5,178
Blackpool Building	9,856	-	(4,676)	(5,180)	-	-
Community Grocery	10,100	7,627	(17,727)	56	-	56
Rank Foundation	-	25,000	(25,000)	-	-	-
Garfield Weston	-	10,000	(8,380)	(1,620)	-	-
Sydney and Sheila McGhee Charitable	-	7,500	(4,418)	350	-	3,432
Bolton CVS Summer Holiday Activities	-	14,910	(14,641)	201	-	470
Other small	42,956	7,200	(17,345)	(24,695)	-	8,116
Total	87,179	79,987	(102,460)	(43,165)	-	21,541
Total funds						
Total	706,902	1,116,405	(1,134,079)	-	(18,000)	671,228

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

Fund descriptions

Unrestricted funds

Revaluation reserve Fund held for the revaluation of the Tyldesley church building.

Designated funds

Projects, Missions and Events Funds earmarked by the trustees for specific projects, missions and events.

Fixed Asset Reserve Funds earmarked for the funds tied up in fixed assets less any related loan or hire purchase finance balances.

Restricted funds

Awards For All Grant received to help with coronavirus community projects.

All Churches Trust Grant received to help with community building at The Mill, Bolton.

Blackpool Building Donations and grants received towards the Blackpool campus building.

Community Grocery Grants and donations received to help establish and maintain the Community Grocery and food provision at The Mill, Bolton.

Calm Before the Storm Other smaller immaterial funds received during the year.

Rank Foundation An urgent core grant to help retain vital community services.

Garfield Weston A grant to kick start our volunteer-led coronavirus support programme.

Sydney and Sheila McGhee Charitable Foundation This was to fund for a CAP co-ordinator role and help Kings setup a CAP provision.

Bolton CVS Summer Holiday Activities This was for our Bolton campus to host a four-week summer holiday club for local children.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

15 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Fixed assets	1,124,777	-	1,124,777
Current assets	102,306	44,110	146,416
Creditors less than 1 year	(116,012)	-	(116,012)
Creditors greater than 1 year	(288,615)	-	(288,615)
	<u>822,456</u>	<u>44,110</u>	<u>866,566</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Fixed assets	1,117,175	-	1,117,175
Current assets	132,920	21,541	154,461
Creditors less than 1 year	(150,778)	-	(150,778)
Creditors greater than 1 year	(449,630)	-	(449,630)
	<u>649,687</u>	<u>21,541</u>	<u>671,228</u>

16 Related party transactions

There were a number of related party transactions which took place during the year.

Ian Scholes is a trustee of Kings People's Church and a director of Spacious Place. Spacious Place provides the charity with phone line services. The total expenditure incurred during the year was £1,529 (2021: £1,842).

Derek Smith is a trustee of Kings People's Church. During the financial year the charity employed Georgina Smith, Derek's spouse. The total remuneration received including employer's National Insurance and employer's pension is as follows:

	2022 £	2021 £
Georgina Smith	25,722	15,945

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

17 Operating Lease

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2022	2021
	£	£
No later than 1 year	276,078	283,461
Later than 1 year but less than 5 years	1,029,364	1,143,724
Later than 5 years	3,066,646	3,390,467
	<u>4,372,088</u>	<u>4,817,652</u>

The operating lease is held for the charity's building premises.

18 Events after the reporting period

After the year end a non adjusting post balance sheet event took place where on the 31st July 2023 the Gateshead Church demerged from Kings People's Church.

Kings People's Church

Year Ended 31st December 2022

Notes to the Financial Statements

19 Prior Year Statement of Financial Activities

	Unrestricted Funds £	2021 Restricted Funds £	Total Funds £
Income			
Donations and legacies	854,583	79,987	934,570
Charitable activities	7,343	-	7,343
Trading activities	174,492	-	174,492
Total Income	<u>1,036,418</u>	<u>79,987</u>	<u>1,116,405</u>
Expenditure			
Expenditure on charitable activities	1,024,885	102,460	1,127,345
Governance costs	6,734	-	6,734
Total Expenditure	<u>1,031,619</u>	<u>102,460</u>	<u>1,134,079</u>
Net income / (expenditure) before gains /(losses)	<u>4,799</u>	<u>(22,473)</u>	<u>(17,674)</u>
Gain/(loss) on revaluation of property	(18,000)	-	(18,000)
Net income / (expenditure)	<u>(13,201)</u>	<u>(22,473)</u>	<u>(35,674)</u>
Net income and net movement in funds			
Total funds brought forward	619,723	87,179	706,902
Transfers	43,165	(43,165)	-
Total funds carried forward	<u>649,687</u>	<u>21,541</u>	<u>671,228</u>

KINGS PEOPLE'S CHURCH

England & Wales - Charity number 1118251

Accounts

Registered Charity no. 1118251
Registered Company no. 5998496

Kings People's Church
(Company Limited by Guarantee)

Trustees Annual Report and Accounts

Year Ended 31st December 2021



KINGS
Church

Kings People's Church

Year Ended 31st December 2021

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Kings People's Church

Year Ended 31st December 2021

Legal and Administrative Information

Reference

The Charity is called "Kings People's Church". The charity is often also referred to as Kings Church. The organisation is registered with the Charity Commission for England and Wales and Companies House, registered on the 14th November 2006.

Registered Charity Number 1118251

Registered Company Number 5998496

Registered Office The Mill
Bury Road
Bolton
BL2 6QE

Website www.kingschurchlife.com

The Trustees and Directors

Antony Bladen
Andrew Dougherty
Christopher Jones *Resigned 18/01/2022*
Ian Scholes
Derek Smith
Penny Clarke *Appointed 24/06/2022*

Senior Pastors Derek & Georgina Smith

Company secretary Penny Clarke

Primary Bankers Barclays Bank UK PLC
1 - 5 Market Street
Bolton
BL1 1BU

Auditor Mark Heaton
KM Chartered Accountants
1st Floor, Block C
The Wharf
Manchester Road
Burnley
BB11 1JG

Solicitors Aughton Ainsworth
2 Merchants Quay
Salford
M50 3XR

Kings People's Church

Year ended 31st December 2021

Trustees' Annual Report

Structure, governance and management

Kings People's Church (also known as Kings Church) was incorporated as a charitable company limited by guarantee and governed by its Memorandum of Association of 7 December 2006.

Governance of the organisation resides with the trustees who are responsible for:

- Ensuring clarity of vision, ethos and strategic direction
- Holding leaders (including the Core Team to whom leadership of the church and management of the activities is delegated) to account for performance of the organisation and the effective and efficient performance management of the staff team
- Overseeing the financial performance of the organisation and making sure money is spent well and in accordance with the vision and values of the organisation

Last year we reported on discussions concerning governance, decision-making, trustees' roles and training. Updates to our policies and procedures continued during the reporting year, and these have culminated in provision of up-to-date guidance and continuing training for all trustees. Additional trustees are being recruited using formal experience assessments and Charity Commission guidance.

The trustees make decisions about strategic matters e.g. buildings, finance, staff appointments, setting pay and remuneration of the charity's key personnel.

The Core Team has spiritual oversight of the organisation and makes operational decisions about church activities and direction in accordance with the strategic vision.

Kings Church is affiliated to the Assemblies of God to whom we look for good practice in both spiritual and operating activities.

Related parties

The church maintains good working relationships with other churches and community outreach groups in the areas surrounding our campus locations, and also nationally. There is regular co-operation in pursuit of our mutual charitable objectives. None of these are deemed to be related parties.

Public benefit disclosure

The activities of the charity are centred on five campus locations - Bolton, Blackpool, Gateshead, Salford and Wigan. All of the activities are deemed to be in the interest of the public benefit. Our governing document requires that our activities include the provision of facilities expressly for the benefit of people in the communities in which we locate. All our community engagement activities have this as the primary objective. We work closely with The Message Trust in our Community Grocery at The Mill, Bolton, and expansion to other locations has continued in 2022 including Blackpool.

Kings People's Church

Year ended 31st December 2021

Trustees' Annual Report

Other examples of our commitment to meeting our public interest objectives include the ministries of Christians Against Poverty (money management and Life Skills), Secret Angels, Clothes Bank, Who Let the Dads Out, Community Christmas drive-through Santa's grotto, Christmas Market, Mini-Giants (parent & toddler midweek groups), Cooking at Kings, Neon nights, family fun days throughout the year, summer holiday kids' clubs, and family film nights.

Through our Sunday services and midweek programmes, training events and other activities, our aim is to bring adults, young people and children into a greater spiritual, intellectual and moral awareness and to advance the practical application of Christianity.

We seek both to mobilize the people of God and express the love of God to those within and outside our congregation through all of our church activities. We expect to see people's lives changed for the better as they experience God's help in their daily lives and the companionship and practical help of others in our supportive groups and gatherings.

We expect people to be better equipped in life skills through our training and education. We also expect beneficial changes in the lives of those both within and outside our congregation who receive practical help or gifts of food and clothing and of those who receive help from gifts made to overseas aid and famine relief.

