Transform NE

England & Wales · Charity number 1120015

Details

Other names	BETHSHAN (NORTH EAST), BETHSHAN PENTECOSTAL CHURCH, METRO CHURCH INTERNATIONAL
Status	Registered
Legal form	Charitable company
Company number	06131576
Registered	2007-07-11
Register	View on the Charity Commission register

Contact

Address	Top Club Manor Road Washington NE37 3BD
Phone	01915642000
Email	office@transformnortheast.net
Website	www.transformnortheast.net

Activities

Objects: (A) TO RELIEVE SICKNESS AND FINANCIAL HARDSHIP AND TO PROMOTE AND PRESERVE GOOD HEALTH BY THE PROVISION OF FUNDS, GOODS OR SERVICES OF ANY KIND INCLUDING THROUGH THE PROVISION OF COUNSELLING AND SUPPORT IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS FROM TIME TO TIME MAY THINK FIT. (B) TO ADVANCE EDUCATION IN SUCH WAYS AND IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS FROM TIME TO TIME MAY THINK FIT.

Activities: Transformation of lives and communities through social action, education, health & wellbeing and the Christian faith.

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Classification

- **How:** Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body, Other Charitable Activities
- **What:** Education/training, The Advancement Of Health Or Saving Of Lives, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Accommodation/housing, Religious Activities
- **Who:** Children/young People, People Of A Particular Ethnic Or Racial Origin, The General Public/mankind

Geography

- **Area of benefit:** UNITED KINGDOM OR WALES
- Durham
- Newcastle Upon Tyne City
- Sunderland

Finances

Period end	Income	Expenditure	Assets	Employees
2025-03-31	£241,119	£225,867	-	-
2024-03-31	£270,955	£211,159	-	-
2023-03-31	£262,119	£295,296	-	-
2022-03-31	£351,550	£294,151	-	-
2021-03-31	£441,269	£329,719	-	-

Trustees

Name	Role	Appointed
Andrew John Davies	Chair	2023-08-01
Bernice Browne		2023-04-01
Dr Ruth Lydia Faulkner		2023-04-01
Dr TIMOTHY DUNNETT		
WARREN CORMICK TODD		2012-06-29

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Transform NE

England & Wales - Charity number 1120015

Accounts

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2025

TRANSFORM NE
(FORMERLY BETHSHAN (NORTH EAST)
Company limited by Guarantee

REGISTERED CHARITY NUMBER: 1120015
COMPANY REGISTRATION NUMBER : 06131576

Independent Examiners Ltd
Unit 2 The Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF

TRANSFORM NE

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TRANSFORM NE

LEGAL AND ADMINISTRATIVE INFORMATION

REGISTERED CHARITY NAME	TRANSFORM NE (Formerly Bethshan(North East)
CHARITY REGISTRATION NUMBER	1120015
COMPANY REGISTRATION NUMBER	6131576
DATE OF REGISTRATION	11th July 2007
START OF FINANCIAL YEAR	1st April 2024
END OF FINANCIAL YEAR	31st March 2025
LEGAL STATUS	Company Limited by Guarantee
THE TRUSTEES	TP Dunnett Company Secretary WC Todd B Browne RL Faulkner AJ Davies Chair
CORRESPONDENCE ADDRESS	Top Club Manor Road Washington Tyne and Wear NE37 3BD
INDEPENDENT EXAMINER	Independent Examiners Ltd Unit 2 The Broadbridge Business Centre Delling Lane Bosham West Sussex PO18 8NF

TRANSFORM NE

TRUSTEES REPORT
FOR THE YEAR ENDED 31ST MARCH 2025

RERERENCE AND ADMINISTRATIVE DETAILS

The Directors who served during the period were:
Ruth Faulkner
Andrew Davies
Timothy Dunnett
Warren Todd
Bernice Browne

Senor staff members to whom the day-to-day management of the Charity is delegated are:
Timothy Dunnett
Joanne Dunnett
John Finlayson

Structure, Governance and Management

The charity is governed by Memorandum and Articles of Association incorporated 28 February 2007 as amended by Special Resolution passed 15 September 2023.

Organisational Structure

Senior Leadership Team – responsible to initiate and implement new vision and strategy for the charity, programs, and gatherings of TNE.
Management committee – responsible to implement and operationalise the strategy of TNE.
Trustees/Directors – responsible to provide financial accountability for the vision and strategy of TNE. They are also responsible to ensure that everything the charity does meets all regulatory requirements, laws, etc.

Permanent Staff Members

Chief Executive Officer – Tim Dunnett
Chief Advocacy & Impact Officer - Joanne Dunnett
Strategic Executive – John Finlayson (organisation safeguarding lead)
Buildings & IT Manager – Shaun Edmondston
Business Manager – Mark Taylor

Objective & Activities

Mission Statement
The betterment and transformation of society, relieving suffering, inequality and systemic poverty through addressing health, educational, financial, spiritual, and relational needs.

Principle Objects

The principal objects of the charity are as follows:
1.to relieve sickness and financial hardship and to promote and preserve good health by the provision of funds, goods or services of any kind including through the provision of counselling and support in such parts of the United Kingdom or the world as the directors from time to time think fit and
2.to advance education in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit.

In fulfilment of the principle objects the following activities are undertaken:
1. Community intervention projects to support ongoing mental, emotional, financial, relational and spiritual wellbeing.
2.Public gatherings online & in person throughout the week providing pastoral care and opportunity for prayer.
3.Training of leaders and conferences that transform society for the good.
4 .Compassionate grants for those in need.

Achievement & Performance

This year our operational structure has consolidated changes and to focus on community transformation addressing the needs of the disadvantaged in the Northeast of England. We continue to strive towards the elimination of systemic poverty in relation to
our region's health, educational, financial, spiritual, and relational needs. We work with the community vision to see the whole of the Northeast transformed and regenerated with hope.

We have continued to offer weekly gatherings, in multiple different ways, to provide community support and opportunities for personal growth, training and reflective prayer.

This year we have continued to improve the Top Club, Washington to serve the local community of Sulgrave. The community café continues to operate as a multi-use room
meeting diverse local needs. The newly refurbished community hall has a full program of activities including local companies, clubs and charities that use it to serve the area. We continue to invest in staff and local volunteers to train and upskill them to prosper their opportunities in society.

The training rail track installed in the yard of the Top Club continues to host multiple apprenticeship railway courses, bringing finance into the club and advancing employment prospects in the city.

The Park Road building continues to be leased by Oasis Community Housing and functions as a resource centre for homelessness in Sunderland with great success. The Longbenton building is leased by Hopespring and serves the disadvantaged young people of our region with an excellent educational facility. There are no plans to change these, and the buildings are actively used well.

Our finances have remained remarkably constant thanks to the faithful support of our stakeholders. We continue to look for a variety of funding options to expand the capital and project funding out of our base of operations.

We are pleased to continue to improve our governance and policies to be ready to expand and partner with a wider range of public and third sector organisations.

TRANSFORM NE

TRUSTEES REPORT (Continued)
FOR THE YEAR ENDED 31ST MARCH 2025

Financial Review

Main Funders

All funding is raised from within the community. This comprises regular partner giving weekly or monthly as well as special appeals for projects, which we undertake.

Plans For Future Periods

This year we intend to finally secure funding for phase 3 of the capital refurbishment of the Top Club which will include further community social facility and more training space. We intend to transition the café space into a more operational café offering good quality food to the locality and an opportunity for employment and training. We intend to secure project funding for an expanding of service to meet local needs.

Trustees Responsibilities

The Charities Act 2011 require 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 surplus or deficit of the charity for that period. In preparing those financial statements the Trustees are required to:

i) Select suitable accounting policies and apply them consistently

ii) Make judgements and estimates that are reasonable and prudent

iii) Prepare financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in existence.

The Trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charity. 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.

Approved by the Trustees on the : 23.9.25

Signed on their behalf by : 

Print Name: Dr T P Dunnett

TRANSFORM NE

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

I report to the trustees on my examination of the financial statements of Transform NE (Formerly Bethshan (North East)) ('the charity') for the year ended 31 March 2025.

Responsibilities and basis of report

As the trustees of the company (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 accounts of the company 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

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

Independent examiner's statement

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

- accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- the financial statements do not accord with those records; or
- 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
- 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 other 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.

Signed :
Date : 23.9.25

K Gomes FCIE MAAT
Independent Examiners Ltd
Unit 2 The Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF

TRANSFORM NE

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2025

INCOME FROM:	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2025 £	TOTAL 2024 £
Donations & Legacies	**3a**	158,328	-	8,019	166,347	214,111
Charitable Activities	**3b**	63,850	-	-	63,850	56,531
Other Trading Activities	**3c**	10,922	-	-	10,922	313
TOTAL INCOME		**233,100**	**-**	**8,019**	**241,119**	**270,955**
EXPENDITURE ON:						
Charitable Activities	**4a**	216,990	-	8,877	225,867	211,159
TOTAL EXPENDITURE		**216,990**	**-**	**8,877**	**225,867**	**211,159**
NET INCOME/(EXPENDITURE) BEFORE INVESTMENTS GAINS/(LOSSES)		**16,110**	**-**	**(858)**	**15,252**	**59,796**
NET INCOME/(EXPENDITURE)		16,110	-	(858)	15,252	59,796
Transfer Between Funds		-	-	-	-	-
NET MOVEMENT IN FUNDS		16,110	-	(858)	15,252	59,796
RECONCILIATION OF FUNDS:						
Total Funds Brought Forward		398,970	-	10,593	409,563	349,767
TOTAL FUNDS CARRIED FORWARD		**415,080**	**-**	**9,735**	**424,815**	**409,563**

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 10 to 17 form part of these financial statements.

