

**NEW FRONTIERS LIFE CHURCH SOUTHAMPTON**

*Charity Registration number : 1118978*

*Company Registration number : 6065940 (England and Wales)*

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

# **NEW FRONTIERS LIFE CHURCH SOUTHAMPTON**

## **LEGAL AND ADMINISTRATIVE INFORMATION**

<b>Trustees</b>	D Gbesemete J Lawn J Hatcher M Steinbrecher J Rego C Walker
<b>Secretary</b>	D Gbesemete
<b>Charity number</b>	1118978
<b>Company number</b>	6065940
<b>Registered office</b>	11 Cranbury Terrace Southampton Hampshire SO14 0LH
<b>Independent examiner</b>	Knight Goodhead 7 Bournemouth Road Chandler's Ford Eastleigh Hampshire SO53 3DA
<b>Bankers</b>	HSBC 165 High Street Southampton SO14 2NZ

**NEW FRONTIERS LIFE CHURCH SOUTHAMPTON  
REPORTS AND ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021**

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

**Objectives and activities**

The company's charitable objects are:

- i) To advance the Christian Faith in accordance with the Statement of Beliefs of the church in such ways and in such parts of the United Kingdom or the world as the trustees from time to time may think fit;
- ii) 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 provision of counselling and support in such parts of the United Kingdom or the world as the trustees from time to time may think fit; and
- iii) To fulfil such other purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the church.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake

## **NEW FRONTIERS LIFE CHURCH SOUTHAMPTON**

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

#### **Ministry**

We are so thankful to God for the way he has been leading us as a church and has led many to give so willingly and faithfully again over the last twelve months, especially as it's been a challenging year for many in the church due to the Covid-19 pandemic.

At the end of March 2020 we moved from in person meetings across three sites on a Sunday morning to meeting online over a number of social media platforms including Facebook, YouTube, Church online and eventually Zoom.

It was hard to tell what our average Sunday attendance was as we met online, but we continued to have visitors most weeks and new people joined the church over this last year. Our Life Groups continued to grow and flourish with meetings hosted online across the city and in small groups of 6 when possible.

A Life Support Network was established to help those in the church in need and to keep them connected and supported during a difficult year.

Our vision to be a resource church included supporting a full-time leader in Pokhara, Nepal and we gave generously to Commission to enable church planting and apostolic mission across the UK and the nations. Our leaders also attended several prayer and leadership events, again online throughout the year. Three individuals were supported on the Commission Leadership Training course

Chris Kilby continues to be released to serve other churches in the UK, Portugal and Nepal and other Christian Unions outside of Southampton predominantly online this last year. We have also contributed to and play a pivotal role in the Southampton Christian Network and our Alpha Courses have continued online.

We have been able to bless both University Christian Unions in Southampton, served on average 50 breakfasts a month to those in need at 'The Breakfast Club' and supported those in need through a Life Support Fund.

Our funds were also used to support UCCF, Southampton City Mission, Home for Good and Amber.

When restrictions allowed we continued with our programme of events for young adults and children and a range of other courses along with continuing a Friday night club for 7-14 year olds.

When we could only meet online, we ran Marriage courses, Parenting courses and CAP's debt money courses. We launched a CAP debt money centre helping those in need financially get back on their feet and have seen people become debt free.

## **NEW FRONTIERS LIFE CHURCH SOUTHAMPTON**

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

#### **Achievements and performance**

##### **Buildings**

The Life Centre (church offices) were sold with a completion date in June 2021. The staff have also been working from home this last year.

We continued our search for a new resource building for the whole church and had an offer accepted on a building in Cranbury Terrace, with completion and acquisition in early September 2021.

The merger with West End Christian Fellowship is also ongoing and anticipate completion towards the end of 2021.

The trustees believe we have sufficient resources to see us through the next stage of exciting growth of the church.

