

Charity Registration No. 1119167

Company Registration No. 06162241 (England and Wales)

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
LEGAL AND ADMINISTRATIVE INFORMATION**

Trustees

Mr Richard Wightman (Chair)
Mr D Eyeington
Mr F H Clark
Mr T Williams
Mrs S Clark
Mr J O Awoniyi
Ms A V Crowter
Mr W Swebston
Mr R Davey (Appointed 27 November 2019)
Mr M J Thorman (Appointed 4 March 2020)
Mr D Elliott (Appointed 4 March 2020)

Secretary

Mrs S Clark

Charity number

1119167

Company number

06162241

Registered office

The Ridgeway Centre
Featherstone Road
Wolverton Mill South
Milton Keynes
MK12 5TH

Auditor

MHA MacIntyre Hudson - Milton Keynes
Chartered Accountants & Statutory Auditor
Moorgate House
201 Silbury Boulevard
Milton Keynes
MK9 1LZ

Bankers

CAF Bank Ltd
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

Solicitors

Roger Snowdon
Rutter and Rutter Solicitors
St Audreys
Wincanton
Somerset
BA9 9DR

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**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)
FOR THE YEAR ENDED 31 AUGUST 2020**

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31st August 2020.

Chair's Statement

This year has been a game of two halves. From September 2019 to mid-March 2020 we continued to focus our efforts through familiar activities – two physical sites meeting on Sunday mornings, small groups and activities for youth and children during the week, serving the city well through community action projects, and serving the voluntary and business sectors through our conferencing activity. The outbreak of Covid-19 and the UK-wide lockdown caused a radical shift of focus in terms of delivery, with online churches services dominating and a need to make significant changes to our budget and staffing levels as conferencing income crashed virtually overnight.

Through these turbulent times we continued to focus from a vision point of view on the three key items we felt God had directed us towards previously:

- Bringing God's supernatural presence through each of us into every area of life
- Developing leaders and supporting other churches
- Serving the city well through community action

In addition, there has been a strong emphasis on developing discipleship tools and practice. This has resulted in us re-examining the measurements we use to assess positive growth, with less emphasis on attendance and more on engagement and personal spiritual growth. As a consequence, this report contains fewer statistics than previous reports.

New Life Church was established as a multisite church in 2017, meeting at two venues on Sundays in Milton Keynes: one in Wolverton Mill and the other in Fox Milne meeting at World Vision UK's offices. Since mid-March we have gathered as one church online while maintaining the identity of the two sites as communities of people. We also ended our leasing agreement with World Vision as we were unable to make use of the facilities.

Our staff team was restructured to enable online services and small groups. Nearly all of our staff had to rapidly learn new skills to deal with the shift to online activities.

Financially we finished the year on a positive note despite the challenges. Those who attend New Life Church regularly continue to be generous in their support of the ministry activities, and apart from a brief initial wobble church giving income has been stable. A great deal of effort was put into cost-effective management of our outgoings, utilising options to furlough staff and to take payment holidays on loans. The Ridgeway Centre Conferencing business was hit hard by the lockdown restrictions with an initial 98% drop in income, and with most of its staff being placed on furlough. Considerable effort was also given to repurposing the building for other commercial uses where possible, for example filming communications for companies.

We continue to adhere to our core values in everything we do – authenticity, honouring one another, being accepting, generous, courageous and team-based. The outcome is changed lives and decisions to follow Jesus. The pandemic has also made the effort we put into community action projects more important than ever.

I am now aged 61, and am now giving considerable thought to legacy and transition, particularly as I am both the senior leader and the chair of trustees. We will make those leadership transitions to a younger generation at the point when they are ready to take over rather than when the elder generation are too aged to lead effectively. I want to lead the older generation to leave a good legacy, where a younger generation can build on the platform built by their elders, and can advance the gospel in the ways that God leads them into in and for their generation. Tim Williams, who has been part of the senior leadership team since 2015, and who is more than 25 years younger than me, was formally appointed Deputy Senior Leader of the church a few days after the year end of the year under review.

I look forward to what God is going to do in the coming year with eagerness and hope.

Richard Wightman
(Chair of Trustees)

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's Trust Deed, the 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)" (as amended for accounting periods commencing from 1 January 2016)

Objectives and activities

The trust is established to benefit the public by:

- advancing Christianity in accordance with the doctrines of the faith
- relieving people who are in charitable need, because of sickness or poor health, age, financial hardship or some other reason
- promoting and providing education (including vocational training)
- promoting such other charitable objects as the trustees shall from time to time determine.