Objectives and activities

The objects of the Charity are:

- To advance the Christian Faith in accordance with the Statement of Beliefs appearing in the schedule to the Memorandum of Association, in Bolton and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit, and other such purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the Charity;
- To provide and assist in the provision of facilities for the benefit of the community of Bolton and the surrounding neighbourhood, which facilities may without limitation include the provision of child care services and meetings, lectures, classes and other forms of education, training in life skills, recreation and leisure-time occupation without distinction of race, sex, political, religious or other opinion and with the object of improving the conditions of life for the said inhabitants as the trustees may from time to time think fit;
- To relieve sickness and financial hardship and to promote and preserve good health by the provision of funds, goods or services of any kind, including through the provision of counselling and support in such parts of Bolton, the United Kingdom or the world as the trustees from time to time may think fit.

Kings People's Church

Year ended 31st December 2021

Trustees' Annual Report

Volunteers

Kings People's Church could not function without its volunteers. Most of the midweek activities are led by volunteers, all of whom are vetted and provided with induction training and guidance and are highly valued. On a normal Sunday, more than 130 volunteers across all campuses are involved in service delivery. All charity and local community outreach is undertaken by volunteers and coordinated by paid members of staff.

Social investment

The church's activities continue to expand, and this ensures continued focus on the need to consider the appropriateness of social investment. Currently debt financing is obtained via Kingdom Bank who support church and charity investments, secured against property.

We maintain research on opportunities with other grant and fund providers to help finance future and potential social investment projects.

Achievements and performance

Post-pandemic we have seen a recovery in offerings, significantly assisted by the transition to online giving. The development of online church services has continued since the resumption of church attendance, and this has enabled increased accessibility for those who are house-bound, or unable to attend church for other reasons. Overall, these developments have increased the reach of the church's ministry.

External funding has enabled us to further develop the Community Grocery in partnership with The Message Trust and other grants have facilitated the expansion of facilities, staff, infrastructure and capacity. Building development has been possible at both the Bolton/Persian and Salford campus locations.

Fundraising

The majority of funds have traditionally come as voluntary donations (tithes & offerings). As our community engagement is part of our core activities, we rely on voluntary donations to meet the majority of our expenditure. Whilst we have worked with a partner organisation to assist with review and submission of grant applications, there has been no professional fundraising in respect of ordinary activities.

Financial review

During 2021 there was an increase in voluntary donations received and further support from government grants under the Covid-19 job retention scheme. Voluntary offerings increased by 13%, representing a rapid recovery from the pandemic period.

Kings People's Church

Year ended 31st December 2021

Trustees' Annual Report

The recruitment during 2020 of additional volunteers and staff to the operational team has been strategically important and has enabled us to begin to increase income from room hire and rentals as well as increasing community activities.

The financial out-turn for the year showed a surplus of income over operating expenditure within unrestricted funds of £4,799. This was a more than satisfactory performance given that mission expenses for the year, at £326k, were 48% higher than in 2020. Premises and administrative costs were held to an increase of 16% reflecting the much-increased activity undertaken.

The cost of owned assets at the end of 2021 was £1.6m including property at Tyldesley which was sold after the year end for £332,000.

Further progress was made in developing The Mill premises at Bolton with a view to increasing cash-generating commercial activities such as The Mill Coffee House (a joint venture which started in September 2022) and leasing out of the top floor.

The directors consider that the continued development of The Mill premises will attract further business opportunities and will enable us to achieve our ambitions to provide hope and help to people in our local community and beyond.

Reserves policy

Our ability to maintain reserves at targeted levels was constrained during the Covid-19 pandemic. Whilst income has recovered well since that time, our plans to rebuild reserves were significantly dependent upon the sale of the Wigan building, which had been expected for completion during the reporting period but was not completed until 2022.

Our policy is to maintain reserves of up to three months' running. The Wigan building proceeds and planned new conference income stream from newly developed facilities at The Mill, Bolton, are part of our plans for 2023 and beyond to build sustainability in the short to medium term.

Key risks and uncertainties

The trustees have assessed the risks that they consider are facing the charity and note the following:

- The overall cost of energy price rises is not yet quantifiable, although we are already beginning to feel the impact with rising utility bills in each of our locations.
- Similar challenges are facing our room hirers as the cost-of-living increases begin to bite. Some have needed to reduce their hours or relocate: this provides scope to develop new business.
- In addition, as the cost-of-living increases begin to take effect, this may affect the level of voluntary donations; we haven't yet felt any significant impact from this.

Kings People's Church

Year ended 31st December 2021

Trustees' Annual Report

- The level of reserves and bank covenant required have not been maintained throughout the year as desired. Steps are being taken to replenish the reserves up to the required level.
- The charity also maintains various policies including safeguarding (both adults and children). Appropriate DBS checks are undertaken for staff and volunteers.

Plans for future periods

The acquisition of the Springfield Methodist church building for our Blackpool campus was completed during 2022, as was the sale of the building at Wigan. The congregation at Wigan will continue to meet and fulfil its outreach from rented facilities until such time as alternative, fit for purpose, accommodation becomes available.

The transfer of the assets of Pendlebury Evangelical Church took effect in January 2022. Kings Church has taken legal responsibility for the building to be used for the furtherance of the gospel in the local area. In addition, funding has been obtained for a facility to assist in the alleviation of food poverty which opened late 2022.

Community Groceries are planned for other campuses and funding partners are being sought to help us meet this recognised need.

Our Persian campus continues to see development in its international outreach ministry to Farsi-speaking communities, in Bolton and overseas. This ministry brings together believers in countries throughout Europe.

Summer 2021 saw the inaugural Community Summer Holiday Club outreach funded by Bolton Council. We have been asked to replicate this for our local community in other holiday periods. We will seek to do this and hope we can reach many more children and provide for their families in the summer holidays, in respect of childcare, stimulating activities and meeting nutritional needs.

Kings People's Church
Year ended 31st December 2021
Trustees' Annual Report

Declarations

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. 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 charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

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

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

The trustees declare that they have approved the trustees' report above.

Signed on behalf of the trustees:

Signature	
Full name	<i>Ian Schuler</i>
Position	<i>Trustee</i>
Date	<i>12TH DEC 2022</i>

Kings People's Church

Year Ended 31st December 2021

Independent Auditor's Report to the Members of Kings People's Church

Opinion

We have audited the financial statements of Kings People's Church (the 'charity') for the year ended 31 December 2021, which comprise the Statement of Financial Activities, Statement of Financial Position, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2021 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the 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 original financial statements were 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 trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Kings People's Church

Year Ended 31st December 2021

Independent Auditor's Report to the Members of Kings People's Church

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

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

- the information given in the Trustees' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

We have nothing to report in respect of the following matters where 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.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 7), the trustees 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 charity 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.

Kings People's Church

Year Ended 31st December 2021

Independent Auditor's Report to the Members of Kings People's Church

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 specific procedures for this engagement and the extent to which these are capable of detecting irregularities, including fraud is detailed below.

Our approach to identifying and assessing the risks of material misstatement respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charity through discussions with trustees and other management, and from our knowledge and experience of the charity sector;
- we focussed on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charity, including the Charities Act 2011;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence; and
- we identified laws and regulations which were communicated within the audit team regularly and the team remained alert to instances of non-compliance throughout the audit.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud; and
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures on material balances for which robust, substantive analytical procedures have been undertaken to identify any unusual or unexpected relationships;
- tested journal entries to identify unusual transactions; and
- investigated the rationale behind significant or unusual transactions.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of noncompliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the directors and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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. This description forms part of our auditor's report.

Kings People's Church

Year Ended 31st December 2021

Independent Auditor's Report to the Members of Kings People's Church

Use of our report

This report is made solely to the charitable company's trustees, 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 charity's trustees 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 its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



.....
Mark Heaton FCCA DchA (Senior Statutory Auditor)
For and on behalf of KM , Statutory Auditor
1st Floor, Block C
The Wharf
Manchester Road
Burnley
Lancashire
BB11 1JG

Date: 21/12/22

Kings People's Church

Year Ended 31st December 2021

Statement of Financial Activities

		Unrestricted Funds	2021 Restricted Funds	Total Funds	2020 Total funds
	Note	£	£	£	£
Income					
Donations and legacies		854,583	79,987	934,570	826,526
Charitable activities		7,343	-	7,343	8,666
Trading activities		174,492	-	174,492	115,526
Total Income	2	<u>1,036,418</u>	<u>79,987</u>	<u>1,116,405</u>	<u>950,719</u>
Expenditure					
Expenditure on charitable activities	3	1,024,885	102,460	1,127,345	911,978
Governance costs	4	<u>6,734</u>	<u>-</u>	<u>6,734</u>	<u>2,982</u>
Total Expenditure		<u>1,031,619</u>	<u>102,460</u>	<u>1,134,079</u>	<u>914,960</u>
Net income / (expenditure) before gains /(losses)		<u>4,799</u>	<u>(22,473)</u>	<u>(17,674)</u>	<u>35,759</u>
Gain/(loss) on revaluation of property	9	<u>(18,000)</u>	<u>-</u>	<u>(18,000)</u>	<u>-</u>
Net income / (expenditure)		<u>(13,201)</u>	<u>(22,473)</u>	<u>(35,674)</u>	<u>35,759</u>
Net income and net movement in funds					
Total funds brought forward	14	619,723	87,179	706,902	671,143
Transfers	14	<u>43,165</u>	<u>(43,165)</u>	<u>-</u>	<u>-</u>
Total funds carried forward	14	<u>649,687</u>	<u>21,541</u>	<u>671,228</u>	<u>706,902</u>

All income and expenditure derive from continuing activities.