TRANSFORM NE

BALANCE SHEET

AS AT 31ST MARCH 2025

COMPANY LIMITED BY GUARENTEE
REGISTRATION NUMBER :06131576

	Notes	31-Mar-25 Total £	31-Mar-24 Total £
Fixed Assets			
Tangible Assets	**2**	378,114	369,228
Fixed Asset Investments	**2a**	420,947	420,947
		799,061	**790,175**
Current Assets			
Debtors & Prepayments	**8**	4,958	3,504
Cash at Bank and in Hand	**7**	2,043	1,218
Total Current Assets		**7,001**	**4,722**
Creditors: amounts falling due within one year	**9**	55,580	47,499
NET CURRENT ASSETS		(48,579)	(42,778)
TOTAL ASSETS less current liabilities		**750,482**	**747,398**
Creditors: amounts falling due in more than one year	**10**	325,667	337,835
NET ASSETS		**424,815**	**409,563**
General Funds		415,080	398,970
Designated Funds	**6**	-	-
Restricted Funds	**6**	9,735	10,593
Total Funds		**424,815**	**409,563**

For the financial year ending 31 March 2025 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

• The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and

• The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board of Trustees on the date : 23.9.25

Signed on their behalf by :

Print Name: Dr TP Dunnett



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2025

General Information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Top Club, Manor Road, Washington, Tyne and Wear, NE37 3BD.

Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

1. ACCOUNTING POLICIES

Basis of Preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.
Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.
Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- 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.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non- charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating Leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

1. ACCOUNTING POLICIES (continued)

Operating Leases (continued)

Lease income is recognised in income or expenditure on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property - 2% straight line
Fixtures and fittings - 25% reducing balance

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

Limited by Guarantee

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

Taxation

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

2. TANGIBLE FIXED ASSETS

		Freehold Property £	Fixtures & Fittings £	**Total 2025** £
Cost	01-Apr-24	396,134	125,013	521,147
Additions		18,642	-	18,642
Cost at	31-Mar-25	414,776	125,013	539,789
Depreciation	01-Apr-24	33,546	118,373	151,919
Charge		8,096	1,660	9,756
Disposals		-	-	-
Depreciation at	31-Mar-25	41,642	120,033	161,675
Net Book Value	31-Mar-25	**373,134**	**4,980**	**378,114**
Net Book Value	31-Mar-24	362,588	6,640	369,228

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2025 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

The Longbenton property was acquired in 2000 for £68,500 and the Sunderland property was acquired in 2003 for £131,253.
The charity has pledged its investment property shown above as security over its bank loans and overdrafts.

2.a) INVESTMENTS

	Total Investment Properties
Valuation	
At 1 April 2024 and 31 March 2025	420,947
Add: additions to investments	-
Less: disposals at carrying/fair value	-
Add: net gain on disposal	-
Carrying/(fair) value at end of year 31 March 2025	420,947

All investments shown above are held at valuation

3. INCOME

	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**TOTAL 2025** £	**TOTAL 2024** £
a) Donations & Legacies						
Gifts & Donations		-	-	5,582	5,582	4,285
Grants		22,207	-	1,403	23,610	56,788
Gift Aid		26,368	-	1,034	27,402	32,822
Stakeholder Giving		109,753	-	-	109,753	120,217
		158,328	**-**	**8,019**	**166,347**	**214,111**
b) Charitable Activities						
Events		36	-	-	36	33
Rent & Reimbursements		63,814	-	-	63,814	56,497
		63,850	**-**	**-**	**63,850**	**56,531**
c) Other Trading Activities						
Other Income		10,922	-	-	10,922	313
		10,922	**-**	**-**	**10,922**	**313**

4. EXPENDITURE:

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**TOTAL 2025** £	**TOTAL 2024** £
a) Charitable Activities						
Communications		4,431	-	-	4,431	3,855
Events and Conference		36	-	-	36	465
Consultancy Fees		26,673	-	-	26,673	-
Depreciation Expense		9,756	-	-	9,756	9,936
Finance Costs		31,172	-	-	31,172	31,598
Gifts & Donations		3,010	-	-	3,010	3,163
Centre Costs		40,558	-	1,561	42,119	49,085
Salaries & Wages		87,677	-	-	87,677	95,478
Other Expenditure		11,817	-	7,316	19,133	15,779
Independent Examiners Fees		1,860	-	-	1,860	1,800
		216,990	**-**	**8,877**	**225,867**	**211,159**

5. RECONCILIATION OF MOVEMENT ON CAPITAL AND RESERVES

The Company is Limited by Guarantee (06131576) and is a Charity registered with the Charity Commission (1120015) and does not have a Share capital and has no income subject to Corporation Tax.

	2025 £	**2024 £**
Profit / Deficit for the financial year	15,252	59,796
Other Recognised Gains	-	-
	15,252	**59,796**
Balance Brought Forward	409,563	349,767
Closing Funds at 31st March 2025	**424,815**	**409,563**

NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST MARCH 2025

6. FUNDS	Balance 01-Apr-24	Income	Expenditure	Transfers	Balance 31-Mar-25
Unrestricted Funds	£	£	£	£	£
General Funds	398,970	233,100	216,990	-	415,080
Designated Funds	-	-	-	-	-
Restricted Funds					
House of Prayer Northumbria	10,403	6,616	7,474	-	9,544
Appeals Fund	190	-	-	-	190
Fund Events	-	1,403	1,403	-	-
	10,593	**8,019**	**8,877**	**-**	**9,735**
Total Funds Mar 2025	**409,563**	**241,119**	**225,867**	**-**	**424,815**

PRIOR YEAR

Unrestricted Funds	Balance 01-Apr-23	Income	Expenditure	Transfers	Balance 31-Mar-24
	£	£	£	£	£
General Funds	338,902	264,073	204,005	-	398,970
Designated Fund	-	-	-	-	-
Restricted Funds					
House of Prayer Northumbria	9,734	5,380	4,711	-	10,403
Appeals Fund	195	160	165	-	190
Fund Events	936	1,342	2,278	-	-
	10,865	6,882	7,154	-	10,593
Total Funds Mar 24	**349,767**	**270,955**	**211,159**	**-**	**409,563**

Designated Fund

Funds were designated to be utilised towards the café project within the Washington Property. This year funds were spent on the renovation and furniture for the café. The transfer represents capital items.

Restricted funds - comprise of gifts made to be used for specific purposes.

House of Prayer Northumbria - funds received towards prayer room hosting live prayer and worship.
Appeals Fund - funds received towards Book Aid for Africa Appeal and the Hope spring Christmas Appeal.
Funded Events - funds received to support communities in Washington in order to offer a 'Warm Space' for those most in need during the autumn and winter months.

7. CASH AT BANK AND IN HAND

	Total 2025 £	Total 2024 £
Cash at Bank and in Hand	2,043	1,218
	2,043	**1,218**

8. DEBTORS AND PREPAYMENTS

	Total 2025 £	Total 2024 £
Trade Debtors	2,595	1,388
Other Debtors- Gift Aid	2,363	2,116
	4,958	**3,504**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Total 2025 £	Total 2024 £
Independent Examiners Fees	1,860	1,800
Bank Loans & Overdrafts	43,248	43,248
Trade Creditors	7,683	36
Accrued Payroll Taxes	2,789	2,415
Accounts Payable	-	-
	55,580	**47,499**

10. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	Total 2025 £	Total 2024 £
Bank Loans & Overdraft	**325,667**	**337,835**

11. STAFF COSTS AND NUMBERS

	2025	2024
	£	£
Gross Wages and Salaries	80,440	88,029
Employer's National Insurance Costs	2,868	2,850
Pension Contributions	4,370	4,598
	87,677	**95,478**

	2025	2024
The average head count of employees during the year	3	3

The organisation operates a PAYE scheme to pay all employed members of staff and no employees received emoluments in excess of £60,000 (2024: None).

12. PAYMENTS TO TRUSTEES AND RELATED PARTY TRANSACTIONS

During the year T Dunnett, a trustee of the charitable company, only received funds for reimbursement of expenses he paid on behalf of the charity.

No other trustee received any remuneration for professional or other services supplied by the charity (2024: nil).

14. PENSIONS

Defined contribution plans
The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £4,370 (2024: £4,598).

13. PUBLIC BENEFIT

The charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. Details of how the charity has achieved this are provided in the Trustees report. The Trustees confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the charity should undertake.

Transform NE

England & Wales - Charity number 1120015

Accounts

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST MARCH 2024

TRANSFORM NE
(FORMERLY BETHSHAN (NORTH EAST)
Company limited by Guarantee

REGISTERED CHARITY NUMBER: 1120015
COMPANY REGISTRATION NUMBER : 06131576

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Unit 2 The Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF

TRANSFORM NE

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TRANSFORM NE

LEGAL AND ADMINISTRATIVE INFORMATION

REGISTERED CHARITY NAME	TRANSFORM NE (Formerly Bethshan(North East)
CHARITY REGISTRATION NUMBER	1120015
COMPANY REGISTRATION NUMBER	6131576
DATE OF REGISTRATION	11th July 2007
START OF FINANCIAL YEAR	1st April 2023
END OF FINANCIAL YEAR	31st March 2024
LEGAL STATUS	Company Limited by Guarantee
THE TRUSTEES	TP Dunnett Company Secretary WC Todd B Browne RL Faulkner AJ Davies Chair
CORRESPONDENCE ADDRESS	Top Club Manor Road Washington Tyne and Wear NE37 3BD
INDEPENDENT EXAMINER	Independent Examiners Ltd Unit 2 The Broadbridge Business Centre Delling Lane Bosham West Sussex PO18 8NF

TRANSFORM NE

TRUSTEES REPORT
FOR THE YEAR ENDED 31ST MARCH 2024

RERERENCE AND ADMINISTRATIVE DETAILS

The Directors who served during the period were:
Ruth Faulkner
Andrew Davies
Timothy Dunnett
Warren Todd
Bernice Browne

Senor staff members to whom the day-to-day management of the Charity is delegated are:
Timothy Dunnett
Joanne Dunnett
John Finlayson

Structure, Governance and Management

The charity is governed by Memorandum and Articles of Association incorporated 28 February 2007 as amended by Special Resolution passed 15 September 2023.

Organisational Structure

Senior Leadership Team – responsible to initiate and implement new vision and strategy for the charity, programs, and gatherings of TNE.
Management committee – responsible to implement and operationalise the strategy of TNE.
Trustees/Directors – responsible to provide financial accountability for the vision and strategy of TNE. They are also responsible to ensure that everything the charity does meets all regulatory requirements, laws, etc.