##### **Plans for the future**

###### **Covid-19**

We had followed government guidelines and were not meeting across all three sites on a Sunday morning. As restrictions began to lift we were taking every precaution to follow the guidelines, but allowing people to meet in groups of 6 outdoors when possible. We will continue to monitor any additional government advice and guidelines over the coming months. Income has not been adversely impacted post year end and the Trustees are monitoring income and expenditure closely and meeting monthly to review performance and risk assessment.

We have every reason to view the future with confidence.

##### **Financial review**

During the year we maintained proactive financial control measures to ensure we continue to meet our obligations as a charitable organisation for the foreseeable future. As a result, net surplus for the period totalled £108,883.

The Trustees are pleased to have exceeded the minimum 3-month reserves requirement. The additional headroom following the decision to become a multi-site church is required as significant resources will be required over the next couple of years. It has therefore been prudent to ring fence sufficient funds to meet our day to day expenditure and work towards building a multi-site church across the city of Southampton.

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

## **NEW FRONTIERS LIFE CHURCH SOUTHAMPTON**

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

#### **Structure, governance and management**

The charity is a company limited by guarantee and by not having a share capital, company number 06065940.


The company is a Registered Charity, number 1118978.

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 signing the accounts were: D Gbesemete, J Lawn, J Hatcher, M Steinbrecher, J Rego and C Walker.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up during the period of their membership (or within a year following).

The business of the church is managed by the trustees who meet six times a year to review strategy, policy and operational matters.

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

  
.....

**D Gbesemete** Trustee/ Director

Dated: ...09/12/2021...

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 MARCH 2021**

The trustees, who are also the directors of New Frontiers Life Church Southampton for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the income and expenditure of the charitable company for that year.

In preparing these accounts, 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 accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.



## **INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES ON THE UNAUDITED ACCOUNTS OF NEW FRONTIERS LIFE CHURCH SOUTHAMPTON**

I report to the trustees on my examination of the accounts of New Frontiers Life Church Southampton (the charity) for the year ended 31 March 2021.

### **Responsibilities and basis of report**

As the trustees of the Charity (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 charity 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 trustee's accounts 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.

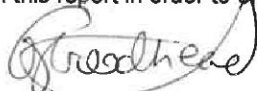
### **Independent examiner's statement**

Since the company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. 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, 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 386 of the 2006 Act; or
- (2) the accounts 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 accounts to be reached.



C J Goodhead FCA  
Knight Goodhead Limited  
Chartered Accountants

Dated: 9 December 2021

7 Bournemouth Road  
Chandler's Ford, Eastleigh  
Hampshire, SO53 3DA

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	Total 2021 £	Total 2020 £
<b>INCOME</b>					
Donations and legacies	3	253,682	94,228	347,910	331,112
Investments		243	-	243	1,132
<b>Total income</b>		<b>253,925</b>	<b>94,228</b>	<b>348,153</b>	<b>332,244</b>
<b>EXPENDITURE</b>					
Charitable activities	4	223,950	30,820	254,770	307,998
<b>NET INCOME BEFORE REVALUATION</b>		<b>29,975</b>	<b>63,408</b>	<b>93,383</b>	<b>24,246</b>
<b>Other recognised gains or losses</b>					
Revaluation of tangible fixed assets		15,500	-	15,500	-
<b>NET INCOME BEFORE TRANSFERS</b>		<b>45,475</b>	<b>63,408</b>	<b>108,883</b>	<b>24,246</b>
Transfers between funds		-	-	-	-
<b>NET MOVEMENT IN FUNDS</b>		<b>45,475</b>	<b>63,408</b>	<b>108,883</b>	<b>24,246</b>
FUND BALANCES AT 1 APRIL 2020		250,148	468,590	718,738	694,492
<b>FUND BALANCES AT 31 MARCH 2021</b>	13	<b>295,623</b>	<b>531,998</b>	<b>827,621</b>	<b>718,738</b>

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

Included within designated funds is a revaluation reserve of £42,913 (2020: £27,413) relating to freehold property.