The statement is a combined Statement of Financial Activities and Income and Expenditure Account for the purposes of meeting both companies act and charity SORP reporting requirements.

Kings People's Church

Year Ended 31st December 2021

Statement of Financial Position

	Note	2021 £	2020 £
Fixed Assets			
Tangible Assets	9	1,117,175	927,514
		<u>1,117,175</u>	<u>927,514</u>
Current assets			
Debtors	10	81,755	107,572
Cash at bank and in hand		72,706	61,455
		<u>154,461</u>	<u>169,027</u>
Creditors: amounts falling due within one year	11	150,778	74,565
Net current assets		<u>3,683</u>	<u>94,462</u>
Creditors: amounts falling after one year		449,630	315,074
Net assets	15	<u>671,228</u>	<u>706,902</u>
Funds of the charity			
Restricted funds	14	21,541	87,179
Unrestricted funds			
Unrestricted General	14	87,193	253,441
Revaluation Reserve		332,000	350,000
Designated funds		230,494	16,282
		<u>649,687</u>	<u>619,723</u>
Total charity funds		<u>671,228</u>	<u>706,902</u>

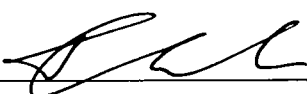
Directors Responsibilities

The financial statements were approved by the trustees and authorised for issue and signed on their behalf by:

Name of Trustee:

IAN SCHOLLES

Signed on behalf of the Trustees:



Date:

12TH DEC 2022

Kings People's Church

Year Ended 31st December 2021

Statement of cash flows

	2021 £	2020 £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	114,512	206,427
	<u>114,512</u>	<u>206,427</u>
Cash flows from investing activities:		
Dividends and interest	-	-
Purchase of tangible fixed assets	(312,605)	(127,229)
Net cash provided by (used in) investing activities	<u>(312,605)</u>	<u>(127,229)</u>
Cash flows from financing activities:		
Repayments on borrowing	(57,449)	(61,242)
Cash inflows from new borrowing	266,794	
Net cash provided by (used in) financing activities	<u>209,344</u>	<u>(61,242)</u>
Change in cash and cash equivalents in the reporting period	11,251	17,956
Cash and cash equivalents at the beginning of the reporting period	61,455	43,499
Cash and cash equivalents at the end of the reporting period	<u>72,706</u>	<u>61,455</u>

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

	2021 £	2020 £
Net movement in funds for the reporting period (as per the statement of financial activities)	(17,674)	35,761
Adjustments for:		
Depreciation charges	104,943	112,392
Dividends and interest from investments	-	-
(Increase) / decrease in debtors	25,818	50,895
Increase / (decrease) in creditors	1,425	7,380
Net cash provided by (used in) operating activities	<u>114,512</u>	<u>206,427</u>

Analysis of cash and cash equivalents

	2021 £	2020 £
Cash at bank	72,706	61,455
Total cash and cash equivalents	<u>72,706</u>	<u>61,455</u>

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

1 Accounting Policies

Legal Status

The Charity is a company limited by guarantee and has no share capital. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per trustee.

Basis of Preparation

The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (FRS 102), FRS 102, and the Companies Act 2006. After due consideration of available information about the future, the accounts have been prepared on a going concern basis.

The financial statements are prepared in sterling, which is the functional currency of the company.

Monetary amounts in these financial statements are rounded to the nearest £. The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are recognised at historical cost unless stated otherwise.

Fund Accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal, often known as a 'special offering' in the church.

Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

Judgements and Key Sources of Estimation Uncertainty

The preparation of the financial statements requires the trustees to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. 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.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

Incoming Resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- All voluntary income from members of the church are recognised as donations and are included in full, with associated Gift Aid receivable in the Statement of Financial Activities.
- Grants where entitlement is not conditional on the delivery of specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant.
- Income resources from charitable trading activities such as the letting of the building are accounted for when invoices are drawn up (as the point of entitlement).
- Donated services and facilities are included at the value to the charity where this can be quantified.
- Gifts in Kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
- Volunteer time, the value of voluntary support for the work of the church is not included in the accounts but is described in the Trustees annual report.
- Investment Income is included in the accounts when receivable.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out the resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees' meetings and cost of any legal advice to trustees on governance or constitutional matters.

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

Tangible Fixed Assets

Tangible fixed assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other recognised gains and losses.

Tangible fixed assets costing more than £750 are capitalised and included at cost including any incidental expenses of acquisition. Gifted assets are shown at the value to the charity on receipt. Depreciation is provided on all tangible assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Land and Buildings	2% Straight line
Fixtures and Fittings	25% Straight line
Equipment	25% Straight line
Leasehold Improvements	Depreciated over the life of the leasehold

Operating Leases

Rental charges payable under operating leases are charged on a straight line basis over the terms of the lease.

Taxation

The charity is exempt from tax on its charitable activities. Corporation tax is charged on the taxable profits generated from charities trading activity.

Going Concern

The Trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charitable company to continue as a going concern. Based on the reserves held, the operating model, an assessment of risks, and forward looking budgets, the Trustees are comfortable that the charity is adequately resourced to continue in operation for the foreseeable future. At the date of sign off, the Trustees confirm there are no material uncertainties in relation to the going concern assumption. The charitable company therefore continues to adopt the going concern basis in preparing its financial statements.

Finance Leases

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of liability.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

2 Analysis of Income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations and legacies			
Donations	644,236	4,027	648,263
Gift Aid	117,565	-	117,565
Grants	<u>92,782</u>	<u>75,960</u>	<u>168,742</u>
	854,583	79,987	934,570
 Charitable activities			
Hospitality and café income	1,181	-	1,181
Events and activities income	5,672	-	5,672
Courses and training	<u>490</u>	<u>-</u>	<u>490</u>
	7,343	-	7,343
 Trading Activities			
Rental income	102,782	-	102,782
Room hire	<u>71,710</u>	<u>-</u>	<u>71,710</u>
	174,492	-	174,492
 Investment income			
Bank Interest	<u>-</u>	<u>-</u>	<u>-</u>
	-	-	-
 Total Income	<u>1,036,418</u>	<u>79,987</u>	<u>1,116,405</u>

During the year the charity received government grants through the Covid-19 job retention scheme. The total amount received during the year was £91,581. All conditions of the grants were met.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

Analysis of income (comparative period)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations and legacies			
Donations	549,987	11,320	561,307
Gift Aid	126,193	-	126,193
Grants	<u>82,476</u>	<u>56,550</u>	<u>139,026</u>
	758,656	67,870	826,526
 Charitable activities			
Hospitality and café income	3,512	-	3,512
Events and activities income	3,498	-	3,498
Courses and training	<u>1,656</u>	<u>-</u>	<u>1,656</u>
	8,667	-	8,666
 Trading Activities			
Rental income	40,278	-	40,278
Room hire	<u>75,248</u>	<u>-</u>	<u>75,248</u>
	115,526	-	115,526
 Investment income			
Bank Interest	<u>-</u>	<u>-</u>	<u>-</u>
	-	-	-
 Total Income	<u>882,849</u>	<u>67,870</u>	<u>950,718</u>

During the year the charity received government grants through the Covid-19 job retention scheme. The total amount received during the year was £82,476. All conditions of the grants were met.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

3 Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Premises costs	429,833	60,014	489,847
Administration costs	148,509	1,011	149,520
Mission expenses	442,954	39,641	482,595
Training and development	3,589	1,794	5,383
	<u>1,024,885</u>	<u>102,460</u>	<u>1,127,345</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Premises costs	404,819	17,002	421,821
Administration costs	153,858	750	154,608
Mission expenses	326,313	79	326,392
Training and development	6,783	2,374	9,157
	<u>891,772</u>	<u>20,205</u>	<u>911,978</u>

All expenditure incurred is attributable to the charity's main activity of running a multi campus church. The charity does let out some of its premises and buildings for generating additional income. This is a secondary activity of which minimal spend is attributable during the year.

4 Governance costs

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Governance Costs	6,734	-	6,734
	<u>6,734</u>	<u>-</u>	<u>6,734</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Governance Costs	2,982	-	2,982
	<u>2,982</u>	<u>-</u>	<u>2,982</u>

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

5 Volunteers

The charity benefits from the voluntary contributions of time and money in helping run the charitable activities during the year. Please refer to the trustees' report for further detail about volunteer contributions in the organisation.