Permanent Staff Members

Chief Executive Officer – Tim Dunnett
Chief Advocacy & Impact Officer - Joanne Dunnett
Strategic Executive – John Finlayson (organisation safeguarding lead)
Buildings & IT Manager – Shaun Edmondston
Business Manager – Mark Taylor

Objective & Activities

Mission Statement
The betterment and transformation of society, relieving suffering, inequality and systemic poverty through addressing health, educational, financial, spiritual, and relational needs.

Principle Objects

The principal objects of the charity are as follows:
1. to advance the Christian faith in accordance with the Statement in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit

2.to relieve sickness and financial hardship and to promote and preserve good health by the provision of funds, goods or services of any kind including through the provision of counselling and support in such parts of the United Kingdom or the world as the directors from time to time think fit and

3.to advance education in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit

In fulfilment of the principle objects the following activities are undertaken:

1. Community intervention projects to support ongoing mental, emotional, financial, relational and spiritual wellbeing.

2.Public gatherings online & in person throughout the week providing pastoral care and opportunity for prayer.

3.Training of leaders and conferences that transform society for the good.

4 .Compassionate grants for those in need.

Achievement & Performance

This year has seen a continued shift in our operational structure away from being a primary pastoral model to a community transformation charity addressing the needs of the disadvantaged in the Northeast of England. We have successfully changed our name to Transform NE reflecting our desire to work towards the elimination of systemic poverty in relation to our region's health, educational, financial, spiritual, and relational needs. We work with the community vision to see the whole of the Northeast transformed and regenerated with hope.

We have continued to offer gatherings online and in person, in multiple different ways to provide community support and opportunities for personal growth, training and reflective prayer.

This year we have continued to improve the Top Club, Washington to serve the local community of Sulgrave. The refurbishment of the community café has given us a space for multiple groups to meet weekly including a 'pop up pantry', friendship groups and activities that address diverse local needs. We have refurbished and opened a new community hall with support from the Biffa foundation that has a full program of activities and local companies or charities that use it to serve the area. We continue to invest in staff and local volunteers to train and upskill them to prosper their opportunities in society.

The training rail track installed in the yard of the Top Club continues to hosts multiple apprenticeship railway courses, bringing finance into the club and advancing employment prospects in the city.

The Park Road building is currently leased to Oasis Community Housing and functions as a resource centre for homelessness in Sunderland with great success. The Longbenton building is leased by Hopespring and serves the disadvantaged young people of our region with an excellent educational facility. There are no plans to change these, and the buildings are actively used well.

Our finances have remained remarkably constant thanks to the faithful support of our stakeholders. We continue to look for a variety of funding options to expand the capital and project funding out of our base of operations.

We have successfully widened the representation of our trustee board to better reflect the communities we serve. We are pleased to have improved our governance and policies to be ready to expand and partner with a wider range of public and third sector organisations.

Financial Review

Main Funders
All funding is raised from within the community. This comprises regular partner giving weekly or monthly as well as special appeals for projects, which we undertake.

Plans For Future Periods

This year we intend to secure funding for phase 3 of the capital refurbishment of the Top Club which will include further community social facility and more training space. We intend to transition the café space into a more operational café offering good quality food to the locality and an opportunity for employment and training. We intend to secure project funding for an expanding of service to meet local needs.

Trustees Responsibilities

The Charities Act 2011 require 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 surplus or deficit of the charity for that period. In preparing those financial statements the Trustees are required to:

i) Select suitable accounting policies and apply them consistently

ii) Make judgements and estimates that are reasonable and prudent

iii) Prepare financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in existence.

The Trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the charity. 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.

Approved by the Trustees on the : 23rd December 2024

Signed on their behalf by : 

Print Name: Dr T P Dunnett

TRANSFORM NE

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

I report to the trustees on my examination of the financial statements of Transform NE (Formerly Bethshan (North East)) ('the charity') for the year ended 31 March 2024.

Responsibilities and basis of report

As the trustees of the company (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 accounts of the company 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

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

Independent examiner's statement

Since Transform NE'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 a fellow member of the Association of Charity Independent Examiners, 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 which gives me cause to believe that in, any material respect:

- accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- the financial statements do not accord with those records; or
- 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
- 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 other 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.

Signed : 

Date : 23.12.24

K Gomes FCIE MAAT
Independent Examiners Ltd
Unit 2 The Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF

TRANSFORM NE

STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST MARCH 2024

INCOME FROM:	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2024 £	TOTAL 2023 £
Donations & Legacies	**3a**	207,230	-	6,882	214,111	230,372
Charitable Activities	**3b**	56,531	-	-	56,531	24,165
Other Trading Activities	**3c**	313	-	-	313	7,582
TOTAL INCOME		**264,073**	**-**	**6,882**	**270,955**	**262,119**
EXPENDITURE ON:						
Charitable Activities	**4a**	204,005	-	7,154	211,159	295,296
TOTAL EXPENDITURE		**204,005**	**-**	**7,154**	**211,159**	**295,296**
NET INCOME/(EXPENDITURE) BEFORE INVESTMENTS GAINS/(LOSSES)		**60,068**	**-**	**(272)**	**59,796**	**(33,177)**
NET INCOME/(EXPENDITURE)		60,068	-	(272)	59,796	(33,177)
Transfer Between Funds		-	-	-	-	-
NET MOVEMENT IN FUNDS		60,068	-	(272)	59,796	(33,177)
RECONCILIATION OF FUNDS:						
Total Funds Brought Forward		338,902	-	10,865	349,767	382,944
TOTAL FUNDS CARRIED FORWARD		**398,970**	**-**	**10,593**	**409,563**	**349,767**

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 10 to 17 form part of these financial statements.

TRANSFORM NE

BALANCE SHEET

AS AT 31ST MARCH 2024

COMPANY LIMITED BY GUARENTEE
REGISTRATION NUMBER :06131576

	Notes	31-Mar-24 Total £	31-Mar-23 Total £
Fixed Assets			
Tangible Assets	**2**	369,228	323,718
Fixed Asset Investments	**2a**	420,947	420,947
		790,175	**744,665**
Current Assets			
Debtors & Prepayments	**8**	3,504	6,674
Cash at Bank and in Hand	**7**	1,218	12,232
Total Current Assets		**4,722**	**18,906**
Creditors: amounts falling due within one year	**9**	47,499	44,695
NET CURRENT ASSETS		(42,777)	(25,789)
TOTAL ASSETS less current liabilities		**747,398**	**718,876**
Creditors: amounts falling due in more than one year	**10**	337,835	369,109
NET ASSETS		**409,563**	**349,767**
General Funds		398,970	338,902
Designated Funds	**6**	-	-
Restricted Funds	**6**	10,593	10,865
Total Funds		**409,563**	**349,767**

For the financial year ending 31 March 2024 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

• The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and

• The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board of Trustees on the : 23rd December 2024

Signed on their behalf by :

Print Name: Dr T P Dunnett



NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2024

General Information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Top Club, Manor Road, Washington, Tyne and Wear, NE37 3BD.

Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

1. ACCOUNTING POLICIES

Basis of Preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes. Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment. Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

• income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.

• legacy income is recognised when receipt is probable and entitlement is established.

• 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.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

• expenditure on raising funds includes the costs of all fundraising activities, events, non- charitable trading activities, ar the sale of donated goods.

• expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further i charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.

• other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of i expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating Leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

1. ACCOUNTING POLICIES (continued)

Operating Leases (continued)

Lease income is recognised in income or expenditure on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property - 2% straight line
Fixtures and fittings - 25% reducing balance

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

Limited by Guarantee

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

Taxation

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

2. TANGIBLE FIXED ASSETS

		Freehold Property £	Fixtures & Fittings £	**Total 2024** £
Cost	01-Apr-23	340,688	125,013	465,701
Additions		55,446	-	55,446
Cost at	31-Mar-24	396,134	125,013	521,147
Depreciation	01-Apr-23	25,823	116,160	141,983
Charge		7,723	2,213	9,936
Disposals		-	-	-
Depreciation at	31-Mar-24	33,546	118,373	151,919
Net Book Value	31-Mar-24	**362,588**	**6,640**	**369,228**
Net Book Value	31-Mar-23	314,865	8,853	323,718

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2024 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

The Longbenton property was acquired in 2000 for £68,500 and the Sunderland property was acquired in 2003 for £131,253.
The charity has pledged its investment property shown above as security over its bank loans and overdrafts.

2.a) INVESTMENTS

	Total Investment Properties
Valuation	
At 1 April 2023 and 31 March 2024	420,947
Add: additions to investments	-
Less: disposals at carrying/fair value	-
Add: net gain on disposal	-
Carrying/(fair) value at end of year 31 March 2024	420,947

All investments shown above are held at valuation

3. INCOME

	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**TOTAL 2024** £	**TOTAL 2023** £
a) Donations & Legacies						
Gifts & Donations		-	-	4,285	4,285	8,859
Grants		55,446	-	1,342	56,788	52,034
Gift Aid		31,567	-	1,255	32,822	35,765
Stakeholder Giving		120,217	-	-	120,217	133,714
		207,230	**-**	**6,882**	**214,111**	**230,372**
b) Charitable Activities						
Events		33	-	-	33	680
Rent & Reimbursements		56,497	-	-	56,497	23,485
		56,531	**-**	**-**	**56,531**	**24,165**
c) Other Trading Activities						
Other Income		313	-	-	313	7,582
		313	**-**	**-**	**313**	**7,582**

4. EXPENDITURE:

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**TOTAL 2024** £	**TOTAL 2023** £
a) Charitable Activities						
Communications		3,855	-	-	3,855	7,535
Events and Conference		465	-	-	465	8,979
Depreciation Expense		9,936	-	-	9,936	8,883
Finance Costs		31,598	-	-	31,598	39,783
Gifts & Donations		3,163	-	-	3,163	28,655
Centre Costs		49,085	-		49,085	35,584
Salaries & Wages		95,478	-	-	95,478	122,084
Other Expenditure		8,625	-	7,154	15,779	38,189
Independent Examiners Fees		1,800	-	-	1,800	5,604
		204,005	**-**	**7,154**	**211,159**	**295,296**

5. RECONCILIATION OF MOVEMENT ON CAPITAL AND RESERVES

The Company is Limited by Guarantee (06131576) and is a Charity registered with the Charity Commission (1120015) and does not have a Share capital and has no income subject to Corporation Tax.

