

Charity Registration No. 1118740

Company Registration No. 06033909 (England and Wales)

HAILSHAM FRONTIERS CHARITABLE TRUST
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021



HAILSHAM FRONTIERS CHARITABLE TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	S Coltman S Mewett P Reah J Caladine N Joyes	(Appointed 28 September 2020)
Secretary	S Coltman	
Charity number	1118740	
Company number	06033909	
Principal address	Christchurch The Ropemaker Centre, Units G1 & G2 South Road Hailsham East Sussex BN27 3GY	
Registered office	Chantry House 22 Upperton Road Eastbourne East Sussex BN21 1BF	
Independent examiner	Rachel Taylor FCA Acuity Professional Partnership LLP Fifth Floor 11 Leadenhall Street London EC3V 1LP	
Bankers	HSBC 94 Terminus Road Eastbourne East Sussex BN21 3ND	

HAILSHAM FRONTIERS CHARITABLE TRUST

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HAILSHAM FRONTIERS CHARITABLE TRUST

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

The Trustees present their report and financial statements for the year ended 31 March 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Trust's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects of the trust continued to be that of communicating the Gospel of Jesus Christ and the teachings of the Bible in practical ways relevant to every generation.

Aims and purposes

ChristChurch Hailsham has continued its mission to reach Hailsham and the surrounding area through the proclamation and demonstration of the Christian faith. As a Church, we wholeheartedly embrace doctrines and beliefs historically held by evangelicals. We look to advance the Christian faith through evangelism, social action, education, relief of poverty and through ecumenical activities.

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Trust should undertake.

The Trustees believe that the principle objects, aims and activities as described in this report provide adequate disclosure in accordance with the Charities Commission public benefit reporting requirements.

Achievements and performance

Church Life

April 2020 -March 2021 has been a highly challenging year not just for ChristChurch, but for the nation and indeed the whole world.

The ongoing COVID 19 pandemic disrupted much of life, and for ChristChurch meant that we could not physically meet from the end of March 2020 until August 2020. Then there was a further month where we could not physically gather together in November 2020. Other gatherings were also restricted to varying levels across the year. Thankfully due to the faith and courage of our Elders and Trustees, we as a church have been able to meet in person for most of the time during this year whilst providing an online service; thus giving people the choice of whether they attend in person or watch online. Due to the pandemic many people thought it prudent not to come to church even when it was permissible, others felt it right to continue coming; indeed we actually had people join us from other local churches for a season whilst their church was not open. By the grace of God although several of the families in the church got sick with COVID 19 and 1 person hospitalised, they all recovered, and we lost no one to the pandemic.

The church showed great tenacity, flexibility and generosity as we navigated this uncharted water of social restrictions and civil liberties being curbed. Right at the start of the pandemic ChristChurch held an offering to go towards those locally and abroad who would financially be in trouble if they were not able to work due to COVID or COVID restrictions. As a church we helped 20 local families/individuals during this time, as well as helping the poor in Bulgaria, South Sudan, Uganda, Kenya and the Horn of Africa.

Prior to COVID19 restrictions, in January 2020, the Elders and Trustees had determined that we should improve our online presence and stream our Sunday meetings in the future, so these plans were brought forwards in response.

HAILSHAM FRONTIERS CHARITABLE TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

The need for digital media at ChristChurch has been split into two different sections: Sunday Morning Media and Additional Digital Content Media. The former started with the recording of Hosting, Worship and sermon segments within the church building which were then edited together and uploaded to YouTube to run as a 'Premiere'. Over time however, as restrictions allowed, we have led to a livestreaming system that takes a feed of our Sunday morning service and streams it to our YouTube channel. This has required investment into new hardware and software as well staff hours. The second wing of the Media over the past year has been the development of additional content. This has come in the forms of:

- Encouragements
- Podcasts
- Blogs
- Teaching Videos

This content has allowed the church to remain connected with one another and continue to gain new depth of understanding in Christ whilst not being able to attend life groups and other such organised activities. The content also has an 'outward facing' element to it though, showing both the unreached of Hailsham, as well as other churches more about the vision and the values of ChristChurch. The website has been also significantly improved over the last year.