Public benefit statement

The charity trustees have exercised their powers with due regard to the guidance on public benefit published by the Charity Commission to promote the charity's Objectives through our main activities, which are described below. All our charitable activities focus on the four purposes outlined above.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

Achievements and performance

Sunday services

From September 2019 to mid-March 2020 we continued to run services at two physical sites on Sunday mornings. During this time we were seeing a small amount of growth in terms of attendance. The outbreak of Covid-19 and the UK-wide lockdown then caused a radical shift of focus with online services being made available for the whole church because physical meetings were not allowed. Measuring online service attendance is a complex statistical exercise with analysis being difficult in times of transition. Also, we have realised that a more important measure for us as a church is the spiritual growth of individuals, of which Sunday service attendance is only a small part. We believe about 200 to 300 people regularly engage online on Sundays from our existing congregation where previously 550 to 600 would attend physical Sunday meetings. We have also attracted a number of new people, including some from around the globe. Our understanding is that we have fared no better or worse than other churches of an equivalent size during this time, with the core and committed maintaining their engagement (and financial giving) and the fringe evaporating in large measure.

Our ethnic diversity continues to be broad, and we think the previous statistics are still valid - 30% of the church are now of African ethnic origin, 15% of Asian ethnic origin and 55% of White European origin.

Families

Until the lockdown in March 2020, we continued to provide activities for youth and children at our Sunday services and on Friday evenings. Attendance was in a slight decline, particularly in the children's groups. In February 2020 our part-time youth leader resigned to pursue alternative employment opportunities. The lockdown resulted in recruitment for a replacement being put on hold. We subsequently decided to restructure youth and children's work under a new position of Families leaders, and to focus more on equipping parents to disciple their children rather than relying on a traditional Sunday School style input from church staff and volunteers. Sonya Hackett took on this new role, having previously been responsible for children's work across the church.

Our online services introduced a Family Together time that proved popular. Friday evening youth and children's activities also moved online with mixed success. The younger age groups enjoy Zoom, but engaging older teens proved difficult. Again, we understand our experience to be in line with that of many other churches.

Our usual summer activities of weekends away for the children and a week-long event for the youth were cancelled due to the pandemic.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

Discipleship and community

Small groups have continued to run using a termly programme offering a wide range of activities and continue to be a good way to engage people in spiritual growth and community. The programme is extremely varied and many of the groups transferred readily to an online delivery. Lockdown hit groups based around a social activity the hardest, particularly short mat bowling, which had to be cancelled because it requires households to be allowed to mix indoors.

Throughout the year there has been a focus on equipping people to share their faith on a one-to-one basis. The School of Supernatural Life (SSL) ran in-person initially and then switched to online delivery with the students graduating remotely in July. Recruitment for the following year's ministry school was far more widespread because it will run entirely online, with people from Albania, Germany, India, Pakistan, and Brazil, as well as the UK.

The need for community was in sharp focus with the lockdown and a list of vulnerable people within the church community was compiled. The pastoral team did a good job of supporting those who were isolating on both an emotional and a practical level. The church also provided emergency food parcels to those in need throughout this time. A hardship fund was set up, and quickly grew to £18,417 by year end. Funds were used for a variety of practical needs such as replacing washing machines, car repairs, and paying some utility bills where the lockdown was causing financial difficulties for individuals.

Serving the city

We again hosted a very successful presentation of the key story and message of Christmas to all year 6s in a number of local schools. This year we were unable to follow up with the Easter message because of Covid restrictions.

We provide funds and meeting room space to The Ridgeway Community Trust, which continued to support those in need in the wider community in Milton Keynes through activities such as Foodbank, Speaking English classes, the eMbarK Christian counselling service, and social activities for youth and children. These activities were seriously impacted from March onwards, with the exception of eMbarK, which continued to offer consultations via video and audio calls.

In November 2019 we launched a Community Café at Unity Park Station that ran successfully on Tuesday mornings, with attendance growing rapidly. Again, lockdown restrictions limited what was possible for several months but the facility was of value for preparing and distributing emergency food supplies, and many church members cooked meals that were distributed through this facility.

Working in partnership with the Milton Keynes Winter Night Shelter charity, a number of other churches and Milton Keynes Council, the Winter Night Shelter ran for a ninth year from November 2019 to March 2020, providing overnight accommodation and hot food for up to 15 people each night at each of two venues. Our owned venue, the Ridgeway Centre, was used on Wednesday nights.