	2024 £	**2023 £**
Profit / Deficit for the financial year	59,796	- 33,177
Other Recognised Gains	-	-
	59,796	**(33,177)**
Balance Brought Forward	349,767	382,944
Closing Funds at 31st March 2024	**409,563**	**349,767**

6. FUNDS	Balance 01-Apr-23	Income	Expenditure	Transfers	Balance 31-Mar-24
Unrestricted Funds	£	£	£	£	£
General Funds	338,902	264,073	204,005	-	398,970
Designated Funds	-	-	-	-	-
Restricted Funds					
House of Prayer Northumbria	9,734	5,380	4,711	-	10,403
Appeals Fund	195	160	165	-	190
Fund Events	936	1,342	2,278	-	-
	10,865	6,882	7,154	-	10,593
Total Funds Mar 2024	**349,767**	**270,955**	**211,159**	**-**	**409,563**

PRIOR YEAR

Unrestricted Funds	Balance 01-Apr-22	Income	Expenditure	Transfers	Balance 31-Mar-23
	£	£	£	£	£
General Funds	318,320	237,453	268,853	51,982	338,902
Designated Fund	44,418	5	2,186	(42,237)	-
Restricted Funds					
House of Prayer Northumbria	20,206	5,868	16,340	-	9,734
Appeals Fund	-	975	780	-	195
Fund Events	-	17,818	7,137	(9,745)	936
	20,206	24,661	24,257	(9,745)	10,865
Total Funds Mar 23	**382,944**	**262,119**	**295,296**	**-**	**349,767**

Designated Fund

Funds were designated to be utilised towards the café project within the Washington Property. This year funds were spent on the renovation and furniture for the café. The transfer represents capital items.

Restricted funds - comprise of gifts made to be used for specific purposes.

House of Prayer Northumbria - funds received towards prayer room hosting live prayer and worship.
Appeals Fund - funds received towards Book Aid for Africa Appeal and the Hope spring Christmas Appeal.
Funded Events - funds received to support communities in Washington in order to offer a 'Warm Space' for those most in need during the autumn and winter months.

7. CASH AT BANK AND IN HAND

	Total 2024 £	Total 2023 £
Cash at Bank and in Hand	1,218	12,232
	1,218	**12,232**

8. DEBTORS AND PREPAYMENTS

	Total 2024 £	Total 2023 £
Trade Debtors	1,388	3,405
Other Debtors- Gift Aid	2,116	3,269
	3,504	**6,674**

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Total 2024 £	Total 2023 £
Independent Examiners Fees	1,800	5,610
Bank Loans & Overdrafts	43,248	25,483
Trade Creditors	36	6,496
Accrued Payroll Taxes	2,415	3,179
Accounts Payable	-	3,927
	47,499	**44,695**

10. CREDITORS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	Total 2024 £	Total 2023 £
Bank Loans & Overdraft	**337,835**	**369,109**

11. STAFF COSTS AND NUMBERS

	2024	2023
	£	£
Gross Wages and Salaries	88,029	111,689
Employer's National Insurance Costs	2,850	4,894
Pension Contributions	4,598	5,501
	95,478	**122,084**

	2024	2023
The average head count of employees during the year	3	5

The organisation operates a PAYE scheme to pay all employed members of staff and no employees received emoluments in excess of £60,000 (2023: None).

12. PAYMENTS TO TRUSTEES AND RELATED PARTY TRANSACTIONS

During the year T Dunnett, a trustee of the charitable company, received a gross salary of £9646 (2023: £33,999) for the period of April 23 - Sept 23 as from October 23 onwards his services to the charitable company are on a volunteer basis.

No other trustee received any remuneration for professional or other services supplied by the charity (2023: nil).

14. PENSIONS

Defined contribution plans
The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £4,598 (2023: £5,501).

13. PUBLIC BENEFIT

The charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. Details of how the charity has achieved this are provided in the Trustees report. The Trustees confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the charity should undertake.

Transform NE

England & Wales - Charity number 1120015

Accounts

charity commission

COMPANY REGISTRATION NUMBER: 06131576
CHARITY REGISTRATION NUMBER: 1120015

TRANSFORM NE
(FORMERLY BETHSHAN (NORTH EAST))

Company Limited by Guarantee

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2023

TRANSFORM NE (FORMERLY BETHSHAN (NORTH EAST))

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)

YEAR ENDED 31 MARCH 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2023.

Reference and administrative details

Registered charity name	Transform NE (Formerly Bethshan (North East))
Charity registration number	1120015
Company registration number	06131576
Principal office and registered office	Top Club Manor Road Washington Tyne and Wear NE37 3BD

The trustees

Mr S J Burton	(Resigned 31 March 2023)
Dr T P Dunnett	
Mr D J Spelman	(Resigned 31 March 2023)
Mr W C Todd	
Mrs B Browne	(Appointed 1 April 2023)
Dr R L Faulkner	(Appointed 1 April 2023)
Mr A J Davies	(Appointed 1 August 2023)
Mr N Anderson	(Resigned 16 October 2023)

Company Secretary	Dr T P Dunnett	(Appointed 16 October 2023)
	Mr N Anderson	(Resigned 16 October 2023)

Independent Examiner	Alison Henshaw FCCA East Suite, Ground Floor Avalon House St Catherine's Court Sunderland SR5 3XJ

Structure, governance and management

Transform NE is a charity which was registered with the Charity Commission on 11 July 2007, number 1120015. It is also a private company limited by guarantee and not having a share capital, being registered with Companies House on 28 February 2007 under company number 06131576. Originally the charity was registered as Metro Church International both at Companies House and with the Charity Commission but the name was changed to Bethshan Pentecostal Church, then Bethshan (North East). In November 2023 the name was changed to Transform NE.

Trustees

The Directors of the charitable company (the charity) are its Trustees for the purpose of charity law. The Trustees and officers who served during the period and since the year end were:

Daniel Spelman	(Resigned 31 March 2023)
Timothy Dunnett	
Warren Todd	
Stephen Burton	(Resigned 31 March 2023)
Nathan Anderson	(Resigned 16 October 2023)
Bernice Browne	(Appointed 1 April 2023)
Ruth Faulkner	(Appointed 1 April 2023)
Andrew Davies	(Appointed 1 August 2023)

Senior staff members to whom the day-to-day management of the Charity is delegated are:

Timothy Dunnett
Joanne Dunnett
John Finlayson

The charity is governed by Memorandum and Articles of Association incorporated 28 February 2007 as amended by Special Resolution passed 19 March 2007 and Special Resolution passed 15 September 2023.

Organisational Structure

Senior Leadership Team – responsible to initiate and implement new vision and strategy for the charity, programs, and gatherings of Transform NE

Management committee – responsible to implement and operationalise the strategy of Transform NE

Trustees/Directors – responsible to provide financial accountability for the vision and strategy of Transform NE. They are also responsible to ensure that everything the charity does meets all regulatory requirements, laws, etc

Permanent Staff Members

Chief Executive Officer – Tim Dunnett

Chief Advocacy & Impact Officer - Joanne Dunnett

Strategic Executive – John Finlayson (organisation safeguarding lead)

Resource Manager – Shaun Edmondston

Business Manager – Mark Taylor

Directors Recruitment and Appointment

New directors are recruited and appointed by the existing directors as and when the need arises. Not less than three trustees but aiming for minimum five.

Induction and training of Directors

The existing directors shall ensure that new trustees are fully aware of their responsibilities and provide any necessary training.

Risk Management

The Trustees have identified the major risks to which the charity may be subject. Key risks are deemed to be exit or long term absence of key staff and the cashflow position affordability of loan repayments. Systems have been established which are designed to mitigate all major risks. The trustees review their risk management strategy annually or more often if circumstances require.

Objectives and activities

Mission Statement

The betterment and transformation of society, relieving suffering, inequality and systemic poverty through addressing health, educational, financial, spiritual, and relational needs.

Principal Objects

The principal objects of the charity are as follows:

1 to advance the Christian faith in accordance with the Statement in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit

2 to relieve sickness and financial hardship and to promote and preserve good health by the provision of funds, goods or services of any kind including through the provision of counselling and support in such parts of the United Kingdom or the world as the directors from time to time think fit and

3 to advance education in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit

In fulfilment of the principle objects the following activities are undertaken:

1 Community intervention projects to support ongoing mental, emotional, financial, relational and spiritual wellbeing.

2 Public gatherings online & in person throughout the week providing pastoral care and opportunity for prayer.

3 Training of leaders and conferences that transform society for the good.

4 Compassionate grants for those in need.

Achievements and performance

This year has seen a fundamental shift in our operational structure away from being a predominantly pastoral model to a community transformation charity addressing the needs of the disadvantaged in the North East of England. We have successfully changed our operating name to Transform NE reflecting our desire to work towards the elimination of systemic poverty in relation to our region's health, educational, financial, spiritual, and relational needs. We work with the community vision to see the whole of the North East transformed and regenerated with hope.

We have continued to offer gatherings online and in person, in multiple different ways to provide community support and opportunities for personal growth and reflective prayer.

This year we have continued to improve the Top Club, Washington to serve the local community of Sulgrave. Although much delayed with supply difficulties in the pandemic we have finished the first phase of work which includes the refurbishment of a community café. This has been operational since August 2022 and houses a number of weekly projects hosted by volunteers and paid staff addressing local needs. Refurbished offices have brought in local companies who have served the ongoing health & employment needs of the local community. A training rail track has been installed in the yard of the Top Club which hosts multiple apprenticeship railway courses, bringing finance into the club and advancing employment prospects in the city.

The Park Road church building is currently leased to Oasis Community Housing and functions as a resource centre for homelessness in Sunderland with great success. The Longbenton building is leased by Hopespring and serves the disadvantaged young people of our region with an excellent educational facility. There are no plans to change these, and the buildings are actively used well.

Our finances have remained remarkably constant thanks to the faithful support of our stakeholders. We continue to look for a variety of funding options to expand the capital and project funding out of our base of operations.