The staff team has stayed the same throughout the year and church finance have been good considering the global situation. ChristChurch has been able to pay all our commitments, not needed to furlough any staff and have even cleared the final outstanding member loan and reduction of other borrowing.

Finally, the church has continued to promote the good news of the gospel of Jesus Christ both locally and abroad despite the restrictions. Locally we have made our online services available and have had a couple of Care homes regularly tune into our service. We ran one of our largest Alpha courses in Oct 2020 with over 20 guests on the course. Our Sunday Services have seen a number of new people come along to them too. Whilst teams have not been able to travel abroad to visit the churches we help, ChristChurch has been in regular contact with its overseas partners. Communication via social media and other online media have increased significantly this year, and our partners report feeling well supported and encouraged.

Children's work

Children's work during lockdown has been a new challenge. It was decided early on that we would aim to make Sunday services more family orientated, with the preachers trying to include and involve the children. Alongside this we have created a weekly video for the children, and a variety of families have enjoyed creating these to tell bible stories and explain bible truths. An activity sheet has been produced weekly to support the children's understanding of the bible passage, and to help keep them engaged. The children have grown in their faith and have really felt part of the church. It has blessed the whole church to have all ages worshipping together. From mid-April we re-introduced children's work on Sunday mornings for the under 5s, and this has been greatly appreciated by the younger children and their parents.

Producing videos has also meant that we could support local schools. A series of videos for Christmas and Easter were produced for schools to use during assemblies, following a suggestion from a teacher in the church. These were well received by the children and the staff.

The mid-week group "Deeper" continues to run for children in years 5 and 6, giving them time to discuss and consider big questions and what faith looks like in their own lives. This was initially over Zoom, but from mid-April we returned to in-person sessions. Discussions are lively and the children are full of questions and thoughts that challenge us.

HAILSHAM FRONTIERS CHARITABLE TRUST

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

FOR THE YEAR ENDED 31 MARCH 2021

Little Gems

During the first lockdown Little Gems was unable to meet but we continued to engage with families by posting weekly bible story videos. As soon as we were legally allowed we resumed baby and toddler groups. We ran a support group for parents with new non-mobile babies at first, which was greatly appreciated as the families had had no contact with other parents and very little support. This group has continued and increased in numbers and we currently have twenty babies and toddlers each Tuesday afternoon. We changed our morning toddler group to an outdoor group during the autumn term, meeting in nearby woodlands for a forest school toddler group. This was very popular and enabled us to maintain relationships with local families and support them when little else was running. Since indoor groups have been permitted we have run Covid-safe groups with smaller numbers, running in such a way as to enable around 40 families to bring their children along to play together, hear bible stories, participate in crafts and to provide much needed social contact for parents.

Play Therapy

Play Therapy services in schools have continued while schools were open. One morning a week has enabled four children (and their families) to receive support with the children's emotional well-being. We have also been able to provide some sessions within the church building for a family following a request from social services.

Youth

The youthwork at ChristChurch has changed greatly since the last annual report. The limited nature of social interaction meant that our in-person activities were limited to a few weeks in July 2020. Over the year we have sought to keep in touch with our young people via several different methods. Initially we filmed a lot of content for our social media. Encouragements, teaching sessions and worship times were posted in this format. We then moved on to meeting every Friday evening on Zoom. Initially invitations were sent to all the young people we saw on Friday nights before the pandemic, however we soon found that only a core group of 15-20 young people regularly attended on these evenings. For the duration of the digital meetings, we ran a similar format to our 'Life Group' evenings on a Tuesday night: rotating sessions of Bible, Topic, Social and Deeper. Due to the limited social interaction that many young people had at the start of the pandemic we focussed on running more social nights than we would usually do, these were greatly enjoyed, and many parents commented on the joy that the young people found in interacting with their friends. During the year our Youth Worker has been in close contact with Hailsham Community College. We have not been able to go into the school but have maintained a close relationship with the behaviour intervention lead, ready for it to start again in September '21. This year has also seen the plan for succession starting to form, over this time the leadership were praying and then interviewed for the post resulting in the appointment of a candidate for September '21 who will continue to serve and support the young people in line with the vision and values of the church.