## BALANCE SHEET AS AT 31 MARCH 2021

	Notes	£	2021 £	£	2020 £
<b>FIXED ASSETS</b>					
Tangible assets	6		<u>273,234</u>		<u>260,154</u>
<b>CURRENT ASSETS</b>					
Stock	7	607		731	
Debtors	8	11,652		13,353	
Cash at bank and in hand		<u>673,085</u>		<u>580,209</u>	
		<b>685,344</b>		<b>594,293</b>	
<b>CREDITORS: amounts falling due within one year:</b>	9	<u>(10,806)</u>		<u>(9,645)</u>	
<b>NET CURRENT ASSETS</b>			<b>674,538</b>		<b>584,648</b>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>			<u><b>947,772</b></u>		<u><b>844,802</b></u>
<b>CREDITORS: amount falling due in more than one year</b>	10		<b>(120,151)</b>		<b>(126,064)</b>
			<u><b>827,621</b></u>		<u><b>718,738</b></u>
<b>FUNDS</b>	12-13				
Restricted			<b>531,998</b>		<b>468,590</b>
Unrestricted:					
Designated		<b>211,490</b>		<b>195,747</b>	
Other unrestricted		<u><b>84,133</b></u>		<u><b>54,401</b></u>	
			<b>295,623</b>		<b>250,148</b>
<b>TOTAL FUNDS</b>			<u><b>827,621</b></u>		<u><b>718,738</b></u>

## NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

### BALANCE SHEET AS AT 31 MARCH 2021 (continued)

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. No member of the company has deposited a notice, pursuant to section 476, requiring an audit of these financial statements.

The trustees' responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts 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 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 accounts, so far as applicable to the company.

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

The accounts were approved by the Trustees on.....



.....  
D Gbesemete  
Trustee

09/12/2021

**Company Registration No. 6065940**

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

### 1 ACCOUNTING POLICIES

#### (a) Basis of accounting

The accounts have been prepared in accordance with the charity's governing document, the Companies Act 2006, the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102. The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provisions of 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 the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention modified to include the revaluation of freehold properties. The principal accounting policies adopted are set out below.

#### (b) Going concern

At the time of approving these financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### (c) Charitable funds

Unrestricted funds are donations and other income receivable or generated for the objects of the charity without further specified purpose and are available as general funds.

Designated funds are unrestricted funds earmarked by the trustees for particular purposes.

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

#### (d) Income

Income is received by way of donations and gifts and is included in full in the Statement of Financial Activities when receivable. The value of services provided by volunteers has not been included, but significant time is given by volunteers, particularly in undertaking management and administration work. Gifts pledged are not brought into the financial statements until they are actually received.

Income from investments is included in the year in which it is receivable.

#### (e) Expenditure

Expenditure is recognised in the year in which it is incurred. Expenditure includes attributable VAT which cannot be recovered.

Management and administration costs are those incurred in connection with administration of the charity and compliance with constitutional and statutory requirements.

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 1 ACCOUNTING POLICIES (continued)

#### (f) Tangible fixed assets

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

Land and buildings fair value is measured reliably and held under the revaluation model at a revalued amount, being their fair value at the date of valuation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. The fair value of the land and buildings is considered to be their market value.

Revaluation gains and losses are recognised in other comprehensive income and accumulated in equity.

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 buildings	2.5% straight line
Fixtures, fittings and equipment	25% straight line
Computers	25% straight line

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

#### (g) Impairment of fixed assets

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

#### (h) Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stocks to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

# **NEW FRONTIERS LIFE CHURCH SOUTHAMPTON**

## **NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)**

### **1 ACCOUNTING POLICIES (continued)**

#### **(i) Financial instruments**

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

##### **Basic financial assets**

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

##### **Basic financial liabilities**

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

#### **(j) Retirement benefits**

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

#### **(k) Leases**

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

### **2 ADMINISTRATIVE INFORMATION**

The charity is private company limited by guarantee incorporated in England and Wales.

The registered office of the charity is 11 Cranbury Terrace, Southampton, Hampshire, SO14 0LH.