6 Audit and Independent examination fees

Fees payable to the independent examiner and statutory auditor for:

	2021	2020
	£	£
Independent examination and preparation of the financial statements	-	2,400
Statutory audit of the financial statements	3,000	-

7 Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	2020
	£	£
Wages and salaries	378,452	263,055
Social security costs	21,940	15,201
Employer contributions to pension plans	10,293	8,610
	<u>410,685</u>	<u>286,866</u>

The average head count of employees during the year was as follows:

	2021	2020
Number of staff members	25	18

Number of employees who received benefits of more than £60,000 during the year was as follows:

	2021	2020
More than £60,000	-	-

Key Management Personnel

The key management personnel of the charity are Operations Director, Senior Pastor. The total employment remuneration received during the year by the key management personnel was £96,865 (2020: £92,991).

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

8 Trustee remuneration, expenses and donations

One trustee received remuneration from employment with the charity during the year.

Payment was made to Mr D Smith under the terms of Kings People's Church standard terms of employment for his role as Senior Pastor. The amount of the remuneration paid during the year was £46,658 (2020: £46,714) together with pension contributions of £5,044 (2020: £5,044).

One trustee was remunerated under a self employed basis during the year. Payment was made to Mr C Jones for services as a campus pastor. The amount of remuneration paid during the year was £4,926 (2020: £1,540).

Two trustees received reimbursement for out of pocket expenses for work carried out for charitable activities and not for responsibilities undertaken as a trustee. The total expenses repaid during the year for travel costs and day to day running costs of the church was £5,446 (2020: £3,296).

9 Tangible assets

	Land and Buildings £	Fixtures and Fittings £	Equipment £	Total £
Costs				
At 1 January 2021	759,720	147,248	403,920	1,310,887
Additions	286,131	20,315	6,158	312,605
Revaluation	(18,000)	-	-	(18,000)
At 31 December 2021	<u>1,027,850</u>	<u>167,563</u>	<u>410,078</u>	<u>1,605,492</u>
Depreciation				
At 1 January 2021	51,313	121,837	210,223	383,374
Charge	25,289	13,549	66,105	104,943
At 31 December 2021	<u>76,602</u>	<u>135,386</u>	<u>276,329</u>	<u>488,317</u>
Net Book Value				
At 31 December 2021	<u>951,248</u>	<u>32,177</u>	<u>133,750</u>	<u>1,117,175</u>
At 1 January 2021	708,407	25,411	193,696	927,514

The charity's building at Tyldesley church was revalued as at 31st December 2021. The historic cost of the property was £nil.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

10 Debtors

	2021	2020
	£	£
Trade Debtors	11,948	5,327
Accrued Income	10,320	24,310
Other Debtors	59,487	77,936
	<u>81,755</u>	<u>107,572</u>

11 Creditors: amounts falling due within one year

	2021	2020
	£	£
Trade Creditors	10,565	10,739
Accruals	5,400	2,400
Bank borrowings and other loans	73,226	5,028
Obligations under finance leases and hire purchase contracts	61,587	54,996
Deferred income	-	1,401
Other Creditors	-	-
	<u>150,778</u>	<u>74,565</u>

12 Creditors: amounts falling after one year

	2021	2020
	£	£
Bank Loans	343,653	141,570
Obligations under finance leases and hire purchase contracts	105,977	173,504
	<u>449,630</u>	<u>315,074</u>

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

13 Creditors: Bank Loans and Finance Leases

The total obligation under mortgage and hire purchases commitments for the charity was:

	2021	2020
	£	£
Bank loan mortgage commitments	351,050	144,003
Obligations under finance leases and hire purchase contracts	167,564	228,500
	<u>518,614</u>	<u>372,504</u>

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2021	2020
	£	£
Not later than 1 year	61,587	54,996
Later than 1 year and not later than 5 years	105,977	173,504
	<u>167,564</u>	<u>228,500</u>

Bank loans are denominated in £ and the bank loans are secured by a legal mortgage over the property of the charity.

	Nominal interest rate	Monthly repayment	Month of final instalment	Carrying amount as at 31 Dec 21
	%			£
Blackpool mortgage	6.95	1,505	Jun 2046	210,794
Wigan mortgage	3.75	756	Jul 2045	140,256

done - down reserve. instead.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

20% of annual expenditure.

14 Analysis of Charitable Funds

Unrestricted Funds

	1 Jan 21 £	Income £	Expenditure £	Transfers £	Gains/Losses £	31 Dec 21 £
Unrestricted						
General	253,441	1,036,418	(1,006,751)	(195,915)	-	87,193
Revaluation Reserve	350,000	-	-	-	(18,000)	332,000
	603,441	1,036,418	(1,006,751)	(195,915)	(18,000)	419,193
Designated Funds						
Projects, Missions and Events	16,282	-	(24,868)	38,348	-	29,762
Fixed Asset Reserve	-	-	-	200,732	-	200,732
	16,282	-	(24,868)	239,080	-	230,494
Total Unrestricted	619,723	1,036,418	(1,031,619)	43,165	(18,000)	649,687

Restricted Funds

Awards For All	7,548	-	(5,067)	1,808	-	4,289
All Churches Trust	16,719	7,750	(5,206)	(14,085)	-	5,178
Blackpool Building	9,856	-	(4,676)	(5,180)	-	-
Community Grocery	10,100	7,627	(17,727)	56	-	56
Rank Foundation	-	25,000	(25,000)	-	-	-
Garfield Weston	-	10,000	(8,380)	(1,620)	-	-
Sydney and Sheila McGhee Charitable	-	7,500	(4,418)	350	-	3,432
Bolton CVS Summer Holiday Activities	-	14,910	(14,641)	201	-	470
Other small	42,956	7,200	(17,345)	(24,695)	-	8,116
Total	87,179	79,987	(102,460)	(43,165)	-	21,541

Total Funds

Total	706,902	1,116,405	(1,134,079)	-	(18,000)	671,228
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Transfers

A transfer of £43,165 for fixed asset purchased from restricted funds to be held in the general fund at the point of purchase took place in the following funds: Blackpool Building, Community Grocery, Garfield Weston, Bolton CVS Summer Holiday Activities and Projects, Missions and Events.

A transfer of £200,732 to the designated Fixed Asset Reserve fund from the general fund took place to reflect the funds tied up in fixed assets after deducting the related outstanding loans and hire purchase balances.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

Unrestricted Funds

	1 Jan 20 £	Income £	Expenditure £	Transfers £	Gains/Losses £	31 Dec 20 £
Unrestricted						
General	271,010	866,788	(884,357)	-	-	253,441
Revaluation Reserve	350,000	-	-	-	-	350,000
	621,010	866,788	(884,357)	-	-	603,441
Designated Funds						
Projects, Missions and Events	10,617	16,062	(10,397)	-	-	16,282
Fixed Asset Reserve	-	-	-	-	-	-
	10,617	16,062	(10,397)	-	-	16,282
Total Unrestricted	631,627	882,850	(894,754)	-	-	619,723
Restricted Funds						
Awards For All	-	9,665	(2,117)	-	-	7,548
All Churches Trust	-	25,000	(8,281)	-	-	16,719
Blackpool Building	-	10,000	(145)	-	-	9,855
Community Grocery	-	10,100	-	-	-	10,100
Other small immaterial funds	39,514	13,105	(9,662)	-	-	42,957
Total	39,514	67,870	(20,205)	-	-	87,179
Total Funds						
Total	671,141	950,720	(914,959)	-	-	706,902

Fund Descriptions

Unrestricted Funds

Revaluation Reserve Fund held for the revaluation of the Tyldesley church building.

Designated Funds

Projects, Missions and Events Funds earmarked by the trustees for specific projects, missions and events.

Fixed Asset Reserve Funds earmarked for the funds tied up in fixed assets less any related loan or hire purchase finance balances.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

Fund Descriptions (*Continued*)

Restricted Funds

Awards For All	Grant received to help with coronavirus community projects.
All Churches Trust	Grant received to help with community building at The Mill, Bolton.
Blackpool Building	Donations and grants received towards the Blackpool campus building.
Community Grocery	Grants and donations received to help establish and maintain the Community Grocery and food provision at The Mill, Bolton.
Other small immaterial funds	Other smaller immaterial funds received during the year.
Rank Foundation	An urgent core grant to help retain vital community services.
Garfield Weston	A grant to kick start our volunteer-led coronavirus support programme.
Sydney and Sheila McGhee Charitable Foundation	This was to fund for a CAP co-ordinator role and help Kings set up a CAP provision.
Bolton CVS Summer Holiday Activities	This was for our Bolton campus to host a four-week summer holiday club for local children.

15 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Fixed Assets	1,117,175	-	1,117,175
Current Assets	132,920	21,541	154,461
Creditors less than 1 year	(150,778)	-	(150,778)
Creditors greater than 1 year	(449,630)	-	(449,630)
	<u>649,687</u>	<u>21,541</u>	<u>671,228</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Fixed Assets	927,514	-	927,514
Current Assets	81,847	87,179	169,027
Creditors less than 1 year	(74,565)	-	(74,565)
Creditors greater than 1 year	(315,074)	-	(315,074)
	<u>619,723</u>	<u>87,179</u>	<u>706,902</u>

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

16 Related party transactions

There were a number of related party transactions which took place during the year.