Keys

The KEYS Project Hailsham continues to thrive, despite the challenges of the COVID 19 pandemic. Following the 3 KEYS to freedom from addiction, Hailsham KEYS offers assisted detox support in conjunction with individual's GP's, support to connect with a recovery community and the wider church community and support to pursue spiritual freedom through a Christian 12 step program and prayer ministry. Following a COVID 19 protocol we have been able to continue to provide all aspects of support to individuals including detox, relapse prevention, recovery groups, befriender support and prayer ministry. Where necessary our in-person support was moved outdoors and we moved our recovery group online which has enabled the support we offer to remain consistent throughout. We retained support for our regular members throughout this time alongside offering support for new referrals and maintaining contact with those who were unable to engage online. This year we have provided support for 13 individuals. We continue to receive referrals and anticipate that this will increase as the effects of the lockdowns and pandemic unfold. Due to the challenges of the pandemic we have seen a slight reduction in the availability of our volunteers and are currently operating with a team of 5, so we anticipate a need to recruit more volunteer support in the following year. It has been encouraging to see members of the recovery group maintaining recovery as well as grow in their faith and become part of the wider church community.

HAILSHAM FRONTIERS CHARITABLE TRUST

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

FoodBank

In addition to our regular support for Foodbank in the form of finances and volunteers, for most of the whole year Hailsham's FoodBank operated out of Ropemaker Centre. This enabled them to pack their food deliveries in a socially distanced way. Due to COVID people could no longer come and collect their food parcels as before, therefore the decision was made to deliver them to people's doors rather than let them go without. Many volunteers from ChristChurch (amongst others places) helped deliver the parcels, which proved very useful as during April 2020-Mar 2021 the number of food parcels given increased by 101% on the previous year.

CMA

After feeling it right to continue with Community Money Advice we were able to pass it on to new management, and were ready to get people trained and refresher courses to be run; however COVID made this near on impossible for most the year. Sadly this is the second year we have not been able to re-launch this much needed work. However with the easing of COVID restrictions dates have been booked in the diary for all the training to be completed by the end of the first quarter of 2021 and therefore we are confident that next year this service will be up and running

Child Immunisation

Due to COVID and the subsequent closure of schools and many venues, the NHS's child immunisation service was falling massively behind their schedule locally on this very important work. ChristChurch was able to offer the local childhood immunisation team our building for free on several occasions so that they could run catch up clinics. These have proved very successful and several dates have been book with us for the next year due to the convenience and service we offer.

Looking Ahead

One of the big focuses of the church as we look to the years ahead will be to continue developing a culture of discipleship as church becomes increasingly free from legal restrictions. We also intend to build on the Media developments we have made and will look to employ Owen, currently our Youth Worker, solely on this role and recruit another Youth Worker. Chris, our worship Pastor, has already started teaching some of the youth and children in the church to be able to play instruments with the intention of them being able to be in a worship group. It is ChristChurch heart to build on this and develop a worship school that can help many children and young people grow in their gifting to not just be able to play an instrument but help the saints to sing out the praises of our God. Like every other church in the UK, we appreciate the privilege and value of doing this all the more since restrictions have been put in place.

It is our aim to start running a Pregnancy Crisis Centre within the next year that can offer advice to women and their partners who fall unexpectedly pregnant at a time that causes them great distress. We would love to be able to walk women through this difficult time and helping them to know God's love and concern for them. In addition, we will be able to offer post abortion counselling to women who need it. Currently we have a church member of our church undergoing a GNVQ level 3 training course so that she can become the centre manager.