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 3 INCOME

#### DONATIONS AND LEGACIES

Donations and gifts

#### OTHER INCOME

Event income

Wider ministry income

Other income

#### TOTAL INCOME

	Total 2021 £	Total 2020 £
Donations and gifts	338,103	314,720
Event income	25	6,265
Wider ministry income	-	194
Other income	9,782	9,933
	9,807	16,392
<b>TOTAL INCOME</b>	<b>347,910</b>	<b>331,112</b>

### 4 EXPENDITURE

#### CHARITABLE ACTIVITIES

Staff costs

Depreciation and impairment

Office costs

Publicity

Children's and youth work

Fellowship fund

Hospitality and integration

New Frontiers and other gifts

Travel

Equipment

Guest speakers

Bookstall costs

Venue hire

Courses and conferences

Mortgage interest

Accountancy

Loss on disposal

5

	Total 2021 £	Total 2020 £
Staff costs	160,574	161,128
Depreciation and impairment	2,418	7,220
Office costs	24,221	21,322
Publicity	96	1,097
Children's and youth work	781	1,952
Fellowship fund	21,989	35,292
Hospitality and integration	1,000	7,584
New Frontiers and other gifts	28,411	23,782
Travel	91	1,250
Equipment	6,169	6,265
Guest speakers	150	1,516
Bookstall costs	246	919
Venue hire	260	25,060
Courses and conferences	599	6,697
Mortgage interest	4,414	4,549
Accountancy	3,348	2,365
Loss on disposal	3	-
	254,770	307,998

Included within accountancy above are amounts due to the independent examiners in relation to the examination of £1,560 (2020: £1,560).

#### Analysis by fund

Unrestricted fund

Restricted funds

Unrestricted fund	223,950	281,882
Restricted funds	30,820	26,116
	254,770	307,998



# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 5 EMPLOYEES

#### Number of employees

The average number of employees during the year was 6 (2020:6)

#### Employment costs

	2021	2020
	£	£
Wages and salaries	143,998	143,773
Social security costs	9,786	10,665
Other pension costs	6,790	6,690
	<b>160,574</b>	<b>161,128</b>

### 6 TANGIBLE ASSETS

	Freehold Property £	Fixtures & Fittings £	Computers £	Total £
<b>COST</b>				
At beginning of year	270,000	13,952	5,017	288,969
Disposals	-	-	(522)	(522)
Revaluation	2,000	-	-	2,000
At end of year	272,000	13,952	4,495	290,447
<b>DEPRECIATION</b>				
At beginning of year	13,500	12,353	2,962	28,815
Charge for year	-	1,467	951	2,418
Disposals	-	-	(520)	(520)
Revaluation	(13,500)	-	-	(13,500)
At end of year	-	13,820	3,393	17,213
<b>NET BOOK VALUE</b>				
At beginning of year	256,500	1,599	2,055	260,154
At end of year	<b>272,000</b>	<b>132</b>	<b>1,102</b>	<b>273,234</b>

Land and building with a carrying amount of £256,500 were sold at 28 May 2021 (after the year end) for £272,000, indicating their market value at the year end. They have therefore been revalued to this amount at 31 March 2021.

At 31 March 2021, had the revalued assets been carried at their historic cost less accumulated depreciation and accumulated impairment losses, their carrying amount would have been approximately £214,295 (2020: £219,757).

The revaluation surplus is disclosed in note 13.

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 7 STOCKS

	2021	2020
	£	£
Finished goods and goods for resale	<u>607</u>	<u>731</u>

### 8 DEBTORS: amounts falling due within one year

	2021	2020
	£	£
Trade debtors	105	248
Gift aid tax recoverable	5,628	3,689
Prepayments and accrued income	3,173	5,894
Other debtors	<u>2,746</u>	<u>3,522</u>
	<u><b>11,652</b></u>	<u><b>13,353</b></u>