Financial review

Reserves

During the period under review the accumulated reserves amount to £349,767 (2022: £382,944) which are represented by unrestricted funds of £338,902 (2022: £318,320), designated funds of £nil (2022: £44,418) and restricted funds of £10,865 (2022: £20,206). Unrestricted funds consist of general funds - revaluation of £10,129 (2022: £10,129) due to a revaluation of investment property and other unrestricted funds of £328,773 (2022: £308,191). The target free reserves for the charity is 1 months expenditure, estimated at £30k, actual free reserves are a deficit of £21,299 (2022: deficit of £12,942). The charity is working to make each project individually sustainable to build free reserves.

The property at Longbenton was last valued at £85,000 (March 2020) and the property at Sulgrave is included at a purchase cost of £225,000 with an outstanding joint mortgage of £305,433 (Kingdom Bank). The property at Park Road, Sunderland was last valued at £335,947 (March 2020) with an outstanding mortgage of £89,159 (Lloyds Bank).

Main Funders

All funding is raised from within the community. This comprises regular partner giving weekly or monthly as well as special appeals for projects, which we undertake.

Investment policy

The directors have the power to invest in such assets as they see fit.

The charity sometimes needs to react quickly to particular needs and has a policy of keeping surplus liquid funds in short term deposits which can be accessed readily.

Plans for future periods

This year we intend to complete the transition legally as a charity to Transform NE and update our articles and memorandums of association. We intend to reform our trustee board reflecting our desire for more community impact.

We intend to secure funding for phase 2 of the capital refurbishment of the Top Club which will include a community hall and training facility. We intend to secure project funding for an expanding of services to meet local needs.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 20.12.23 and signed on behalf of the board of trustees by:

Dr T P Dunnett
Trustee

TRANSFORM NE (FORMERLY BETHSHAN (NORTH EAST))

COMPANY LIMITED BY GUARANTEE

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF TRANSFORM NE (FORMERLY BETHSHAN (NORTH EAST))

YEAR ENDED 31 MARCH 2023

I report to the trustees on my examination of the financial statements of Transform NE (Formerly Bethshan (North East)) ('the charity') for the year ended 31 March 2023.

Responsibilities and basis of report

As the trustees of the company (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 accounts of the company 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity'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 Association of Chartered Certified Accountants, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or

2. the financial statements do not accord with those records; or

3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or

4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Alison Henshaw FCCA
Independent Examiner

East Suite, Ground Floor
Avalon House
St Catherine's Court
Sunderland
SR5 3XJ

20/12/23

TRANSFORM NE (FORMERLY BETHSHAN (NORTH EAST))

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 MARCH 2023

		2023				2022
	Note	Unrestricted funds £	Designated funds £	Restricted funds £	**Total funds** £	Total funds £
Income and endowments						
Donations and legacies	5	8,859	–	17,818	26,677	33,928
Charitable activities	6	197,532	–	6,843	204,375	267,051
Other trading activities	7	7,582	–	–	7,582	2,804
Other income	8	23,480	5	–	23,485	47,767
Total income		237,453	5	24,661	262,119	351,550
Expenditure						
Expenditure on charitable activities	9,10	268,853	2,186	24,257	295,296	290,350
Other expenditure	11	–	–	–	–	3,801
Total expenditure		268,853	2,186	24,257	295,296	294,151
Net (expenditure)/income and net movement in funds		(31,400)	(2,181)	404	(33,177)	57,399
Transfer between funds		51,982	(42,237)	(9,745)	–	–
Net movement in funds		20,582	(44,418)	(9,341)	(33,177)	57,399
Reconciliation of funds						
Total funds brought forward		318,320	44,418	20,206	382,944	325,545
Total funds carried forward		338,902	–	10,865	349,767	382,944

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

TRANSFORM NE (FORMERLY BETHSHAN (NORTH EAST))

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION

31 MARCH 2023

	Note	2023 £	£	2022 £
Fixed Assets				
Tangible fixed assets	17		323,718	292,903
Investments	18		420,947	420,947
			744,665	713,850
Current Assets				
Debtors	19	6,674		4,603
Cash at bank and in hand		12,232		88,837
		18,906		93,440
Creditors: amounts falling due within one year	20	44,695		31,629
Net Current Liabilities			(25,789)	61,811
Total Assets Less Current Liabilities			718,876	775,661
Creditors: amounts falling due after more than one year	21		369,109	392,717
Net Assets			349,767	382,944
Funds of the Charity				
Designated funds			–	44,418
Restricted funds			10,865	20,206
Unrestricted funds:				
Revaluation		10,129		10,129
General funds		328,773		308,191
Total unrestricted funds			338,902	318,320
Total charity funds	23		349,767	382,944

For the year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 12 to 24 form part of these financial statements.

STATEMENT OF FINANCIAL POSITION *(continued)*

31 MARCH 2023

These financial statements were approved by the board of trustees and authorised for issue on 20.12.23 and are signed on behalf of the board by:

Dr T P Dunnett
Trustee

TRANSFORM NE (FORMERLY BETHSHAN (NORTH EAST))

COMPANY LIMITED BY GUARANTEE

STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2023

	2023 £	2022 £
Cash Flows from Operating Activities		
Net (expenditure)/income	(33,177)	57,399
Adjustments for:		
Depreciation of tangible fixed assets	8,883	8,607
Loss on disposal of tangible fixed assets	–	3,801
Accrued expenses	504	192
Changes in:		
Trade and other debtors	(2,071)	261
Trade and other creditors	7,283	(4,888)
Cash generated from operations	(18,578)	65,372
Net cash (used in)/from operating activities	(18,578)	65,372
Cash Flows from Investing Activities		
Purchase of tangible assets	(39,698)	(39,830)
Net cash used in investing activities	(39,698)	(39,830)
Cash Flows from Financing Activities		
Proceeds from borrowings	(18,329)	(19,616)
Net cash used in financing activities	(18,329)	(19,616)
Net (Decrease)/Increase in Cash and Cash Equivalents	(76,605)	5,926
Cash and Cash Equivalents at Beginning of Year	88,837	82,911
Cash and Cash Equivalents at End of Year	12,232	88,837

The notes on pages 12 to 24 form part of these financial statements.

1. General Information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Top Club, Manor Road, Washington, Tyne and Wear, NE37 3BD.

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting Policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- 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.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

3. **Accounting Policies** *(continued)*

Operating leases *(continued)*

Lease income is recognised in income or expenditure on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% straight line
Fixtures and fittings	-	25% reducing balance

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

3. Accounting Policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by Guarantee

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

5. Donations and Legacies

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2023 £**
Donations			
Donations	8,859	–	8,859
Grants			
Grants receivable	–	17,818	17,818
	8,859	17,818	26,677

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations			
Donations	4,028	–	4,028
Grants			
Grants receivable	29,900	–	29,900
	33,928	–	33,928

6. Charitable Activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2023 £**
Stakeholder Giving/Gift Aid	169,479	–	–	169,479
Events	680	–	–	680
House of Prayer Northumbria	–	–	5,868	5,868
Appeals	–	–	975	975
Centre	27,373	–	–	27,373
	197,532	–	6,843	204,375

6. Charitable Activities *(continued)*

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2022 £
Stakeholder Giving/Gift Aid	247,624	–	–	247,624
Events	–	–	–	–
House of Prayer Northumbria	–	–	8,705	8,705
Appeals	–	1,888	–	1,888
Centre	8,834	–	–	8,834
	256,458	1,888	8,705	267,051

7. Other Trading Activities

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Other income	7,582	7,582	2,804	2,804

8. Other Income

	Unrestricted Funds £	Designated Funds £	**Total Funds 2023 £**
Rent Income	23,480	–	23,480
Property Income	–	5	5
	23,480	5	23,485

	Unrestricted Funds £	Designated Funds £	Total Funds 2022 £
Rent Income	22,800	–	22,800
Property Income	–	24,967	24,967
	22,800	24,967	47,767

9. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2023 £**
Events and conferences	–	–	7,137	7,137
Centre	159,423	–	–	159,423
House of Prayer Northumbria	–	–	16,341	16,341
School Meals & Hopespring Appeal	–	–	779	779
Top Club Development	–	2,186	–	2,186
Support costs	109,430	–	–	109,430
	268,853	2,186	24,257	295,296

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2022 £
Events and conferences	–	–	–	–
Centre	183,588	–	–	183,588
House of Prayer Northumbria	–	–	735	735
School Meals & Hopespring Appeal	–	1,918	–	1,918
Top Club Development	–	629	–	629
Support costs	103,480	–	–	103,480
	287,068	2,547	735	290,350

10. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly £	Support costs £	**Total funds 2023 £**	Total fund 2022 £
Events and conferences	7,137	1,842	8,979	990
Centre	159,423	87,474	246,897	256,545
House of Prayer Northumbria	16,341	–	16,341	735
School Meals & Hopespring Appeal	779	1	780	1,918
Top Club Development	2,186	–	2,186	629
Governance costs	–	20,113	20,113	29,533
	185,866	109,430	295,296	290,350

11. Other Expenditure

	Unrestricted Funds £	**Total Funds 2023 £**	Unrestricted Funds £	Total Funds 2022 £
Loss on disposal of tangible fixed assets held for charity's own use	–	–	3,801	3,801

12. Taxation

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

13. Net (Expenditure)/Income

Net (expenditure)/income is stated after charging/(crediting):

	2023	2022
	£	£
Depreciation of tangible fixed assets	8,883	8,607
Loss on disposal of tangible fixed assets	–	3,801

14. Independent Examination Fees

	2023	2022
	£	£
Fees payable to the independent examiner for:		
Independent examination of the financial statements	5,604	5,502

15. Staff Costs

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

	2023	2022
	£	£
Wages and salaries	111,689	120,321
Social security costs	4,894	899
Employer contributions to pension plans	5,501	6,016
	122,084	127,236

The average head count of employees during the year was 5 (2022: 6).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation costs in respect of key management personnel for services provided to the charity was £39,157 (2022: £45,479).