HAILSHAM FRONTIERS CHARITABLE TRUST

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

Financial review

The Trustees report a surplus for the year of £25,310 before transfers on the general funds. The unrestricted funds at 31 March 2021 increased to £513,680.

Reserves policy

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to three months contractual expenditure calculated to be £40,000. The Trustees consider that reserves at this level will ensure that in the event of significant drop in funding they would be able to continue the Charity's activities whilst consideration was given to ways in which different funds may be raised.

Risk management

The Trustees have continued to assess the major risks to which the Charity is exposed and in particular safeguarding issues and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The charity is a company limited by guarantee and governed by a Memorandum and Articles of Association dated 20 December 2006.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

S Coltman

S Mewett

P Reah

J Caladine

G Williams

N Joyes

(Resigned 31 July 2020)

(Appointed 28 September 2020)

None of the Trustees has any beneficial interest in the company. All of the Trustees are directors of the company and guarantee to contribute £1 in the event of a winding up.

Trustees are appointed by the majority vote of members of the company in general meeting. Only candidates of sufficient spiritual maturity are appointed. Training and induction is applied as necessary.

The Trust is managed on a day to day basis by the church elders Mr S Fry, Mr R Williams, Mr T Simmons and Mr C Joyes together with support office and pastoral staff all who report to the Trustees who meet on a regular basis.

HAILSHAM FRONTIERS CHARITABLE TRUST

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

Statement of Trustees' responsibilities

The Trustees, who are also the directors of Hailsham Frontiers Charitable Trust for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).


Company Law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- 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 Trust will continue in operation.

The Trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Trust 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 Trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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



P Reah

Chairman

Dated: 27 September 2021

HAILSHAM FRONTIERS CHARITABLE TRUST

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF HAILSHAM FRONTIERS CHARITABLE TRUST

I report to the Trustees on my examination of the financial statements of Hailsham Frontiers Charitable Trust (the Trust) for the year ended 31 March 2021.

Responsibilities and basis of report

As the Trustees of the Trust (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

Having satisfied myself that the financial statements of the Trust are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Trust's financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

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

- 1 accounting records were not kept in respect of the Trust as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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



Rachel Taylor FCA

Acuity Professional Partnership LLP
Fifth Floor
11 Leadenhall Street
London
EC3V 1LP

Dated: 28/09/2021

HAILSHAM FRONTIERS CHARITABLE TRUST

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Income from:							
Donations and grants	3	187,742	59,366	247,108	188,848	87,063	275,911
Investments	4	6	-	6	81	-	81
Total income		187,748	59,366	247,114	188,929	87,063	275,992
Expenditure on:							
Charitable activities	5	162,438	40,215	202,653	174,433	24,540	198,973
Net incoming resources before transfers		25,310	19,151	44,461	14,496	62,523	77,019
Gross transfers between funds	15	2,808	(2,808)	-	71,118	(71,118)	-
Net income for the year/ Net movement in funds		28,118	16,343	44,461	85,614	(8,595)	77,019
Fund balances at 1 April 2020		485,562	200	485,762	399,948	8,795	408,743
Fund balances at 31 March 2021		513,680	16,543	530,223	485,562	200	485,762

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

HAILSHAM FRONTIERS CHARITABLE TRUST

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Property, Fixtures & Equipment	9		753,174		761,330
Current assets					
Trade and other receivables	10	8,713		12,437	
Cash at bank and in hand		44,817		36,583	
		53,530		49,020	
Current liabilities	12	(59,130)		(71,851)	
Net current liabilities			(5,600)		(22,831)
Total assets less current liabilities			747,574		738,499
Non-current liabilities	13		(217,351)		(252,737)
Net assets			530,223		485,762
Income funds					
Restricted funds	15		16,543		200
Unrestricted funds			513,680		485,562
			530,223		485,762

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 March 2021.

The directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Trustees on 27 September 2021


P Reah
Trustee


J Caladine
Trustee

Company Registration No. 06033909

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies

Company information

Hailsham Frontiers Charitable Trust is a private company limited by guarantee incorporated in England and Wales. The registered office is Chantry House, 22 Upperton Road, Eastbourne, East Sussex, BN21 1BF.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Trust's Memorandum and Articles of Association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Trust is a Public Benefit Entity as defined by FRS 102.

The Trust has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

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

1.2 Going concern

At the date of this report, there exists some uncertainty regarding the potential impact of the Coronavirus and the economic consequences, both within the U.K. and overseas, which may result from government policies to contain the spread. The Church has maintained its level of income during these difficult days and we have therefore continued to use the going concern basis as appropriate in the preparation of these accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives unless the funds have been designated for other purposes.

The charity maintains an unrestricted general fund to oversee the day to day operations of the church. Special projects being part of the core work of the church are separated out within the internal accounting records of the Trust.

Restricted funds are used for specific purposes as laid down by the donor. Expenditure which meets this criteria is charged to the fund.

1.4 Income

Income is recognised when the Trust is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Trust has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Trust has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

1.5 Expenditure

Resources are expended in the period in which they are incurred and allocated to the particular cost centre to which they relate.

1.6 Property, Fixtures and Equipment

Property, fixtures and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

The initial conversion costs of the freehold building from a warehouse to a building suitable for church related activities were written off against reserves in 2014/15, as per the opinion of the trustees this did not enhance the value of the building.

Phase 2 construction work was capitalised to the Balance Sheet together with the original cost.

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

Freehold Land & Buildings	2% on a straight line basis on the building element
Fixtures and equipment	Varying rate on a straight line basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

With effect from 1 April 2020, only fixtures, fittings and equipment costing above £1,000 are capitalised.

1.7 Impairment of non-current assets

At each reporting end date, the Trust reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.8 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.9 Financial instruments

The Trust has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Trust's balance sheet when the Trust becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

1 Accounting policies (Continued)

Basic financial assets

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

Basic financial liabilities

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

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

Derecognition of financial liabilities

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

1.10 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Trust is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.11 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the Trust's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

3 Donations and grants

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	187,742	59,366	247,108	188,848	84,063	272,911
Grants	-	-	-	-	3,000	3,000
	<u>187,742</u>	<u>59,366</u>	<u>247,108</u>	<u>188,848</u>	<u>87,063</u>	<u>275,911</u>
Donations and gifts						
Gifts and donations	159,333	3,201	162,534	157,783	5,748	163,531
Tax recoverable (on regular offerings)	28,409	-	28,409	31,065	-	31,065
Gift days (including gift aid)	-	56,165	56,165	-	78,315	78,315
	<u>187,742</u>	<u>59,366</u>	<u>247,108</u>	<u>188,848</u>	<u>84,063</u>	<u>272,911</u>

4 Investments

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Interest receivable	<u>6</u>	<u>81</u>

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

5 Charitable activities

	2021 £	2020 £
Staff costs	90,798	77,323
Depreciation and impairment	9,521	13,303
Church activities (CMA/Keys £3,536, Little Gems £3,201)	13,242	20,159
Gift Day Allocation	6,090	4,339
Covid Relief Payments (Gift Day)	12,200	-
Licenses and registrations	1,179	1,189
Training and ministry development	2,750	5,341
Rent of manse	14,400	14,400
Rent (youth pastor)	-	4,200
Travelling expenses	1,000	3,290
Printing, postage and stationery	3,310	3,209
Mortgage interest	10,965	13,542
Gifts to organisations	7,147	9,231
Gifts to speakers	900	1,043
IT consumables	1,278	984
	<u>174,780</u>	<u>171,553</u>
Share of support costs (see note 6)	24,353	24,087
Share of governance costs (see note 6)	3,520	3,333
	<u>202,653</u>	<u>198,973</u>
Analysis by fund		
Unrestricted funds	162,438	174,433
Restricted funds	40,215	24,540
	<u>202,653</u>	<u>198,973</u>