Ian Scholes is a trustee of Kings People's Church and a director of Spacious Place. Spacious Place provides the charity with phone line services. The total expenditure incurred during the year was £1,842 (2020: £1,760).

Derek Smith is a trustee of Kings People's Church. During the financial year the charity employed Georgina Smith, Derek's spouse as Senior Pastor. The total remuneration received including employer's National Insurance and employer's pension is as follows:

	2021	2020
	£	£
Georgina Smith	15,945	12,134

17 Operating Lease

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021
	£
No later than 1 year	283,461
Later than 1 year but less than 5 years	1,143,724
Later than 5 years	3,390,467
	<u>4,817,652</u>

The operating lease is held for the charity's building premises.

18 Events after the reporting period

After the year end a number of non adjusting post balance sheet events took place.

In January 2022 the legal transfer of a building from Pendlebury Evangelical Church Ltd to Kings Church Ltd took place. The building had been gifted to the charity after the charitable activities were transferred over from Pendlebury Evangelical Church in 2019. The building was transferred at the market value of £315,000.

During August 2022 the charity sold its Wigan campus building for £332,000 of which £139,000 was used to pay the outstanding mortgage on the property.

Kings People's Church

Year Ended 31st December 2021

Notes to the Financial Statements

19 Prior Year Statement of Financial Activities

	Unrestricted Funds £	2020 Restricted Funds £	Total Funds £
Income			
Donations and legacies	758,656	67,870	826,526
Charitable activities	8,667	-	8,667
Trading activities	115,526	-	115,526
Other income	-	-	-
Total Income	882,850	67,870	950,720
Expenditure			
Expenditure on charitable activities	891,772	20,205	911,977
Governance costs	2,982	-	2,982
Total Expenditure	894,754	20,205	914,959
Net income / (expenditure)	(11,904)	47,665	35,761
Net income and net movement in funds			
Total funds brought forward	631,627	39,514	671,141
Transfers	-	-	-
Total funds carried forward	619,723	87,179	706,902

Accounts

Registered Charity no. 1118251
Registered Company no. 5998496

Kings People's Church
(Company Limited by Guarantee)

Trustees Annual Report and Accounts

Year Ended 31st December 2020



KINGS
Church

Kings People's Church

Year Ended 31st December 2020

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Kings People's Church

Year Ended 31st December 2020

Legal and Administrative Information

Reference

The Charity is called "Kings People's Church". The charity is often also referred to as Kings Church. The organisation is registered with the Charity Commission for England and Wales and Companies House, registered on the 14th November 2006.

Registered Charity Number 1118251

Registered Company Number 5998496

Registered Office The Mill
Bury Road
Bolton
BL2 6QE

Website www.kingschurchlife.com

The Trustees and Directors

Antony Bladen
Andrew Dougherty
Christopher Jones
Ian Scholes
Derek Smith
Robert Islip *Resigned 16/06/2020*

Senior Pastors Derek & Georgina Smith

Company secretary Penny Clarke

Primary Bankers Barclays Bank UK PLC
1 Churchill Place
London
E14 5HP

Independent Examiner: Nigel Wyatt BSC FCA
Wyatt & Co Chartered Accountants
125 Main Street
Garforth
Leeds
LS25 1AF

Solicitors: Aughton Ainsworth
2 Merchants Quay
Salford
M50 3XR

Kings People's Church

Year Ended 31st December 2020

Trustees' Annual Report

Structure, Governance and Management

Kings People's Church (also known as Kings Church) is incorporated as a charitable company limited by guarantee and governed by its Memorandum & Articles of Association.

Governance of the organisation currently resides with the trustees who are responsible for:

- Ensuring clarity of vision, ethos and strategic direction
- Holding leaders (including the Core Team to whom leadership of the church and management of the activities is delegated) to account for performance of the organisation and the effective and efficient performance management of the staff team
- Overseeing the financial performance of the organisation and making sure money is spent well and in accordance with the vision & values of the organisation

Discussions are currently in progress around decision-making, levels of accountability, a trustees' charter, trustee induction & ongoing training and specific focused roles as trustees. Several of our trustees have attended voluntary update training from which our knowledge gaps have been identified and this has given rise to good discussion and updates needed. We acknowledge that as the organisation grows, there is a greater need for attention to matters of governance, together with ongoing review of the fitness for purpose of the structure and a review of policies and procedures for the recruitment, appointment, induction and training of trustees.

The trustees make decisions about strategic matters e.g. buildings, finance, staff appointments, setting pay and remuneration of the charity's key personnel. There is currently no formal benchmarking or criteria used in respect of key management personnel and the setting of their pay. It is acknowledged that some form of criteria should be set. We are affiliated to UCAN (UK Church Administrators Network) and plan to utilise their recent benchmarking data when we review pay during 2022.

The Core Team has spiritual oversight of the organisation and makes strategic decisions about church activities and direction.

Kings Church is affiliated to the Assemblies of God to whom we look for good practice in both spiritual and operating activities.

Related parties

The church has great working relationships with other churches and community outreach groups both in the area surrounding individual locations but also nationally. There is regular cooperation in pursuit of our and their charitable objectives. None of these are deemed to be related parties.

Kings People's Church

Year Ended 31st December 2020

Trustees' Annual Report

As noted in the accounts, there have been and will continue to be some employees who are related to members of the trustee board. We have recently reviewed our related party policy, note conflicts of interest at the beginning of meetings and understand the requirement to make adequate disclosure in the accounts for any transactions with them

Public Benefit Disclosure

All of the activities of the charity are deemed to be in the interest of the public benefit. Our governing document requires that our activities include the provision of facilities expressly for the benefit of people in the communities in which we locate. All our community engagement activities have this as the primary objective. We are working closely with The Message Trust not only on our first Community Grocery based at The Mill, Bolton, but also looking at three further locations to meet the practical needs of the community in other localities. We are hopeful that these will open in 2022.

Other examples of our commitment to meeting our public interest objectives include the ministries of Love Does, Secret Angels, Clothes Bank, Who Let the Dads Out, Community Christmas Drive- Through Santa's grotto, Mini-Giants (parent & toddler midweek group), family fun days throughout the year, Cooking at Kings, summer holiday kids' club (open to all the community and many more).

Objectives and activities

The objects of the church are to:

- Advance the Christian Faith in accordance with the Statement of Beliefs, in Bolton and in such other parts of the United Kingdom or the world as the trustees may from time to time think fit
- To provide and assist in the provision of facilities for the benefit of the community of Bolton and the surrounding neighbourhood, which facilities may without limitation include the provision of childcare services and meetings, lectures, classes and other forms of education, training in life skills, recreation and leisure-time occupation without distinction of race, sex, political, religious or other opinion and with the objective of improving the conditions of life for the said inhabitants as the trustees may from time to time think fit
- Through our Sunday services and midweek programme, training events and other activities, our aim is to bring adults, young people and children into a greater spiritual, intellectual and moral awareness and to advance the practical application of Christianity
- We seek both to mobilize the people of God and express the love of God to those within and outside our congregation through all of our church activities
- We expect to see people's lives changed for the better as they experience God's help in their daily lives and the companionship and practical help of others in our supportive groups and gatherings

Kings People's Church

Year Ended 31st December 2020

Trustees' Annual Report

- We expect people to be better equipped in life skills through our training and education. We also expect beneficial changes in the lives of those both within and outside our congregation who receive practical help or gifts of food and clothing and of those who receive help from gifts made to overseas aid and famine relief

All other charitable activities are undertaken by the church to further the attainment of the above objectives.

Volunteers

Kings People's Church could not function without its volunteer army. Indeed, at the outset of the first lockdown, when local councils were delivering food parcels to vulnerable or high-risk housebound residents, the deputy chief executive of one of the local councils called on our volunteers to be available to assist at short notice.

Most of the midweek activities are led by volunteers, all of whom are vetted, inducted and highly appreciated. On a normal Sunday, more than 130 volunteers across all campuses are involved in service delivery. All charity and local community outreach is undertaken by volunteers and coordinated by paid staff members.

Events occur throughout the year to honour the volunteers without whom most church events would not be able to happen.

Social Investment

As the activities of the organisation continue to expand, there is greater need to consider the appropriateness of social investment. Currently debt financing is obtained via Kingdom Bank who support church and charity investments, secured against property.

We are currently exploring other grant and fund providers to help finance future and potential social investment projects.

Achievements & performance

During 2020, the landscape of church life was totally transformed by the pandemic.

Overnight, our room hire income dried up and our on-the-day offerings practically ceased as church gatherings were no longer permitted. We transitioned many of our donors to online giving. Additionally, significant resources have gone into developing an online presence for church services. This has continued even as in-person service resumed, so has enabled increased accessibility to our services to reach those in our congregation who were housebound, didn't feel able to return or not well enough to attend, even once church reopened.

The operations team meticulously followed all restrictions and facilitated the reopening of church buildings, once permitted. Such care was taken to protect attendees that there was not a single notifiable instance of reported COVID during the whole pandemic.