Ridgeway Centre Conferencing provides Milton Keynes with a high-quality conference and meeting venue. Business was thriving and growing rapidly until the lockdown closed conferencing activities overnight. However, the NHS has continued to use the building for essential training and services, and once restrictions eased the conferencing team worked hard to repurpose the business to be as effective as possible under the new guidelines for social distancing. By the end of the financial year it was operating at a break even point with reduced staffing levels and some staff on furlough.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

Serving other churches

We continue to build friendships and provide support to a number of churches in the Catalyst Network of Churches. Richard Wightman sits on the board of directors and is part of its core strategy team. Sharon Clark has provided administrative support up to 12 hours each week and is also part of the strategy team. (The church receives financial support from CNC for the latter.)

We provide preachers to several other churches on a regular basis, including churches in Aylesbury and Towcester. Richard Wightman is spending two days of his time training and leading church leaders, in addition to the time spent developing leaders within New Life Church.

We continue to have good relationships with five other churches in Wolverton – St Francis (Catholic), St George's (Anglican), Holy Trinity (Anglican), West End (URC/Methodist) and Kings Church (Independent). We have worked together on a number of relationship building projects (such as a Shrove Tuesday fish and chip supper) and joint advertising of Christmas for services in the Greenleys and Wolverton newsletter. The lockdown caused the ministers to consider creative ways of collaborating on activities such as VE Day celebrations and the AGM, and this has strengthened relationships further.

The charity is a member of the Evangelical Alliance.

Global mission

We have continued our relationship with the charity "Mercy in Action", working with street children in the Philippines. Individual church members sponsor children through their schooling programme, and each year we participate in their Christmas Shoe Box Appeal. Plans to send a team to Cebu in June 2020 were put on hold.

We continue to support Cally Magalhaes who is working in Sao Paulo with young offenders. Her work mainly consists of running psychodrama courses in prison and providing support to the young people when they are released.

Two of our members are still living and working in Oman where they support the church leader and provide much needed stability to a church in a community largely comprising transient expatriates.

We have continued to build a relationship with a church in Skopje, the capital of Macedonia. Teams visited again in November 2019. We have also provided financial support to the church leader, and substantial funding towards their purchase of a church building. We continued to support a work in Tetevo that is running a community centre and providing services to the local people.

Relationships with churches in Albania opened up with a couple from New Life visiting in December. Subsequently two of the key leaders in Albania became students of our School of Supernatural Life. We also have good relationships with church leaders in Valencia (Spain), Munich (Germany), Istanbul (Turkey) and in Myanmar.

Zoom has proved highly beneficial for developing relationships with church leaders outside of the UK because it puts everyone on a level playing field. Our overseas connections have therefore strengthened in a way that we could not have foreseen prior to the pandemic.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

Financial review

The charity is financially dependent on the voluntary support of the general public making donations together with income from conferencing and office rentals, and from institutions and charitable trusts/foundations awarding grants. Total voluntary income receipts for the year, including Gift Aid recovery and miscellaneous income, amounted to £ 1,098,085 (2018/19 = £ 1,134,252). The church's total expenditure was £840,605 (2018/19 = £ 844,192). The financial position of the church at 31 August 2020 was strong despite the downturn in conferencing business. The ability to take a capital repayment holiday for 12 months has substantial increased reserves, which now represent around three months' turnover. In addition, there is a substantial restricted fund of almost £350,000 ready for the purchase of a further property when something suitable becomes available.

Building space is currently about 90% meeting rooms and halls and 10% offices. Management and administration costs relate to staff costs, office supplies, photocopying, insurance, professional fees and cleaning. Trustee indemnity insurance is not in place.

The trustees approve an annual budget and give regular attention to financial results, variance from budgets and non-financial indicators.

During the year the church had five full-time employees (Fox Milne site leader, two conferencing and events staff, a building manager and a pastoral team leader) and up to 30 part-time employees. The average number of staff during the year was 29 (2018/19 = 28) and the total remuneration for the year came to £427,371 (2018/19 = £375,535). The cost of the end of year audit was £3,030.

We have reduced a number of staff's hours by agreement, usually in the range 4 to 8 hours per week, and made use of the government's furlough arrangements. There were two staff redundancies of people working six hours each per week completed after the year end in areas where the workload had diminished very substantially.