### 9 CREDITORS: amounts falling due within one year

	2021	2020
	£	£
Bank loans	5,913	3,121
Other taxation and social security	2,942	3,642
Other creditors	287	296
Accruals and deferred income	<u>1,664</u>	<u>2,586</u>
	<u><b>10,806</b></u>	<u><b>9,645</b></u>

### 10 CREDITORS: amounts falling due after one year

	2021	2020
	£	£
Bank loans	<u><b>120,151</b></u>	<u>126,064</u>

### 11 LOANS AND OVERDRAFTS

	2021	2020
	£	£
Bank loans	<u><b>126,064</b></u>	<u>129,185</u>
Payable within one year	5,913	3,121
Payable 2-5 years	<u>27,676</u>	<u>27,676</u>
	<u><b>33,589</b></u>	<u><b>30,797</b></u>
Payable by instalments after 5 years	<u><b>92,475</b></u>	<u>98,388</u>

The bank loan is secured by fixed charges over the freehold property.

## NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

### NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

#### 12 RESTRICTED FUNDS

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

	Balance at 1 April 2020 £	Movement in funds		Transfers between funds £	Balance at 31 March 2021 £
		Income £	Expenditure £		
The Nepal Fund	3,107	2,640	(1,911)	-	3,836
West End Building Fund	84,040	-	(963)	-	83,077
Building Fund	353,643	85,918	(15,699)	-	423,862
Life Support	22,594	670	(12,247)	-	11,017
Youth	5,206	-	-	-	5,206
4th Site	-	5,000	-	-	5,000
	<b>468,590</b>	<b>94,228</b>	<b>(30,820)</b>	<b>-</b>	<b>531,998</b>

#### Restricted funds

The Nepal Fund was established to contribute towards the cost of the church plant in Pokhara, Nepal. The income from this fund comes from regular donations and one off gifts.

The West End Building Fund is to cover costs that are specifically linked with a building in West End.

The Building Fund was established by the charity to finance renovations and building across all venues. The income for this fund comes from regular giving and one off donations.

The Life Support fund is to provide practical financial support in the way of purchases, grants or loans to relieve hardship or poverty amongst persons known to Life Church Southampton.

The Youth Fund was established for initiatives involving 11-18 year olds, both part of Life Church and not, in Southampton.

The 4th Site Fund is to enable a fourth site to be launched and will cover a portion of staff salaries related directly to starting up and administration costs of the launch of the fourth site in Southampton. This will reach out to predominantly the student population in the city.

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 13 UNRESTRICTED FUNDS

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 April 2020 £	Movement in funds			Balance at 31 March 2021 £
		Income £	Expenditure £	Transfers between funds £	
<b>Designated funds</b>					
Property Fund	102,493	-	-	528	103,021
Revaluation Reserve	27,413	15,500	-	-	42,913
Building Fund	5,012	-	-	-	5,012
Home for Good Fund	1,108	83	(268)	-	923
West End Fund	58,087	-	-	-	58,087
Mission Fund	1,634	-	(100)	-	1,534
<b>Total designated funds</b>	<b>195,747</b>	<b>15,583</b>	<b>(368)</b>	<b>528</b>	<b>211,490</b>
<b>General funds</b>	<b>54,401</b>	<b>253,842</b>	<b>(223,582)</b>	<b>(528)</b>	<b>84,133</b>
<b>Total funds</b>	<b>250,148</b>	<b>269,425</b>	<b>(223,950)</b>	<b>-</b>	<b>295,623</b>

Property Fund - This fund represents the net book value of the property (based on historic cost) including the land and improvements, less the outstanding loans.

Revaluation reserve - This fund relates to the revaluation of freehold property that took place in March 2021.

Building Fund - This was established by the charity to finance renovations and building across all venues. The income for this fund comes from regular giving and one off donations.

Home For Good Fund - This fund is for income and expenditure relating to the Home for Good initiative.

West End Fund - A fund to cover costs that are specifically linked with events and the building in West End.

Mission Fund - This fund is for mission work across the city of Southampton, for example Church in the Park, The Passion, Christian Union mission, Southampton City Mission and the West End multi site church.