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

6 Support costs

	Support costs	Governance costs	Total 2021	Support costs	Governance costs	Total 2020
	£	£	£	£	£	£
Staff costs	8,220	-	8,220	7,669	-	7,669
Service charge	2,620	-	2,620	2,721	-	2,721
Insurance	1,815	-	1,815	1,716	-	1,716
Advertising	355	-	355	614	-	614
Repairs and maintenance	2,349	-	2,349	3,354	-	3,354
Utilities	7,576	-	7,576	6,571	-	6,571
Telephone	1,207	-	1,207	1,048	-	1,048
Small equipment	136	-	136	331	-	331
Sundry	75	-	75	63	-	63
Legal and professional	-	40	40	-	273	273
Accountancy and payroll	-	2,160	2,160	-	1,980	1,980
Independent examination	-	1,320	1,320	-	1,080	1,080
	<u>24,353</u>	<u>3,520</u>	<u>27,873</u>	<u>24,087</u>	<u>3,333</u>	<u>27,420</u>
<u>Analysed between</u>						
Charitable activities	<u>24,353</u>	<u>3,520</u>	<u>27,873</u>	<u>24,087</u>	<u>3,333</u>	<u>27,420</u>

7 Trustees

Mrs E Reah, wife of Trustee Mr P Reah, was paid a salary of £16,049 (2020: £12,661) and pension contributions of £802 (2020: £633) during the year.

Professional fees of £2,160 (2020: £1,980) were paid to Caladine Ltd (a firm of which Mr J Caladine is a Director) for accounting and payroll services.

Salaries were paid of £19,005 (2020: £9,000) to C Joyes and £9,120 (2020: £8,647) to J Joyes, being relatives of N Joyes, a Trustee.

Except as disclosed above, none of the Trustees (or any persons connected with them) received any remuneration or benefits from the Trust during the year.

There were aggregate donations by the Trustees and related parties of £28,157 (2020: £23,007) to the Trust during the year.

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

8 Employees

Number of employees

The average monthly number of full and part time employees during the year was:

	2021 Number	2020 Number
Pastoral	6	5
Administration	1	1
	<u>7</u>	<u>6</u>

Employment costs

	2021 £	2020 £
Salaries	93,681	80,287
Social security costs	1,736	945
Other pension costs	3,601	3,760
	<u>99,018</u>	<u>84,992</u>

There were no employees whose annual remuneration was £60,000 or more.

9 Property, Fixtures & Equipment

	Freehold Land & Buildings £	Fixtures and equipment £	Total £
Cost			
At 1 April 2020	801,681	44,297	845,978
Additions	-	1,365	1,365
	<u>801,681</u>	<u>45,662</u>	<u>847,343</u>
At 31 March 2021	801,681	45,662	847,343
Depreciation and impairment			
At 1 April 2020	46,451	38,197	84,648
Depreciation charged in the year	8,017	1,504	9,521
	<u>54,468</u>	<u>39,701</u>	<u>94,169</u>
At 31 March 2021	54,468	39,701	94,169
Carrying amount			
At 31 March 2021	<u>747,213</u>	<u>5,961</u>	<u>753,174</u>
At 31 March 2020	<u>755,230</u>	<u>6,100</u>	<u>761,330</u>

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

10 Trade and other receivables

	2021 £	2020 £
Amounts falling due within one year:		
Other Receivables (Gift Aid)	8,016	9,934
Prepayments and accrued income	697	2,503
	<u>8,713</u>	<u>12,437</u>

11 Borrowings

	2021 £	2020 £
Bank loans - secured	243,369	259,338
Other unsecured loans - Commercial	20,634	25,818
- Church members	-	30,000
	<u>264,003</u>	<u>315,156</u>
Payable within one year	46,652	62,419
Payable after one year	<u>217,351</u>	<u>252,737</u>

Notes

The HSBC bank loan of £350,000 commenced April 2013 repayable over twenty years at 3.75% over base rate per annum, secured by a legal charge over Unit G1 and G2, Ropemaker Park, Hailsham.