During the year we, along with all other charities, societies and similar organisations, have been impacted by the Covid-19 pandemic. Funding sources are constantly under review and robust systems are in place to monitor and ensure that levels of cash/reserves are sufficient to sustain planned expenditure for 2020/21 and beyond. Post year-end income is sufficient to support expenditure commitments when taking into account the existing healthy level of charity funds overall.

Payment to or on behalf of trustees and key management personnel

During the year the following trustees were remunerated, including gross salary, car mileage allowance, expenses, and employers' pension contributions:

Above £50,000	None	
£40,000 - £49,999	Richard Eric Wightman	(Chair of Trustees/Senior staff team)
£30,000 - £39,999	David Samuel Eyeington	(Trustee/Senior staff team)
	Tim Williams	(Trustee/Senior staff team)
Below £30,000	Sharon Clark	(Trustee/Senior staff team)

The above payments were made under Clause 5.15 (for salaries and pensions) and 5.2.2 (for expenses) of the Memorandum of Association dated 25 February 2007. Salaries and pay increases for members of the senior staff team are usually set by an independent remuneration committee made up of non-remunerated trustees. This committee takes into consideration the level of responsibility resting with each person, delivery of key objectives throughout the year, comparison of salaries with other churches of a similar size, and the funds available for salaries within the NLC budget. However, this year a pay freeze was imposed due to the economic impact of the pandemic with the exception of three members of staff who received increases in line with increased responsibilities.

There are loans from Trustees to New Life Church: these are outlined in Note 10 of the Notes to the Accounts.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

Reserves policy

The reserves policy of New Life Church is to hold in reserve an amount equal to six weeks expenditure of the next projected annual budget. This protects our staff pay roll from any unexpected cash flow issues.

Social investments

New Life Church did not have any social investments in this accounting year.

Financial effect of significant events

The pandemic had little effect on church giving, which maintained its level of around £50,000 each month, and with additional giving to create an hardship fund. However, the pandemic had a significant impact on the conferencing subsidiary, whose revenue declined by 98% overnight. This led to significant use of the government's furlough scheme and the staffing pressure was reduced by one resignation just before the pandemic started.

Risk Management

The directors/trustees have considered a number of risks to which the charity is potentially exposed. The process of Risk Management is ongoing both in terms of review and training. Our prime future risks are that:

- interest rates will rise in due course
- voluntarily given income could decline
- income from our subsidiary Ridgeway Centre Conferencing might not meet the planned targets in future years, particularly given the economic uncertainty of both Brexit and the global pandemic.

Should one or more of these risks become reality we have the ability to reduce our expenditure, particularly in the area of building development, and we could slow our capital repayments.

Non-financial risks could arise from issues relating to safeguarding, cyber attack, breaches of GDPR and staff retention. Each of these areas is regularly reviewed and steps are taken to minimise the risk where possible.

Structure, governance and management

The Charity was registered as a Company limited by guarantee on 15 March 2007 with a Memorandum and Articles of Association and as a Charity on 25 February 2007.

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:

Mr Richard Wightman (Chair)

Mr D Eyeington

Mr F H Clark

Mr T Williams

Mrs S Crowhurst

(Resigned 31 March 2020)

Mrs S Clark

Mr W Williams

(Resigned 27 November 2019)

Mr J O Awoniyi

Ms A V Crowter

Mr W Swepston

Mr R Davey

(Appointed 27 November 2019)

Mr M J Thorman

(Appointed 4 March 2020)

Mr D Elliott

(Appointed 4 March 2020)

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

The trustees meet four times a year, of which one meeting is a social gathering. Existing trustees are authorised to appoint new trustees to fill vacancies arising through resignation, removal or death of one of their number, and to appoint additional trustees

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.

The Trust Deed authorises the Trustees to make and hold investments using the general funds of the charity. No such investments are presently held.


A Delegated Safeguarding Officer, together with a team of nominated safeguarding personnel and a safeguarding administrator, ensure all necessary staff and volunteers are police checked. We are registered under the Data Protection Act. The charity is committed to delivering good practice in all regulated areas, such as Health & Safety, Child Protection, etc.

Day-to-day operation of the charity is carried out by a team of employees and volunteer team leaders.

Disclosure of information to auditor

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

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

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Mr Richard Wightman (Chair)
Trustee
Dated:16th February 2021

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
STATEMENT OF TRUSTEES' RESPONSIBILITIES**

FOR THE YEAR ENDED 31 AUGUST 2020

The trustees, who are also the directors of New Life Church Milton Keynes 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 charity 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 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 financial statements 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.