Kings People's Church

Year Ended 31st December 2020

Trustees' Annual Report

Our biggest achievement was getting through the year with sustained donations and consistent engagement from the congregation who adapted to the changing delivery mechanisms of church services throughout the period.

External funding was sourced to begin the initial provision of CAP money management and to courses, set up a Community Grocery in partnership with The Message Trust. Other grants have facilitated the expansion of facilities, staff, infrastructure and capacity. Building development has been possible at both the Bolton/Persian and Salford campus locations.

Fundraising

Fund-raising is part of our DNA. The majority of funds have traditionally come as voluntary donations (tithes & offerings). As our community engagement is part of our core activities, we rely on voluntary donations to meet the majority of our expenditure. Whilst we have worked with a partner organisation to assist with review and submission of grant applications, there has been no professional fundraising in respect of ordinary activities.

Financial Review

2020 was an unprecedented year, one which tested the charity to its limits. As the country went into lockdown, significant sources of income disappeared e.g. room hires and offerings (our main source of income). Overnight, our income reduced by £20k per month. With some astute donor management and communication, many of our cash givers transitioned to online giving. We are pleased to note that voluntary donations have held constant throughout the period. Our business plan was based on significant commercial growth as we moved to the new building; the lack of income has proved challenging but not insurmountable.

The loss of room hires, however, might have been catastrophic but for government initiatives such as the CJRS which enabled us to retain all staff throughout 2020 and beyond. We took no bounce-back loans and only one payment holiday in respect of lease repayments. We were also able to provide our tenants with some respite in terms of negotiated payment deferrals - all of which have since been repaid.

Good stewardship and astute business management have been key throughout this period. During 2020, some of the staff team were able to concentrate on grant-based fund-raising activities which enabled us to continue with building development. We were able to bring in some significant new personnel with experience in community engagement, volunteer management and fund-raising. This has proven a vital strategic move for the ongoing preservation and development of the organisation. New operational staff have been creative with opportunities and added strength to the team, bringing external commercial experience to bolster our service provision,

Kings People's Church

Year Ended 31st December 2020

Trustees' Annual Report

COVID-19 has undoubtedly had an adverse effect on the financial performance of the organisation throughout this period. We have maintained our activities and our bounce-back strategy and re-engagement together with reopening church buildings has been successful.

Whilst we can identify the shortfall which has been met by non-recurring sources of funds during this period, it is our goal to replace these by cash-generating commercial activities such as a coffee shop, leasing out of the top floor of the Mill, disposal of the Wigan campus building to enable us to relocate to a more efficient purpose-built facility. The directors believe that as new business emerges over 2021 and beyond, not only will our premises continue to meet the needs of our community, but will bring together business and community in partnership such that the local church is known as a beacon of hope within the locality.

The financial out-turn of the organisation shows an excess of income over expenditure for the period, resulting in an increase of the charity's funds since the previous year which is remarkable.

The organisation has owned assets, fixed assets and contingent assets (by way of the Salford building). Once the transfer of the charity is complete, the assets of the organisation will exceed £1.5m.

Reserves Policy

Most of the charity's funds are spent within a short time period with a prudent amount being kept in a current account to maintain cash flow.

We have previously stated our aim to build sufficient free reserves to cover three month's average overheads to allow the charity to react to changes in funding in a constructive manner.

At the reporting date, the total funds of the charity were £706,902, with £87,179 restricted funds, £16,282 designated funds, £350,000 held in a revaluation reserve and £253,411 unrestricted.

During the pandemic, there was need to utilise the majority of our cash reserves to sustain ongoing activities. As at the date of signing, we are currently in a relatively healthy cash position due to a recent vision offering. These funds are designated towards outreach activities, and we are building back up our general reserves to meet the covenanted required reserves figure within the next couple of years.

Kings People's Church

Year Ended 31st December 2020

Trustees' Annual Report

Key risks and uncertainties disclosures

The trustees acknowledge that at the point of signing the accounts, there are material uncertainties regarding the charity's ability to continue operating as a going concern.

The material uncertainties facing the charity include:

- Unknown timing of the sale of the Wigan building which will result in a significant cash inflow
- Unknown timing of when conferencing facilities and building premises rentals will operate at full capacity due to the ongoing effects of COVID-19.

Following the purchase of the Blackpool building and its subsequent mortgage, a bank covenant is in place which has a six-month grace period from the point of the purchase. Uncertainty remains whether the bank covenant will be breached should the Wigan disposal not proceed.

The risks of the long-term impact of COVID on church attendance and consequent giving might affect future offerings, although we see minimal evidence of this to date.

Plans for future periods

The trustees have identified the need to create a 3-year strategic plan for ministry, finance and governance which sets us up to support our people and the wider community in each of our locations and beyond.

There are other ongoing building acquisitions/disposals as follows:

The acquisition of the Springfield Methodist building has completed in December 2021. This is a new home for our Blackpool campus who have had no permanent home for several years. Much work is required to bring this to Kings standard, but the team are keen and already working on it.

We are in ongoing conversation in respect of the sale of the building at Wigan. It has been one of our stated aims to relocate this campus to a better location which is more fit-for-purpose. We envisage completion of the sale in early to mid 2022.

The final transfer of the assets of Pendlebury Evangelical Church is scheduled for 1 January 2022 at which point, KPC will take legal responsibility for the building to be used for the furtherance of the gospel in the local area. We have obtained funding for a community Grocery, the work on which is scheduled to start early 2022, subsequent to the final transition of the building.

Kings People's Church

Year Ended 31st December 2020

Trustees' Annual Report

Other Community Groceries are planned for Gateshead and Blackpool campuses. We have identified the need and are happy to promote these community outreach activities as part of the life of the church. Funding is required for both of these, so they might take a little longer before commencement.

Our Persian campus continues with outreach to Farsi-speaking communities, both in Bolton and beyond. They have developed an International Ministry which is gaining strength and bringing together believers in other European countries.

Summer 2021 saw the inaugural Community summer Holiday club outreach funded by Bolton Council. We have already been asked to replicate this for our local community in other holiday periods. We hope we can reach as many children or more and provide for their families in the summer holidays, both in respect of childcare, activity and nutritional needs.

In 2022, we plan to finish the development of the Mill Coffee shop - this is part of our strategy to make facilities available to the local community and beyond. We plan a meeting space, learning space, connection space and family space.

Approved by the Trustees

Name of Trustee:

Ian Scholes

Signed on behalf of the Trustees:



Date of approval:

20/12/2021

Kings People's Church

Year Ended 31st December 2020

Independent Examiners Report

I report to the trustees on my examination of the financial statements of Kings People's Church ('the charity') for the year ended 31st December 2020.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements 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

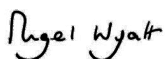
I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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 charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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.

Emphasis of matter

I would like to draw the reader of accounts attention to the fact that there are material uncertainties regarding the Charity's ability to continue operating as a going concern at the point of the accounts being signed. The details of these uncertainties have been outlined in the notes accompanying the financial statements and the trustees report.



Nigel Wyatt BSC FCA
Independent Examiner
125 Main Street
Garforth
Leeds
LS25 1AF

Date: 20/12/2021

Kings People's Church

Year Ended 31st December 2020

Statement of Financial Activities

			2020		2019
		Unrestricted Funds	Restricted Funds	Total Funds	Total funds
	Note	£	£	£	£
Income					
Donations and legacies		758,656	67,870	826,526	818,263
Charitable activities	2	8,667	-	8,667	17,882
Trading Activities		115,526	-	115,526	64,228
Other		-	-	-	-
Total Income		<u>882,850</u>	<u>67,870</u>	<u>950,720</u>	<u>900,373</u>
Expenditure					
Expenditure on charitable activities	3	891,772	20,205	911,977	869,808
Governance costs	4	2,982	-	2,982	4,352
Total Expenditure		<u>894,754</u>	<u>20,205</u>	<u>914,959</u>	<u>874,160</u>
Net income / (expenditure)		<u>(11,904)</u>	<u>47,665</u>	<u>35,761</u>	<u>26,213</u>
Net income and net movement in funds					
Total funds brought forward	14	631,627	39,514	671,141	644,928
Transfers	14	-	-	-	-
Total funds carried forward	14	<u>619,723</u>	<u>87,179</u>	<u>706,902</u>	<u>671,141</u>

All income and expenditure derive from continuing activities.

The statement is a combined Statement of Financial Activities and Income and Expenditure Account for the purposes of meeting both companies act and charity SORP reporting requirements.