The Stewardship Services (UKET) Ltd loan of £50,000 commenced 13 October 2014 and is repayable over a 10 year period with interest charged at 5.5% per annum. The loan is unsecured and repaid in May 2021.

12 Current liabilities

	Notes	2021 £	2020 £
Bank loans - secured	11	26,018	26,018
Other loans - unsecured	11	20,634	36,401
Other taxation and social security		1,523	1,517
Accruals and deferred income		10,955	7,915
		<u>59,130</u>	<u>71,851</u>

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

13 Non-current liabilities

	Notes	2021 £	2020 £
Bank loans - secured	11	217,351	233,320
Other loans - unsecured	11	-	19,417
		<u>217,351</u>	<u>252,737</u>

14 Retirement benefit schemes

Defined contribution schemes

The Trust operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Trust in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £3,601 (2020 - £3,760).

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

15 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2019 £	Movement in funds			Balance at 1 April 2020 £	Movement in funds			Transfers 31 March 2021 £	Balance at 31 March 2021 £
		Income £	Expenditure £	Transfers £		Income £	Expenditure £	Transfers £		
CMA/Keys	671	4,315	(4,786)	-	200	-	(3,536)	3,336	-	-
Little Gems	8,124	4,433	(15,415)	2,858	-	3,201	(18,389)	17,856	2,668	2,668
Gift Day	-	78,315	(4,339)	(73,976)	-	56,165	(18,290)	(24,000)	13,875	13,875
	8,795	87,063	(24,540)	(71,118)	200	59,366	(40,215)	(2,808)	16,543	16,543

Transfers

1. The transfer of £3,336 represents the shortfall covered by the General Fund.
2. The transfer of £17,856 from the General Fund to the Little Gems fund represents the salary of Children and Family workers not financed by specific grants or donations.
3. The transfer of £24,000 relates to monies from Gift Days utilised to repay members loans.

Fund details

CMA/Keys

This is the Community Money Advice debt counselling service and Keys, an addiction (drug/alcohol) counselling service.

Little Gems fund

The fund is to finance the salary costs of the Church's children's and family worker and other incidental expenditure in running Little Gems.

Gift Day

This represents money raised by the Church members and congregation on special appeal days designated for capital projects, repayment of members loans and smaller projects designated by the leaders.

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

16 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances are represented by:						
Property, plant and equipment	736,631	16,543	753,174	761,130	200	761,330
Current assets/ (liabilities)	(5,600)	-	(5,600)	(22,831)	-	(22,831)
Long term liabilities	(217,351)	-	(217,351)	(252,737)	-	(252,737)
	<u>513,680</u>	<u>16,543</u>	<u>530,223</u>	<u>485,562</u>	<u>200</u>	<u>485,762</u>

17 Financial commitments, guarantees and contingent liabilities

The Church has a rolling 3 month notice on the manse lease for the pastor.

18 Operating lease commitments

At the reporting end date the Trust had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	2021 £	2020 £
Within one year	2,784	2,784
Between two and five years	6,264	9,048
	<u>9,048</u>	<u>11,832</u>

19 Events after the reporting date

In May 2021 the Church held a further gift day which raised approximately £40,000. The sum of some £20,634 was used to repay the outstanding loan due to Stewardship Services, the remaining balance being held to fund further activities of the Trust.

HAILSHAM FRONTIERS CHARITABLE TRUST

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2021

20 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021 £	2020 £
Aggregate compensation	30,468	28,250

In addition to the aggregate compensation above which represents salaries paid, rent was paid for manse accommodation of £14,400 (2020:£14,400)