NEW LIFE CHURCH MILTON KEYNES COMPANY LIMITED BY GUARANTEE INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF NEW LIFE CHURCH MILTON KEYNES

Opinion

We have audited the financial statements of New Life Church Milton Keynes (the 'charity') for the year ended 31 August 2020 which comprise the statement of financial activities, the statement of financial position, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2020 and of its incoming resources and application of resources, 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

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.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT (CONTINUED)
TO THE MEMBERS OF NEW LIFE CHURCH MILTON KEYNES**

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the trustees' Report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within 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 the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which 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; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the 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 charitable company 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.

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

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
INDEPENDENT AUDITOR'S REPORT (CONTINUED)**

TO THE MEMBERS OF NEW LIFE CHURCH MILTON KEYNES

Use of our report

This report is made solely to the charitable company's members, 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 charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



SIMON GILL FCCA
(Senior Statutory Auditor)
for and on behalf of MHA MacIntyre Hudson - Milton Keynes

12/03/2021

Chartered Accountants
Statutory Auditor

Moorgate House
201 Silbury Boulevard
Milton Keynes
MK9 1LZ

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL ACTIVITIES
INCLUDING INCOME AND EXPENDITURE ACCOUNT**

FOR THE YEAR ENDED 31 AUGUST 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
	Notes						
<u>Income and endowments from:</u>							
Donations and legacies	3	744,656	230,742	975,398	867,350	205,505	1,072,855
Charitable activities	4	74,498	-	74,498	59,496	-	59,496
Investments	5	649	-	649	101	-	101
Other income	6	47,540	-	47,540	1,800	-	1,800
Total income		867,343	230,742	1,098,085	928,747	205,505	1,134,252
<u>Expenditure on:</u>							
Charitable activities	7	819,308	21,297	840,605	818,763	25,429	844,192
Net incoming resources before transfers		48,035	209,445	257,480	109,984	180,076	290,060
Gross transfers between funds		5,127	(5,127)	-	(648)	648	-
Net income for the year/ Net movement in funds		53,162	204,318	257,480	109,336	180,724	290,060
Fund balances at 1 September 2019		2,089,696	187,475	2,277,171	1,980,360	6,751	1,987,111
Fund balances at 31 August 2020		2,142,858	391,793	2,534,651	2,089,696	187,475	2,277,171

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.

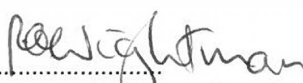
**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
STATEMENT OF FINANCIAL POSITION**

AS AT 31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12	3,199,591		3,181,487	
Investments	13		1		1
		<u>3,199,592</u>		<u>3,181,488</u>	
Current assets					
Debtors	14	50,610		113,935	
Cash at bank and in hand		580,954		311,375	
		<u>631,564</u>		<u>425,310</u>	
Creditors: amounts falling due within one year	17	(115,724)		(158,828)	
Net current assets		<u>515,840</u>		<u>266,482</u>	
Total assets less current liabilities		<u>3,715,432</u>		<u>3,447,970</u>	
Creditors: amounts falling due after more than one year	18	(1,180,781)		(1,170,799)	
Net assets		<u><u>2,534,651</u></u>		<u><u>2,277,171</u></u>	
Income funds					
Restricted funds	19	391,793		187,475	
Unrestricted funds		2,142,858		2,089,696	
		<u><u>2,534,651</u></u>		<u><u>2,277,171</u></u>	

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 ..18th November 2020....


.....
Mr Richard Wightman (Chair)
Trustee

Company Registration No. 06162241

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
STATEMENT OF CASH FLOWS**

FOR THE YEAR ENDED 31 AUGUST 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	23		353,910		360,507
Investing activities					
Purchase of tangible fixed assets		(80,197)		(75,749)	
Proceeds on disposal of tangible fixed assets		-		1,800	
Interest received		649		101	
Net cash used in investing activities			(79,548)		(73,848)
Financing activities					
Repayment of borrowings		(9,190)		(28,059)	
Repayment of bank loans		9,469		(77,095)	
Payment of obligations under finance leases		(5,062)		(4,823)	
Net cash used in financing activities			(4,783)		(109,977)
Net increase in cash and cash equivalents			269,579		176,682
Cash and cash equivalents at beginning of year			311,375		134,693
Cash and cash equivalents at end of year			580,954		311,375

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2020**

1 Accounting policies

Charity information

New Life Church Milton Keynes is a private company limited by guarantee incorporated in England and Wales. The principal place of business and registered office is The Ridgeway Centre, Featherstone Road, Wolverton Mill South, Milton Keynes, MK12 5TH.