Kings People's Church

Year Ended 31st December 2020

Statement of Financial Position

		2020	Restated 2019
	Note	£	£
Fixed Assets			
Tangible Assets	9	927,514	912,676
		<u>927,514</u>	<u>912,676</u>
Current assets			
Debtors	10	107,572	158,467
Cash at bank and in hand		61,455	43,499
		<u>169,027</u>	<u>201,966</u>
Creditors: amounts falling due within one year	11	74,565	63,315
Net current assets		<u>94,462</u>	<u>138,651</u>
Creditors: amounts falling after one year		315,074	380,186
Net assets	15	<u>706,902</u>	<u>671,141</u>
Funds of the charity			
Restricted funds	14	87,179	39,514
Unrestricted funds			
Unrestricted General	14	253,441	271,010
Revaluation Reserve		350,000	350,000
Designated funds		16,282	10,617
		<u>619,723</u>	<u>631,627</u>
Total charity funds		<u>706,902</u>	<u>671,141</u>

Directors Responsibilities

The Directors are satisfied that for the year ended on 31st December 2020 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner.

The Directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with FRS 102 (effective January 2019).

Name of Trustee:

Ian Scholes

Signed on behalf of the Trustees:



Date of approval:

20/12/2021

Kings People's Church

Year Ended 31st December 2020

Statement of cash flows

	2020 £	2019 £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	206,428	(25,168)
	<u>206,428</u>	<u>(25,168)</u>
Cash flows from investing activities:		
Dividends and interest	-	-
Purchase of tangible fixed assets	(127,229)	(606,615)
Net cash provided by (used in) investing activities	<u>(127,229)</u>	<u>(606,615)</u>
Cash flows from financing activities:		
Repayments on borrowing	(61,242)	244,534
Cash inflows from new borrowing	-	-
Net cash provided by (used in) financing activities	<u>(61,242)</u>	<u>244,534</u>
Change in cash and cash equivalents in the reporting period	17,956	(387,249)
Cash and cash equivalents at the beginning of the reporting period	43,499	430,748
Cash and cash equivalents at the end of the reporting period	<u>61,455</u>	<u>43,499</u>

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

	2020 £	2019 £
Net movement in funds for the reporting period (as per the statement of financial activities)	35,761	26,213
Adjustments for:		
Depreciation charges	112,392	90,238
Dividends and interest from investments	-	-
(Increase) / decrease in debtors	50,895	(122,322)
Increase / (decrease) in creditors	7,380	(19,297)
Net cash provided by (used in) operating activities	<u>206,428</u>	<u>(25,168)</u>

Analysis of cash and cash equivalents

	2020 £	2019 £
Cash in hand	61,455	43,499
Notice deposits (less than 30 days)	-	-
Total cash and cash equivalents	<u>61,455</u>	<u>43,499</u>

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

1 Accounting Policies

Legal Status

The Charity is a company limited by guarantee and has no share capital. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per trustee.

Basis of Preparation

The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (FRS 102), FRS 102, and the Companies Act 2006. After due consideration of available information about the future, the accounts have been prepared on a going concern basis.

The financial statements are prepared in sterling, which is the functional currency of the company.

Monetary amounts in these financial statements are rounded to the nearest £. The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are recognised at historical cost.

Fund Accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal, often known as a 'special offering' in the church.

Further explanation of the nature and purpose of each fund is included in the notes to the accounts.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

Incoming Resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- All voluntary income from members of the church are recognised as donations and are included in full, with associated Gift Aid receivable in the Statement of Financial Activities.
- Grants where entitlement is not conditional on the delivery of specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant.
- Income resources from charitable trading activities such as the letting of the building are accounted for when invoices are drawn up (as the point of entitlement).
- Donated services and facilities are included at the value to the charity where this can be quantified.
- Gifts in Kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
- Volunteer time, the value of voluntary support for the work of the church is not included in the accounts but is described in the Trustees annual report.
- Investment Income is included in the accounts when receivable.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out the resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees' meetings and cost of any legal advice to trustees on governance or constitutional matters.

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

Tangible Fixed Assets

Tangible fixed assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. A decrease in the carrying amount of an asset as a result of revaluation is recognised in other recognised gains and losses.

Tangible fixed assets costing more than £750 are capitalised and included at cost including any incidental expenses of acquisition. Gifted assets are shown at the value to the charity on receipt. Depreciation is provided on all tangible assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

Land and Buildings	2% Straight line
Fixtures and Fittings	25% Straight line
Equipment	25% Straight line
Leasehold Improvements	Depreciated over the life of the leasehold

Operating Leases

Rental charges payable under operating leases are charged on a straight line basis over the terms of the lease.

Taxation

The charity is exempt from tax on its charitable activities.

Going concern

The financial statements have been prepared on a going concern basis accounting for assets and liabilities as if the charity will continue to operate into the foreseeable future. However, the Trustees outline that there are material uncertainties regarding the organisation's ability to operate as a going concern. For full details of these uncertainties please refer to the relevant note in the accounts and section of the trustees report.

Finance Leases

Assets held under finance leases and hire purchase contracts are recognised in the statement of financial position as assets and liabilities at the lower of the fair value of the assets and the present value of the minimum lease payments, which is determined at the inception of the lease term. Any initial direct costs of the lease are added to the amount recognised as an asset.

Lease payments are apportioned between the finance charges and reduction of the outstanding lease liability using the effective interest method. Finance charges are allocated to each period so as to produce a constant rate of interest on the remaining balance of liability.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

2 Analysis of Income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations and legacies			
Donations	549,987	11,320	561,307
Gift Aid	126,193	-	126,193
Grants	82,476	56,550	139,026
	<u>758,656</u>	<u>67,870</u>	<u>826,526</u>
Charitable activities			
Hospitality and café income	3,512	-	3,512
Events and activities income	3,498	-	3,498
Courses and training	1,656	-	1,656
	<u>8,667</u>	<u>-</u>	<u>8,667</u>
Trading Activities			
Room hire and rental income	115,526	-	115,526
	<u>115,526</u>	<u>-</u>	<u>115,526</u>
Investment income			
Bank Interest	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Income	<u>882,850</u>	<u>67,870</u>	<u>950,720</u>

During the year the charity received government grants through the Covid-19 job retention scheme. The total amount received during the year was £82,476. All conditions of the grants were met.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Donations and legacies			
Donations & Fundraising	785,372	-	785,372
Grants	-	32,891	32,891
	<u>785,372</u>	<u>32,891</u>	<u>818,263</u>
 Charitable activities			
Hospitality and café income	17,882	-	17,882
	<u>17,882</u>	<u>-</u>	<u>17,882</u>
 Trading Activities			
Room hire and rental income	64,228	-	64,228
	<u>64,228</u>	<u>-</u>	<u>64,228</u>
 Investment income			
Bank Interest	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
 Total Income	<u>867,482</u>	<u>32,891</u>	<u>900,373</u>

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

3 Expenditure on charitable activities by fund type

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Premises costs	404,819	17,002	421,821
Administration costs	153,858	750	154,608
Mission expenses	326,313	79	326,392
Training and Development	6,783	2,374	9,157
	<u>891,772</u>	<u>20,205</u>	<u>911,977</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2019
	£	£	£
Premises costs	277,590	1,157	278,747
Administration costs	115,790	-	115,790
Mission expenses	451,584	7,565	459,149
Training and Development	16,122	-	16,122
	<u>861,086</u>	<u>8,722</u>	<u>869,808</u>

Due to a change in the way the statutory accounts are prepared and how expenditure is categorised, it is likely that some items of expenditure are not categories in the same way to the prior year. For full details of the detailed expenditure breakdown for 2020 please see note 20.

All expenditure incurred is attributable to the charity's main activity of running a multi campus church. The charity does let out some of its premises and buildings for generating additional income. This is a secondary activity of which minimal spend is attributable during the year.

4 Governance costs

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Governance Costs	2,982	-	2,982
	<u>2,982</u>	<u>-</u>	<u>2,983</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2019
	£	£	£
Governance Costs	4,352	-	4,352
	<u>4,352</u>	<u>-</u>	<u>4,352</u>

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

5 Volunteers

The charity benefits from the voluntary contributions of time and money in helping run the charitable activities during the year. Please refer to the trustees' report for further detail about volunteer contributions in the organisation.

6 Independent examination fees

Fees payable to the independent examiner for:

	2020	2019
	£	£
Independent examination and preparation of the financial statements	2,400	2,220

7 Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2020	2019
	£	£
Wages and salaries	263,055	301,304
Social security costs	15,201	17,201
Employer contributions to pension plans	8,610	9,958
	<u>286,866</u>	<u>328,463</u>

The average head count of employees during the year was as follows:

	2020	2019
Number of staff members	18	14

Number of employees who received benefits of more than £60,000 during the year was as follows:

	2020	2019
More than £60,000	0	0

Key Management Personnel

The key management personnel of the charity are Operations Director, Senior Pastor and Associate Pastor. The total employment remuneration received during the year by the key management personnel was £92,991.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

8 Trustee remuneration, expenses and donations

One trustee received remuneration from employment with the charity during the year.

Payment was made to Mr D Smith under the terms of Kings People's Church standard terms of employment for his role as Senior Pastor. The amount of the remuneration paid during the year was £46,714 (2019: £46,626) together with pension contributions of £5,044 (2019: £4,828).

One trustee was remunerated under a self employed basis during the year.

Payment was made to Mr C Jones for services as a campus pastor. The amount of remuneration paid during the year was £1,540.