16. Trustee Remuneration and Expenses

During the year T Dunnett, a trustee of the charitable company, received a gross salary of £33,999 (2022: £39,249) and employer pension contributions of £1,697 (2022: £2,034) for their services to the charitable company.

The trustee above received renumeration during the year for their services to the charitable company, under their contract of employment. No other trustee received any remuneration for professional or other services supplied by the charity (2022: nil).

The aggregate amount of travelling and subsistence expenses reimbursed to the trustees during the year was £nil (2022: £nil). The number of persons reimbursed was nil (2022: nil).

During the year the charity paid trustee's indemnity insurance of £363 (2022: £360).

17. Tangible Fixed Assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2022	304,028	121,975	426,003
Additions	36,660	3,038	39,698
At 31 March 2023	340,688	125,013	465,701
Depreciation			
At 1 April 2022	19,300	113,800	133,100
Charge for the year	6,523	2,360	8,883
At 31 March 2023	25,823	116,160	141,983
Carrying amount			
At 31 March 2023	314,865	8,853	323,718
At 31 March 2022	284,728	8,175	292,903

18. Investments

	Investment properties £
Valuation	
At 1 April 2022 and 31 March 2023	420,947
Impairment	
At 1 April 2022 and 31 March 2023	
Carrying amount	
At 31 March 2023	420,947
At 31 March 2022	420,947

All investments shown above are held at valuation.

18. Investments *(continued)*

Investment properties

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2023 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

The Longbenton property was acquired in 2000 for £68,500 and the Sunderland property was acquired in 2003 for £131,253.

The charity has pledged its investment property shown above as security over its bank loans and overdrafts.

19. Debtors

	2023	2022
	£	£
Trade debtors	3,405	678
Other debtors	3,269	3,925
	6,674	4,603

20. Creditors: amounts falling due within one year

	2023	2022
	£	£
Bank loans and overdrafts	25,483	20,204
Trade creditors	6,496	–
Accruals and deferred income	5,610	5,106
Social security and other taxes	3,179	2,840
Other creditors	3,927	3,479
	44,695	31,629

Included within creditors due within one year is an amount of £25,483 (2022: £20,204) which is secured by:

- a legal charge from Transform NE over the freehold property at Longbenton Community Church Somervyl Chapel Chesters Avenue Newcastle NE12 8UZ;
- a legal charge from Transform NE over the freehold property at Top Club Manor Road Sulgrave Washington Tyne & Wear NE37 3BD;
- a legal charge from Transform NE over the freehold property at Park Road Methodist Church Park Road Sunderland SR2 8HR.

21. Creditors: amounts falling due after more than one year

	2023	2022
	£	£
Bank loans and overdrafts	369,109	392,717

21. Creditors: amounts falling due after more than one year *(continued)*

Included within creditors: amounts falling due after more than one year is an amount of £267,803 (2022: £326,252) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

Included within creditors falling due in more than one year is an amount of £369,109 (2022: £392,717) which is secured by:

- a legal charge from Transform NE over the freehold property at Longbenton Community Church Somervyl Chapel Chesters Avenue Newcastle NE12 8UZ;
- a legal charge from Transform NE over the freehold property at Top Club Manor Road Sulgrave Washington Tyne & Wear NE37 3BD;
- a legal charge from Transform NE over the freehold property at Park Road Methodist Church Park Road Sunderland SR2 8HR.

22. Pensions and Other Post Retirement Benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £5,501 (2022: £6,016).

23. Analysis of Charitable Funds

Unrestricted funds

	At 1 April 2022	Income	Expenditure	Transfers	**At 31 March 2023**
	£	£	£	£	£
General funds	308,191	237,453	(268,853)	51,982	328,773
General funds - revaluation	10,129	–	–	–	10,129
	318,320	237,453	(268,853)	51,982	338,902

	At 1 April 2021	Income	Expenditure	Transfers	At 31 March 2022
	£	£	£	£	£
General funds	242,673	315,990	(290,869)	40,397	308,191
General funds - revaluation	10,129	–	–	–	10,129
	252,802	315,990	(290,869)	40,397	318,320

23. Analysis of Charitable Funds *(continued)*

General funds - 'free reserves' after allowing for designated funds.

General reserve - revaluation - arising on revaluation of investment property.

Restricted funds

	At 1 April 2022 £	Income £	Expenditure £	Transfers £	**At 31 March 2023 £**
House of Prayer Northumbria	20,206	5,868	(16,340)	–	9,734
Appeals Fund	–	975	(780)	–	195
Funded Events	–	17,818	(7,137)	(9,745)	936
	20,206	24,661	(24,257)	(9,745)	10,865

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
House of Prayer Northumbria	12,825	8,705	(735)	(589)	20,206
Appeals Fund	–	–	–	–	–
Funded Events	–	–	–	–	–
	12,825	8,705	(735)	(589)	20,206

Restricted funds - comprise of gifts made to be used for specific purposes.

House of Prayer Northumbria - funds received towards prayer room hosting live prayer and worship.

Appeals Fund - funds received towards Book Aid for Africa Appeal and the Hopespring Christmas Appeal.

Funded Events - funds received to support communities in Washington in order to offer a 'Warm Space' for those most in need during the autumn and winter months.

Transfers between funds represents reallocation of wages costs between funds.

23. Analysis of Charitable Funds *(continued)*

Designated funds

	At 1 April 2022 £	Income £	Expenditure £	Transfers £	**At 31 March 2023 £**
Designated Fund	44,418	5	(2,186)	(42,237)	–
Appeals Fund	–	–	–	–	–
	44,418	5	(2,186)	(42,237)	–

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Designated Fund	59,918	24,967	(629)	(39,838)	44,418
Appeals Fund	–	1,888	(1,918)	30	–
	59,918	26,855	(2,547)	(39,808)	44,418

Funds were designated to be utilised towards the café project within the Washington Property. This year funds were spent on the renovation and furniture for the café. The transfer represents capital items.

Appeals fund represents funds received towards the school meals and Hopespring appeal in the prior year.

24. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2023 £**
Tangible fixed assets	323,718	–	–	323,718
Investments	420,947	–	–	420,947
Current assets	8,041	–	10,865	18,906
Creditors less than 1 year	(44,695)	–	–	(44,695)
Creditors greater than 1 year	(369,109)	–	–	(369,109)
Net assets	338,902	–	10,865	349,767

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2022 £
Tangible fixed assets	292,903	–	–	292,903
Investments	420,947	–	–	420,947
Current assets	28,816	44,418	20,206	93,440
Creditors less than 1 year	(31,629)	–	–	(31,629)
Creditors greater than 1 year	(392,717)	–	–	(392,717)
Net assets	318,320	44,418	20,206	382,944

25. Analysis of Changes in Net Debt

	At 1 Apr 2022	Cash flows	At 31 Mar 2023
	£	£	£
Cash at bank and in hand	88,837	(76,605)	12,232
Debt due within one year	(20,204)	(5,279)	(25,483)
Debt due after one year	(392,717)	23,608	(369,109)
	(324,084)	(58,276)	(382,360)

26. Operating Lease Commitments

As lessee

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

	2023	2022
	£	£
Not later than 1 year	6,017	6,017
Later than 1 year and not later than 5 years	20,057	24,069
Later than 5 years	–	2,006
	26,074	32,092

As lessor

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

	2023	2022
	£	£
Not later than 1 year	2,700	2,700

Transform NE

England & Wales - Charity number 1120015

Accounts

COMPANY REGISTRATION NUMBER: 06131576
CHARITY REGISTRATION NUMBER: 1120015

BETHSHAN (NORTH EAST)

Company Limited by Guarantee

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2022

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)

YEAR ENDED 31 MARCH 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2022.

Reference and administrative details

Registered charity name	Bethshan (North East)
Charity registration number	1120015
Company registration number	06131576
Principal office and registered office	Top Club Manor Road Washington Tyne and Wear NE37 3BD
The trustees	
	Mr S J Burton Dr T P Dunnett Mr D J Spelman Mr W C Todd Mr N Anderson
Company Secretary	Mr N Anderson
Independent Examiner	Alison Henshaw FCCA Somerford Buildings Norfolk Street Sunderland SR1 1EE

Structure, governance and management

Bethshan Pentecostal Church is a charity which was registered with the Charity Commission on 11 July 2007, number 1120015. It is also a private company limited by guarantee and not having a share capital, being registered with Companies House on 28 February 2007 under company number 06131576. Orginally the charity was registered as Metro Church International both at Companies House and with the Charity Commission but the name was changed to Bethshan Pentecostal Church, then Bethshan (North East).

Trustees

The Directors of the charitable company (the charity) are its Trustees for the purpose of charity law. The Trustees and officers who served during the period and since the year end were:

Daniel Spelman
Timothy Dunnett
Warren Todd
Stephen Burton
Nathan Anderson

Senior staff members to whom the day-to-day management of the Charity is delegated are:

Timothy Dunnett
Joanne Dunnett

The charity is governed by Memorandum and Articles of Association incorporated 28 February 2007 as amended by Special Resolution passed 19 March 2007.

Organisational Structure

- Senior Leaders - responsible for initiating and implementing a new vision and strategy for the charity, programs and gatherings of Bethshan North East

- Apostolic Covering - responsible for providing accountability for the vision and strategy for the leadership of Bethshan North East

- Senior Leadership Team - responsible for governing the congregations, projects and programs in the wider community

- Group of Elders - (currently 8) responsible for developing and providing accountability with the Senior Leaders for the vision and strategy of the congregations

- Trustees/Directors - responsible for providing financial accountability for the vision and strategy of Bethshan North East. They are also responsible for ensuring that everything the charity does meets all regulatory requirements, laws, etc

Permanent Staff Members

- Senior Leaders - Timothy & Joanne Dunnett

- Media Co-ordinator - Shaun Edmondston, responsible for all property, technical, media and IT

- Business Manager - Mark Taylor, responsible for all financial administration

- Administration Assistant - Sarahjane Spelman

- Children's Pastor - Zoe Robertson

Directors Recruitment and Appointment

The Directors are appointed from within the Church as and when the need arises. The Church Council shall appoint from time to time, as required, not less than three trustees.