1.1 Accounting convention

The financial statements have been prepared in accordance with the charity'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)" (as amended for accounting periods commencing from 1 January 2016). The charity is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charity. 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 time of approving the 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.

In response to the COVID-19 pandemic, the Trustees have performed a robust analysis of forecast future cash flows taking into account the potential impact on the charity. The Trustees have concluded that there is no material uncertainty arising from the COVID-19 pandemic and that they can continue to adopt the going concern basis in preparing the annual report and accounts.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

Endowment funds are subject to specific conditions by donors that the capital must be maintained by the charity.

1.4 Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity and it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured.

Cash donations are recognised on receipt. Other donations are recognised once the charity 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 charity 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.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

1 Accounting policies

(Continued)

Income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.

Income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with use of resources.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management carried out on the premises.

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

1.6 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.

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 bases:

Freehold buildings	2% straight line on main building and 10% straight line on specific works
Fixtures and fittings	10% straight line
Computers	33% straight line
Heating and boiler system	3% straight line
Acoustic, drapes, carpet, chairs and kitchen	5% to 10% 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.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 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).

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

1 Accounting policies

(Continued)

1.9 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.

1.10 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.

Financial instruments are recognised in the charity's balance sheet when the charity 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.

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.

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

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

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

1.11 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the statement of financial position as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

2 Critical accounting estimates and 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 current and future periods.

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	£	£	£	£
Donations and gifts	593,570	227,742	821,312	780,801
Grants receivable	25,000	-	25,000	-
Distribution from subsidiary	126,086	-	126,086	276,066
Other	-	3,000	3,000	15,988
	<u>744,656</u>	<u>230,742</u>	<u>975,398</u>	<u>1,072,855</u>
For the year ended 31 August 2019	<u>867,350</u>	<u>205,505</u>		<u>1,072,855</u>

4 Charitable activities

	2020 £	2019 £
Income relating to recharges	39,190	12,298
Other income from various sources	35,308	47,198
	<u>74,498</u>	<u>59,496</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2020 £	2019 £
Interest receivable	<u>649</u>	<u>101</u>

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

6 Other income

	Unrestricted funds	Unrestricted funds
	2020	2019
	£	£
Net (loss)/gain on disposal of tangible fixed assets	(611)	1,800
JRS Furlough claim	48,151	-
	<u>47,540</u>	<u>1,800</u>

7 Charitable activities

	2020	2019
	£	£
Depreciation and impairment	61,482	57,229
Other establishment costs	27,840	38,382
Training	6,578	8,186
All age ministry	620,220	632,712
Evangelistic events and courses	2,705	4,800
Children's ministry	2,011	6,636
Playgroup/Parents and toddlers	899	3,686
	<u>721,735</u>	<u>751,631</u>
Grant funding of activities (see note 8)	77,984	55,117
Share of governance costs (see note 9)	40,886	37,444
	<u>840,605</u>	<u>844,192</u>
Analysis by fund		
Unrestricted funds	819,308	818,763
Restricted funds	21,297	25,429
	<u>840,605</u>	<u>844,192</u>
For the year ended 31 August 2019		
Unrestricted funds	818,763	
Restricted funds	25,429	
	<u>844,192</u>	

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

8 Grants payable

	2020 £	2019 £
Grants to institutions:		
Other grants	77,984	55,117
	<u>77,984</u>	<u>55,117</u>

9 Support costs

	Support costs £	Governance costs £	2020 £	2019 £	Basis of allocation
Audit fees	-	3,030	3,030	2,940	Governance
Other finance costs	-	37,856	37,856	34,504	Governance
	<u>-</u>	<u>40,886</u>	<u>40,886</u>	<u>37,444</u>	
Analysed between					
Charitable activities	<u>-</u>	<u>40,886</u>	<u>40,886</u>	<u>37,444</u>	

Governance costs includes payments to the auditors of £3,030 (2019- £2,940) for audit fees.

10 Trustees

Trustees' expenses are referred to in the Trustees' Report.

The key management personnel of the charity comprise the Trustees' throughout the current and preceding year.

During the year the key management personnel of the charity received remuneration, including gross salary, car mileage allowance, expenses, and employers' pension contributions amounting to £137,296 (2019: £151,907).