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 14 ANALYSIS OF FUNDS

Fund balances as at 31 March 2021 are represented by:

	Unrestricted funds £	Restricted funds £	Total 2021 £
Tangible assets	273,234	-	273,234
Current assets/(liabilities)	142,540	531,998	674,538
Long term liabilities	(120,151)	-	(120,151)
	<u>295,623</u>	<u>531,998</u>	<u>827,621</u>

Fund balances as at 31 March 2020 are represented by:

	Unrestricted funds £	Restricted funds £	Total 2020 £
Tangible assets	260,154	-	260,154
Current assets/(liabilities)	116,058	468,590	584,648
Long term liabilities	(126,064)	-	(126,064)
	<u>250,148</u>	<u>468,590</u>	<u>718,738</u>

### 15 COMMITMENTS

At the balance sheet date the charity had remaining commitments of £4,920 (2020: £784) under operating leases.

### 16 RELATED PARTY TRANSACTIONS

With the exception of J Hatcher, none of the trustees (or any persons connected with them) received any remunerations or benefits from the charity during the year.

J Hatcher received remuneration of £29,848 (2020: 29,117) and company pension contributions of £1,492 (2020: £1,456).

During the year four trustees were reimbursed expenses totalling £2,210 (2020: three trustees totalling £1,993).

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 17 PRIOR YEAR STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2020

	Unrestricted funds £	Restricted funds £	Total 2020 £
INCOME			
Donations and legacies	244,593	86,519	331,112
Investments	1,132	-	1,132
<b>Total income</b>	<b>245,725</b>	<b>86,519</b>	<b>332,244</b>
EXPENDITURE			
Charitable activities	281,882	26,116	307,998
<b>NET MOVEMENT IN FUNDS</b>	<b>(36,157)</b>	<b>60,403</b>	<b>24,246</b>
FUND BALANCES AT 1 APRIL 2019	286,305	408,187	694,492
<b>FUND BALANCES AT 31 MARCH 2020</b>	<b>250,148</b>	<b>468,590</b>	<b>718,738</b>

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

Included within designated funds is a revaluation reserve of £27,413 (2019: £28,154) relating to freehold property.

# NEW FRONTIERS LIFE CHURCH SOUTHAMPTON

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021 (continued)

### 18 COMPARATIVE FUNDS FOR YEAR ENDED 31 MARCH 2020

#### Restricted funds

	Balance at 1 April 2019 £	Movement in funds			Balance at 31 March 2020 £
		Income £	Expenditure £	Transfers between funds £	
The Nepal Fund	3,794	2,640	(3,327)	-	3,107
PA gear	2,205	-	(2,205)	-	-
GD Multisite Fund	9,545	-	(9,545)	-	-
Lordshill Fund	1,890	-	(1,890)	-	-
West End Building Fund	84,040	-	-	-	84,040
Building Fund	283,346	73,789	(3,492)	-	353,643
Life Support	23,367	2,195	(2,968)	-	22,594
Sabbatical	-	2,495	(2,495)	-	-
Youth	-	5,400	(194)	-	5,206
	408,187	86,519	(26,116)	-	468,590

#### Unrestricted funds

	Balance at 1 April 2019 £	Movement in funds			Balance at 31 March 2020 £
		Income £	Expenditure £	Transfers between funds £	
<b>Designated funds</b>					
Property Fund	100,033	-	(3,759)	6,219	102,493
Revaluation Reserve	28,154	-	(741)	-	27,413
Building Fund	5,946	-	(934)	-	5,012
Home for Good Fund	1,367	-	(259)	-	1,108
Admin Fund	350	-	(350)	-	-
West End Fund	64,454	-	(6,367)	-	58,087
Mission Fund	656	1,751	(773)	-	1,634
<b>Total designated funds</b>	200,960	1,751	(13,183)	6,219	195,747
<b>General funds</b>	85,345	243,974	(268,699)	(6,219)	54,401
<b>Total funds</b>	286,305	245,725	(281,882)	-	250,148