Induction and training of Directors

The Church Council and existing directors shall ensure that new trustees are fully aware of their responsibilities and provide any necessary training.

Risk Management

The Trustees have identified the major risks to which the charity may be subject. Key risks are deemed to be exit or long term absence of key staff and the cashflow position affordability of loan repayments. Systems have been established which are designed to mitigate all major risks. The trustees review their risk management stategy annually or more often if circumstances require.

Objectives and activities

Mission Statement

The advancement of the Christian faith and transformation of society through the good news of God concerning His Son Jesus Christ through demonstrations of his love in word and action.

We work under the practical mission statement of building our life around the person of Jesus, encountering His heart, being discipled by His words, going on mission as His family and transforming society through His kingdom.

Principal Objects

The principal objects of the charity are as follows:

1. To advance the Christian faith in accordance with the Statement in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit;

2. To relieve sickness and financial hardship and to promote and preserve good health by the provision of funds, goods or services of any kind including through the provision of counselling and support in such parts of the United Kingdom or the world as the directors from time to time think fit; and

3. To advance education in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit.

In fulfilment of the principle objects the following activities are undertaken:

1. Public meetings throughout the week and on a weekend advancing Christian discipleship and providing pastoral care

2. Training of leaders and conferences that transform society for the good

3. Children & youth programmes that support families and engage positive role models

4. Community intervention projects to support ongoing mental, emotional, relational and spiritual wellbeing

5. Prayer room that intercedes for the region and provides a place for personal prayer

6. Compassionate grants for those in need

7. Missionary work overseas

Public Benefit Statement

The Trustees have had regard to the Charity Commission's guidance on their legal duty on public benefit, and are satisfied that the Charity delivers public benefit, and due regard is paid to the guidance on public benefit.

Achievements and performance

This year has again been unprecedented and finished with the formal lifting of all Covid restrictions having had numerous lockdowns.

We have continued to gather online and in person, in multiple different ways, throughout the year using pre-recorded material or live gatherings with our app and website. We have operated under the name Bethshan Northeast and have used this year as a year of transition, taking the time to stop many activities that have been ongoing for decades. We have begun transitioning to operate under the name Transform Northeast and spent the beginning of 2022 reinitiating opportunities for connection and programs that are new and working towards the spiritual and social regeneration of the region.

We work with the community vision to see the whole of the Northeast transformed with hope and regenerated. Our core values remain the same - building our life around Jesus, encountering his heart, being discipled by his words, going on mission as a family and transforming society through his kingdom.

Our Eritrean & Ethiopian congregation has continued to meet whenever possible under the Bethshan banner and will continue to do so.

This year, despite the restrictions, we have continued to improve the Top Club, Washington to serve the local community of Sulgrave. Although much delayed with supply difficulties in the pandemic we have continued the work which includes the refurbishment of a community café which is due to be completed Autumn 2022. We have refurbished some offices and brought local companies in who will serve the ongoing health & employment needs of the local community. We have started some community projects that will directly serve the local mental health, spiritual and emotional needs of Sulgrave.

The Park Road church building is currently leased to Oasis Aquila and functions as a resource centre for homelessness in Sunderland with great success. There are no plans to change this, and the building is actively used for the city well.

The prayer room has been renamed House of Prayer Northumbria and has been expanded successfully offering weekly in person and online opportunities to join live worship & prayer. This has been well received and established as a core pattern of activity in the wider community centred from Longbenton and the Top Club.

Our finances have remained remarkably constant throughout the pandemic, because of the faithful support of our donor base. This has been very encouraging, and we are very thankful. We continue to look for a variety of funding options to expand the capital and project funding out of our base of

operations. We look forward to consolidating what we have learned throughout this difficult period and growing into the future with greater impact in the cities and communities we love of the Northeast region.

Financial review

Reserves

During the period under review the accumulated reserves amount to £382,944 (2021: £325,545) which are represented by unrestricted funds of £318,320 (2021: £252,802), designated funds of £44,418 (2021: £59,918) and restricted funds of £20,206 (2021: £12,825). Unrestricted funds consist of general funds - revaluation of £10,129 (2021: £10,129) due to a revaluation of investment property and other unrestricted funds of £308,191 (2021: £242,673). The target free reserves for the charity is 1 months expenditure, estimated at £30,000, actual free reserves are a deficit of £12,942 (2021: deficit of £30,866). The charity is working to make each project individually sustainable to build free reserves.

The property at Longbenton was last valued at £85,000 (March 2022) and the property at Sulgrave is included at a purchase cost of £225,000 with an outstanding joint mortgage of £310,000 (Kingdom Bank). The property at Park Road, Sunderland was last valued at £335,947 (March 2022) with an outstanding mortgage of £102,921 (Lloyds Bank).

Main Funders

All funding is raised from within the community. This comprises regular partner giving weekly or monthly as well as special appeals for projects, which we undertake.

Investment policy

The directors have the power to invest in such assets as they see fit.

The charity sometimes needs to react quickly to particular needs and has a policy of keeping surplus liquid funds in short term deposits which can be accessed readily.

Plans for future periods

This year we intend to rebrand the charity as Transform Northeast and update our articles and memorandums of association.

We intend to finish the refitting of a community café in Sulgrave and open the facility to house local and region projects and events. The first projects will include a gospel choir, a friendship group, pastoral gatherings and a mother and toddler group for the local area.

We intend to expand the House of Prayer Northumbria to incorporate more hours weekly.

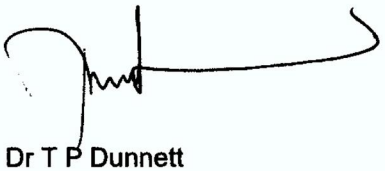
We aim to grow the community across the region, meeting in homes throughout the month and gathering more corporately for celebration and training throughout the year.

We aim to rebrand our app and website to more effectively service the community's needs.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 14.12.22 and signed on behalf of the board of trustees by:



Dr T P Dunnett
Trustee

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BETHSHAN (NORTH EAST) (co

YEAR ENDED 31 MARCH 2022

I report to the trustees on my examination of the financial statements of Bethshan (North East) ('the charity') for the year ended 31 March 2022.

Responsibilities and basis of report

As the trustees of the company (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 accounts of the company 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity'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 Association of Chartered Certified Accountants, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or

2. the financial statements do not accord with those records; or

3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or

4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Alison Henshaw FCCA
Independent Examiner

Somerford Buildings
Norfolk Street
Sunderland
SR1 1EE
15/12/22

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 MARCH 2022

	Note	2022 Unrestricted funds £	Designated funds £	Restricted funds £	Total funds £	2021 Total funds £
Income and endowments						
Donations and legacies	5	33,928	–	–	33,928	26,773
Charitable activities	6	256,458	1,888	8,705	267,051	343,026
Other trading activities	7	2,804	–	–	2,804	–
Investment income	8	–	–	–	–	2
Other income	9	22,800	24,967	–	47,767	71,468
Total income		315,990	26,855	8,705	351,550	441,269
Expenditure						
Expenditure on charitable activities	10,11	287,068	2,547	735	290,350	329,719
Other expenditure	12	3,801	–	–	3,801	–
Total expenditure		290,869	2,547	735	294,151	329,719
Net income and net movement in funds		25,121	24,308	7,970	57,399	111,550
Transfer between funds		40,397	(39,808)	(589)	–	–
Net movement in funds		65,518	(15,500)	7,381	57,399	111,550
Reconciliation of funds						
Total funds brought forward		252,802	59,918	12,825	325,545	213,995
Total funds carried forward		318,320	44,418	20,206	382,944	325,545

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 12 to 25 form part of these financial statements.

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION

31 MARCH 2022

	Note	2022 £	£	2021 £
Fixed Assets				
Tangible fixed assets	18		292,903	265,481
Investments	19		420,947	420,947
			713,850	686,428
Current Assets				
Debtors	20	4,603		4,864
Cash at bank and in hand		88,837		82,911
		93,440		87,775
Creditors: amounts falling due within one year	21	31,629		35,769
Net Current Assets			61,811	52,006
Total Assets Less Current Liabilities			775,661	738,434
Creditors: amounts falling due after more than one year	22		392,717	412,889
Net Assets			382,944	325,545
Funds of the Charity				
Designated funds			44,418	59,918
Restricted funds			20,206	12,825
Unrestricted funds:				
Revaluation		10,129		10,129
General funds		308,191		242,673
Total unrestricted funds		318,320		252,802
Total charity funds	24		382,944	325,545

For the year ending 31 March 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

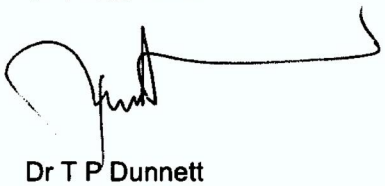
- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 12 to 25 form part of these financial statements.

These financial statements were approved by the board of trustees and authorised for issue on 14.12.22 and are signed on behalf of the board by:



Dr T P Dunnett
Trustee

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2022

	2022 £	2021 £
Cash Flows from Operating Activities		
Net income	57,399	111,550
Adjustments for:		
Depreciation of tangible fixed assets	8,607	9,986
Other interest receivable and similar income	–	(2)
Loss on disposal of tangible fixed assets	3,801	–
Accrued expenses	192	233
Changes in:		
Trade and other debtors	261	10,468
Trade and other creditors	(4,888)	(13,491)
Cash generated from operations	65,372	118,744
Interest received	–	2
Net cash from operating activities	65,372	118,746
Cash Flows from Investing Activities		
Purchase of tangible assets	(39,830)	(29,548)
Proceeds from sale of tangible assets	–	–
Net cash used in investing activities	(39,830)	(29,548)
Cash Flows from Financing Activities		
Proceeds from borrowings	(19,616)	(16,636)
Net cash used in financing activities	(19,616)	(16,636)
Net Increase in Cash and Cash Equivalents	5,926	72,562
Cash and Cash Equivalents at Beginning of Year	82,911	10,349
Cash and Cash Equivalents at End of Year	88,837	82,911

The notes on pages 12 to 25 form part of these financial statements.

1. General Information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Top Club, Manor Road, Washington, Tyne and Wear, NE37 3BD.