During the year the trustees have made donations to the charity of £64,436 (2019: £101,183).

The trustees and their family members have made loans to the charity and the balance owed at the year end is £58,500 (2019: £58,500).

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

11 Employees

Number of employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Strategy and Wolverton Mill site	7	7
Central operations	13	12
Transformation	3	3
Sunday and Fox Milne site	3	3
Other	3	3
	<u>29</u>	<u>28</u>

Employment costs

	2020 £	2019 £
Wages and salaries	399,960	350,242
Social security costs	23,391	15,686
Other pension costs	4,020	9,627
	<u>427,371</u>	<u>375,555</u>

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

12 Tangible fixed assets

	Freehold buildings £	Fixtures and fittings £	Computers £	Total £
Cost				
At 1 September 2019	3,324,910	331,928	18,534	3,675,372
Additions	64,601	15,596	-	80,197
Disposals	-	(7,415)	-	(7,415)
At 31 August 2020	<u>3,389,511</u>	<u>340,109</u>	<u>18,534</u>	<u>3,748,154</u>
Depreciation and impairment				
At 1 September 2019	322,376	155,204	16,305	493,885
Depreciation charged in the year	38,734	22,006	742	61,482
Eliminated in respect of disposals	-	(6,804)	-	(6,804)
At 31 August 2020	<u>361,110</u>	<u>170,406</u>	<u>17,047</u>	<u>548,563</u>
Carrying amount				
At 31 August 2020	<u>3,028,401</u>	<u>169,703</u>	<u>1,487</u>	<u>3,199,591</u>
At 31 August 2019	<u>3,002,533</u>	<u>176,725</u>	<u>2,229</u>	<u>3,181,487</u>

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

13 Fixed asset investments

			Other investments
Cost or valuation			
At 1 September 2019 & 31 August 2020			1
Carrying amount			
At 31 August 2020			1
At 31 August 2019			1
Other investments comprise:	Notes	2020 £	2019 £
Investments in subsidiaries		1	1

Investment in subsidiary undertakings comprises the whole of the issued share capital of Ridgeway Centre Conferencing Limited (£1), a company registered in England and Wales. Ridgeway Centre Conferencing Limited has received £193,884 income in the year ended 31 August 2019 (2019: £366,039). The reserves of Ridgeway Centre Conferencing Limited at the year end were £nil.

14 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Amounts owed by fellow group undertakings	-	27,884
Other debtors	50,610	86,051
	<u>50,610</u>	<u>113,935</u>

15 Loans and overdrafts

	2020 £	2019 £
Bank loans	1,193,345	1,183,876
Other loans	63,500	72,690
	<u>1,256,845</u>	<u>1,256,566</u>
Payable within one year	77,349	92,114
Payable after one year	1,179,496	1,164,452

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

15 Loans and overdrafts

(Continued)

The bank loans are secured by fixed charges over the land on the south side of Featherstone Road, Wolverton Mill.

The bank loan is repayable in three parts.

One part of approximately £855,000 is repayable in 276 instalments after an initial period of 24 months from the date on which the first tranche of the loan is drawn down. Interest is to be charged at a rate equivalent to 0.9% over base rate.

A second part of approximately £295,000 is repayable in 240 instalments from the date on which the first tranche of the loan is drawn down. Interest is to be charged at a rate equivalent to 2.5% over base rate.

A third part of approximately £110,000 is repayable in 120 instalments from the date on which the first tranche of the loan is drawn down. Interest is to be charged at a rate equivalent to 2.4% over base rate.

16 Finance lease commitments

Future minimum lease payments due under finance leases:

	2020	2019
	£	£
Within one year	5,062	5,062
Within two and five years	1,285	6,347
	<u>6,347</u>	<u>11,409</u>

17 Creditors: amounts falling due within one year

	Notes	2020	2019
		£	£
Bank loans	15	72,349	77,924
Obligations under finance leases	16	5,062	5,062
Other borrowings		5,000	14,190
Other taxation and social security		7,396	7,607
Trade creditors		3,044	15,090
Amounts owed to fellow group undertakings		2,615	-
Other creditors		8,841	9,618
Accruals and deferred income		11,417	29,337
		<u>115,724</u>	<u>158,828</u>

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

18 Creditors: amounts falling due after more than one year

	Notes	2020 £	2019 £
Bank loans	15	1,120,996	1,105,952
Obligations under finance leases	16	1,285	6,347
Other borrowings		58,500	58,500
		<u>1,180,781</u>	<u>1,170,799</u>