Two trustees received reimbursement for out of pocket expenses for work carried out for charitable activities and not for responsibilities undertaken as a trustee. The total expenses repaid during the year for travel costs and day to day running costs of the church was £3,296.

9 Tangible assets

	Land and Buildings £	Fixtures and Fittings £	Equipment £	Total £
Costs				
At 1 January 2020	675,415	113,367	394,876	1,183,658
Additions	84,305	33,881	9,044	127,229
At 31 December 2020	759,720	147,248	403,920	1,310,887
Depreciation				
At 1 January 2020	11,957	113,367	145,658	270,982
Charge	39,356	8,470	64,565	112,392
At 31 December 2020	51,313	121,837	210,223	383,374
Net Book Value				
At 31 December 2020	708,407	25,411	193,696	927,514
At 1 January 2020	663,458	-	249,218	912,676

The charity's building at Tyldesley church was revalued as at 31st December 2019 and post year end in August 2021 by an independent valuer. The historical cost of the property was £nil.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

10 Debtors

	2020	2019
	£	£
Trade Debtors	5,327	2,671
Accrued Income	24,310	-
Other Debtors	77,936	155,796
	<u>107,572</u>	<u>158,467</u>

11 Creditors: amounts falling due within one year

	2020	Restated 2019
	£	£
Trade Creditors	10,739	7,093
Accruals	2,400	-
Bank Overdrafts and Credit Cards	5,028	2,433
Obligations under finance leases and hire purchase contracts	54,996	53,722
Deferred income	1,401	-
Other Creditors	-	67
	<u>74,565</u>	<u>63,315</u>

12 Creditors: amounts falling after one year

	2020	Restated 2019
	£	£
Bank Loans	141,570	145,011
Obligations under finance leases and hire purchase contracts	173,504	235,175
	<u>315,074</u>	<u>380,186</u>

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

13 Creditors: Bank Loans and Finance Leases

The total obligation under mortgage and hire purchases commitments for the charity was:

	2020	Restated
	2019	
	£	£
Bank loan mortgage commitments	144,003	147,444
Obligations under finance leases and hire purchase contracts	228,500	290,037
	<u>372,504</u>	<u>437,481</u>

The total future minimum lease payments under finance leases and hire purchase contracts are as follows:

	2020	Restated
	2019	
	£	£
Not later than 1 year	54,996	54,996
Later than 1 year and not later than 5 years	173,504	235,041
	<u>228,500</u>	<u>290,037</u>

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

14 Analysis of Charitable Funds

Unrestricted Funds

	1 Jan 20 £	Income £	Expenditure £	Transfers £	31 Dec 20 £
Unrestricted					
General	271,010	866,788	(884,357)	-	253,441
Revaluation Reserve	350,000	-	-	-	350,000
	621,010	866,788	(884,357)	-	603,441
Designated Funds					
Projects, Missions and Events	10,617	16,062	(10,397)	-	16,282
	10,617	16,062	(10,397)	-	16,282
Total Unrestricted	631,627	882,850	(894,754)	-	619,723
Restricted Funds					
Awards For All	-	9,665	(2,117)	-	7,548
All Churches Trust	-	25,000	(8,281)	-	16,719
Blackpool Building	-	10,000	(145)	-	9,856
Community Grocery	-	10,100	-	-	10,100
Other small immaterial funds	39,514	13,105	(9,662)	-	42,958
Total	39,514	67,870	(20,205)	-	87,179
Total Funds					
Total	671,141	950,720	(914,959)	-	706,902

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

Fund Descriptions

Unrestricted Funds

Revaluation Reserve Fund held for the revaluation of the Tyldesley church building.

Designated Funds

Projects, Missions and Events Funds earmarked by the trustees for specific projects, missions and events.

Restricted Funds

Awards For All Grant received to help with coronavirus community projects.

All Churches Trust Grant received to help with community building at The Mill, Bolton.

Blackpool Building Donations and grants received towards the Blackpool campus building.

Community Grocery Grants and donations received to help establish and maintain the Community Grocery and food provision at The Mill, Bolton.

Other small immaterial funds Other smaller immaterial funds received during the year.

15 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Fixed Assets	927,514	-	927,514
Current Assets	81,847	87,179	169,027
Creditors less than 1 year	(74,565)	-	(74,565)
Creditors greater than 1 year	(315,074)		(315,074)
	<u>619,723</u>	<u>87,179</u>	<u>706,902</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2019 £
Fixed Assets	912,676	-	912,676
Current Assets	162,452	39,514	201,966
Creditors less than 1 year	(63,315)	-	(63,315)
Creditors greater than 1 year	(380,186)	-	(380,186)
	<u>631,627</u>	<u>39,514</u>	<u>671,141</u>

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

16 Related party transactions

There were a number of related party transactions which took place during the year.

Ian Scholes is a trustee of Kings People's Church and a director of Spacious Place. Spacious Place provides the charity with phone line services. The total expenditure incurred during the year was £1,760.

Robert Islip was a trustee during the year until the end of March 2020. During the financial year the charity employed Robert's sons Adam and Ben Islip and daughters in law Susie and Nicola. The total remuneration received by each individual including employer's national insurance and employer's pension is as follows:

	2021
	£
Ben Islip	29,429
Adam Islip	38,937
Susie Islip	5,137
Nicola Islip	13,807

Derek Smith is a trustee of Kings People's Church. During the financial year the charity employed Georgina Smith, Derek's spouse. The total remuneration received including employer's National Insurance and employer's pension is as follows:

	2021
	£
Georgina Smith	12,134

17 Operating Lease

The total future minimum lease payments under non-cancellable operating leases are as follows:

	2021
	£
No later than 1 year	277,461
Later than 1 year but less than 5 years	1,169,844
Later than 5 years	3,651,382
	<u>5,098,687</u>

The operating lease is held for the charity's building premises.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

18 Events after the reporting period

After the year end a number of non adjusting post balance sheet events took place.

During December 2021 the charity purchased a building for its Blackpool campus costing £280,000 of which £210,000 was financed through a mortgage facility and £56,000 through an unsecured loan.

In November 2021 as part of the Church's vision Sunday, a material value of donations and future donation pledges were made by the church members. Donations of £85,000 including gift aid was donated and a further £60,000 of donations were pledged as recurring future donations over the next year.

19 Contingent Assets and Liabilities

At the year end the charity held a contingent asset. The asset relates to a building previously used by Pendlebury Evangelical Church. During the 2019 financial year the activities undertaken by Pendlebury Evangelical Church transferred over to Kings People Church. The timing of the legal transfer of the building and the attached mortgage is uncertain and is deemed likely to take place late in 2021 or early 2022.

The estimated value of the building is £315,000 and the mortgage value as at the 31st of December 2020 is £52,768.

20 Material Going Concern Uncertainties

The trustees acknowledge that at the point of signing the accounts material uncertainties regarding the charity's ability to continue operating as a going concern exist.

The material uncertainties facing the charity include:

- 1) unknown timing of the Wigan building sale that would result in a significant cash inflow.
- 2) unknown timing of when conference facilities and building premises rentals will operate at full capacity due to the on going effects of Covid-19.

Following the purchase of the Blackpool building and its subsequent mortgage a bank covenant is in place which has a six month grace period from the point of purchase. Uncertainty remains whether the bank covenant will be breached if the Wigan building remains unsold.

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

21 Prior Period Adjustment

In the accounts year ending 31st of December 2019 the designated funds held by the charity were not disclosed separately in the accounts. Outlined below is the prior period adjustment taking the designated funds out of the general unrestricted fund balance.

	Original 2019 £	Restated 2019 £
Unrestricted Funds		
General	281,627	271,010
Designated Funds		
Projects, Missions and Events	-	10,617

The accounts for the year ending 31st of December 2019 have been updated for an understated hire purchase creditor of £36,842. The accounts did not reflect the full balance owing to the hire purchase creditor, the VAT debtor due on the purchase of the equipment and an adjustment to the Fixed Asset value of the equipment.

	Original 2019 £	Restated 2019 £
Creditors: amounts falling after one year	343,344	380,186
Other Debtors	122,520	155,796
Fixed Assets: Equipment	245,652	249,218

Kings People's Church

Year Ended 31st December 2020

Notes to the Financial Statements

22 Detailed Expenditure Breakdown

	Unrestricted Funds	Restricted Funds	Total Funds 2020
	£	£	£
Premises costs			
Building and premises	390,032	17,002	407,034
Finance costs	14,787	-	14,787
	404,819	17,002	421,821
 Administration costs			
Administration	15,163	750	15,913
Depreciation	112,392	-	112,392
Operations	8,141	-	8,141
	135,696	750	136,446
 Mission expenses			
Events, projects and mission	13,993	-	13,993
Giving & mission	6,321	-	6,321
Hospitality	4,025	-	4,025
Media and publicity	10,435	79	10,514
Salary costs	286,866	-	286,866
Worship and production	2,850	-	2,850
Youth and Children	1,822	-	1,822
Ministry and training	6,783	2,374	9,157
Staff related costs	18,162	-	18,162
	351,258	2,453	353,711
	891,772	20,205	911,977