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020**

19 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:

	Movement in funds				
	Balance at 1 September 2019	Incoming resources	Resources expended	Transfers	Balance at 31 August 2020
Towcester	3,851	33,195	(10,159)	-	26,887
Catalyst Sphere	515	513	(934)	-	94
Donations for other charities	824	1,716	(2,540)	-	-
Hardship fund	-	18,417	(5,018)	-	13,399
Kitchen	2,978	-	-	(2,978)	-
Phase 3 Building Acquisition	176,957	172,298	(900)	-	348,355
Youth groups	1,458	-	-	-	1,458
Small groups short mat bowling	892	1,500	(243)	(2,149)	-
Towcester hardship fund	-	1,603	(1,503)	-	100
Samaritan purse	-	1,500	-	-	1,500
	<u>187,475</u>	<u>230,742</u>	<u>(21,297)</u>	<u>(5,127)</u>	<u>391,793</u>

All restricted funds relate to projects run by the charity for the following purposes:

Towcester - To accumulate funds for the proposed new site in Towcester.

Catalyst Sphere - To accumulate funds on behalf of the Catalyst Network of Churches.

Donations for other charities - To accumulate funds on behalf of other charities, for example, in response to emergency appeals.

Hardship Fund - To accumulate funds to assist those individuals in society who are in need.

Kitchen - To accumulate funds for the creation of a new kitchen facility at The Ridgeway Centre.

Phase 3 Building Acquisition - The purpose of the fund is for the purchase of a building to be used for both church and community activities. This fund includes one-off and ongoing regular giving as well as monies received from gift days held.

Youth groups - This fund represents monies raised in order to provide financial support for those in need for Newday.

Small groups short mat bowling - This fund represents monies raised from those who attend each week and is used for future expenditure on replacement or additional equipment.

Towcester Hardship Fund - To accumulate funds to assist those individuals in the Towcester area who are in need.

Samaritan Purse - This fund is for the purpose of providing help to individuals through local churches and also to proclaim and demonstrate the love of God amongst communities in need.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

20 Analysis of net assets between funds

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Unrestricted Funds 2019 £	Restricted Funds 2019 £	Total 2019 £
Fund balances at 31 August 2020 are represented by:						
Tangible assets	3,199,591	-	3,199,591	3,181,487	-	3,181,487
Investments	1	-	1	1	-	1
Current assets/ (liabilities)	124,047	391,793	515,840	79,007	187,475	266,482
Long term liabilities	(1,180,781)	-	(1,180,781)	(1,170,799)	-	(1,170,799)
	<u>2,142,858</u>	<u>391,793</u>	<u>2,534,651</u>	<u>2,089,696</u>	<u>187,475</u>	<u>2,277,171</u>

21 Financial commitments, guarantees and contingent liabilities

At the reporting end date the charity had outstanding commitments that are not included in the balance sheet for future minimum lease payments under non-cancellable operating leases of £13,251 (2019: £7,996)

22 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020 £	2019 £
Aggregate compensation	<u>137,296</u>	<u>151,907</u>

All trustees are also trustees of Ridgeway Community Trust.

Wages reimbursements totalling £14,190 (2019: £10,037) were received from, and grants totalling £27,000 (2019: £9,000) were paid to Catalyst Network of Churches, where Richard Wightman and Sarah Crowhurst are Trustees.

**NEW LIFE CHURCH MILTON KEYNES
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 AUGUST 2020

23	Cash generated from operations		2020	2019
			£	£
	Surplus for the year		257,480	290,058
	Adjustments for:			
	Investment income recognised in statement of financial activities		(649)	(101)
	Loss/(gain) on disposal of tangible fixed assets		611	(1,800)
	Depreciation and impairment of tangible fixed assets		61,482	57,229
	Movements in working capital:			
	Decrease/(increase) in debtors		63,325	(23,949)
	(Decrease)/increase in creditors		(28,339)	39,070
	Cash generated from operations		353,910	360,507
24	Analysis of changes in net (debt)/funds			
		At 1 September 2019	Cash flows	At 31 August 2020
		£	£	£
	Cash at bank and in hand	311,375	269,579	580,954
	Loans falling due within one year	(92,114)	14,765	(77,349)
	Loans falling due after more than one year	(1,164,452)	(15,044)	(1,179,496)
	Obligations under finance leases	(11,409)	5,062	(6,347)
		(956,600)	274,362	(682,238)