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting Policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- 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.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

3. **Accounting Policies** *(continued)*

Operating leases *(continued)*

Lease income is recognised in income or expenditure on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% straight line
Fixtures and fittings	-	25% reducing balance

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

3. Accounting Policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by Guarantee

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

5. Donations and Legacies

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Donations				
Donations	4,028	4,028	1,773	1,773
Grants				
Grants receivable	29,900	29,900	25,000	25,000
	33,928	33,928	26,773	26,773

6. Charitable Activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2022 £**
Tithes and offerings/gift aid	247,624	–	–	247,624
House of Prayer Northumbria	–	–	8,705	8,705
Appeals	–	1,888	–	1,888
Centre	8,834	–	–	8,834
	256,458	1,888	8,705	267,051

6. Charitable Activities *(continued)*

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2021 £
Tithes and offerings/gift aid	291,099	–	–	291,099
House of Prayer Northumbria	–	–	10,734	10,734
CAP	–	–	1,519	1,519
Hopespring	5,122	9,416	–	14,538
Corona Virus Support	–	–	900	900
Centre	24,236	–	–	24,236
	320,457	9,416	13,153	343,026

7. Other Trading Activities

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Other income	2,804	2,804	–	–

8. Investment Income

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	–	–	2	2

9. Other Income

	Unrestricted Funds £	Designated Funds £	**Total Funds 2022 £**
Rent Income	22,800	–	22,800
Property Income	–	24,967	24,967
	22,800	24,967	47,767

	Unrestricted Funds £	Designated Funds £	Total Funds 2021 £
Rent Income	22,800	–	22,800
Property Income	–	48,668	48,668
	22,800	48,668	71,468

10. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2022 £**
Centre	183,588	–	–	183,588
House of Prayer Northumbria	–	–	735	735
School Meals & Hopespring Appeal	–	1,918	–	1,918
Top Club Development	–	629	–	629
Support costs	103,480	–	–	103,480
	287,068	2,547	735	290,350

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2021 £
Events and conferences	1,023	–	–	1,023
Centre	203,278	–	–	203,278
CAP	–	–	5,823	5,823
House of Prayer Northumbria	–	–	135	135
Coronavirus Support	–	–	1,125	1,125
School Meals & Hopespring Appeal	–	10,685	–	10,685
Top Club Development	–	645	–	645
Support costs	107,005	–	–	107,005
	311,306	11,330	7,083	329,719

11. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly £	Support costs £	**Total funds 2022 £**	Total fund 2021 £
Events and conferences	–	990	990	1,063
Centre	183,588	72,957	256,545	266,083
TLG	–	–	–	36
Mother and Baby Home	–	–	–	1,080
CAP	–	–	–	5,823
House of Prayer Northumbria	735	–	735	135
Coronavirus Support	–	–	–	1,125
School Meals & Hopespring Appeal	1,918	–	1,918	10,685
Top Club Development	629	–	629	645
Governance costs	–	29,533	29,533	43,044
	186,870	103,480	290,350	329,719

12. Other Expenditure

	Unrestricted Funds £	**Total Funds 2022 £**	Unrestricted Funds £	Total Funds 2021 £
Loss on disposal of tangible fixed assets held for charity's own use	3,801	3,801	–	–

13. Taxation

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

14. Net Income

Net income is stated after charging/(crediting):

	2022 £	2021 £
Depreciation of tangible fixed assets	8,607	9,986
Loss on disposal of tangible fixed assets	3,801	–

15. Independent Examination Fees

	2022 £	2021 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	5,052	4,913

16. Staff Costs

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

	2022 £	2021 £
Wages and salaries	120,321	135,953
Social security costs	899	11,197
Employer contributions to pension plans	6,016	6,705
	127,236	153,855

The average head count of employees during the year was 6 (2021: 7).

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £45,479 (2021: £47,039).

17. Trustee Remuneration and Expenses

During the year T Dunnett, a trustee of the charitable company, received a gross salary of £39,249 (2021: £40,685) and employer pension contributions of £2,034 (2021: £2,034) for their services to the charitable company.

The trustee above received renumeration during the year for their services to the charitable company, under their contracts of employment. No other trustee received any remuneration for professional or other services supplied by the charity (2021: nil).

The aggregate amount of travelling and subsistence expenses reimbursed to the trustees during the year was £nil (2021: £nil). The number of persons reimbursed was nil (2021: nil).

During the year the charity paid trustee's indemnity insurance of £360 (2021: £359).

18. Tangible Fixed Assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2021	264,198	158,754	422,952
Additions	39,830	–	39,830
Disposals	–	(36,779)	(36,779)
At 31 March 2022	304,028	121,975	426,003
Depreciation			
At 1 April 2021	13,418	144,053	157,471
Charge for the year	5,882	2,725	8,607
Disposals	–	(32,978)	(32,978)
At 31 March 2022	19,300	113,800	133,100
Carrying amount At 31 March 2022	284,728	8,175	292,903
At 31 March 2021	250,780	14,701	265,481

19. Investments

	Investment properties £
Valuation	
At 1 April 2021 and 31 March 2022	420,947
Impairment	
At 1 April 2021 and 31 March 2022	-
Carrying amount At 31 March 2022	420,947
At 31 March 2021	420,947

All investments shown above are held at valuation.

19. Investments *(continued)*

Investment properties

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2022 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

The Longbenton property was acquired in 2000 for £68,500 and the Sunderland property was acquired in 2003 for £131,253.

The charity has pledged its investment property shown above as security over its bank loans and overdrafts.

20. Debtors

	2022	2021
	£	£
Trade debtors	678	–
Other debtors	3,925	4,864
	4,603	4,864

21. Creditors: amounts falling due within one year

	2022	2021
	£	£
Bank loans and overdrafts	20,204	19,648
Accruals and deferred income	5,106	4,914
Social security and other taxes	2,840	6,283
Other creditors	3,479	4,924
	31,629	35,769

Included within creditors due within one year is an amount of £20,204 (2021: £19,648) which is secured by:

- a legal charge from Bethshan (North East) over the freehold property at Longbenton Community Church Somervyl Chapel Chesters Avenue Newcastle NE12 8UZ;

- a legal charge from Bethshan (North East) over the freehold property at Top Club Manor Road Sulgrave Washington Tyne & Wear NE37 3BD;

- a legal charge from Bethshan (North East) over the freehold property at Park Road Methodist Church Park Road Sunderland SR2 8HR.

22. Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank loans and overdrafts	392,717	412,889

22. Creditors: amounts falling due after more than one year *(continued)*

Included within creditors: amounts falling due after more than one year is an amount of £326,252 (2021: £342,986) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

Included within creditors falling due in more than one year is an amount of £392,717 (2021: £412,889) which is secured by:

- a legal charge from Bethshan (North East) over the freehold property at Longbenton Community Church Somervyl Chapel Chesters Avenue Newcastle NE12 8UZ;

- a legal charge from Bethshan (North East) over the freehold property at Top Club Manor Road Sulgrave Washington Tyne & Wear NE37 3BD;

- a legal charge from Bethshan (North East) over the freehold property at Park Road Methodist Church Park Road Sunderland SR2 8HR.

23. Pensions and Other Post Retirement Benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £6,016 (2021: £6,705).

24. Analysis of Charitable Funds

Unrestricted funds

	At 1 April 21	Income	Expenditure	Transfers	**At 31 March 22**
	£	£	£	£	£
General funds	242,673	315,990	(290,869)	40,397	308,191
General funds - revaluation	10,129	–	–	–	10,129
	252,802	315,990	(290,869)	40,397	318,320

	At 1 April 20	Income	Expenditure	Transfers	At 31 March 21
	£	£	£	£	£
General funds	171,542	370,032	(311,306)	12,405	242,673
General funds - revaluation	10,129	–	–	–	10,129
	181,671	370,032	(311,306)	12,405	252,802

24. Analysis of Charitable Funds *(continued)*

General funds - funds available for the charitable company to use for the purposes of the charitable company without restriction.

General funds - revaluation - arising on revaluation of investment property.

Restricted funds

	At 1 April 21 £	Income £	Expenditure £	Transfers £	**At 31 March 22 £**
House of Prayer Northumbria	12,825	8,705	(735)	(589)	20,206
	12,825	8,705	(735)	(589)	20,206

	At 1 April 20 £	Income £	Expenditure £	Transfers £	At 31 March 21 £
CAP Centre	5,494	1,519	(5,823)	(1,190)	–
House of Prayer Nortumbria	1,230	10,734	(134)	995	12,825
Corona Virus Support	225	900	(1,125)	–	–
	6,949	13,153	(7,082)	(195)	12,825

24. Analysis of Charitable Funds *(continued)*

Restricted funds - comprise of gifts made to be used for specific purposes.

CAP Centre - grants were gratefully received in the prior year towards the cost of continuing and expanding the Sunderland Christians Against Poverty (CAP) Centre, due to increasing demand for its free debt counselling service.

House of Prayer Northumbria - funds received towards prayer room hosting live prayer and worship.

Corona Virus Support - funds received in order to support those affected by Corona Virus.

Transfers between funds represent projects coming to an end in the current year and amounts misallocated between funds.

Designated funds

	At 1 April 21	Income	Expenditure	Transfers	At **31 March 22**
	£	£	£	£	£
Designated Fund	59,918	24,967	(629)	(39,838)	44,418
Appeals Fund	–	1,888	(1,918)	30	–
	59,918	26,855	(2,547)	(39,808)	44,418

	At 1 April 20	Income	Expenditure	Transfers	At 31 March 21
	£	£	£	£	£
Designated Fund	25,375	58,084	(11,330)	(12,211)	59,918
	25,375	58,084	(11,330)	(12,211)	59,918

£44,418 has been designated to be utilised towards the planned café project within the Washington Property.

Appeals fund represents funds received towards the School Meals and Hopespring Appeal.

25. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2022 £**
Tangible fixed assets	292,903	–	–	292,903
Investments	420,947	–	–	420,947
Current assets	28,816	44,418	20,206	93,440
Creditors less than 1 year	(31,629)	–	–	(31,629)
Creditors greater than 1 year	(392,717)	–	–	(392,717)
Net assets	318,320	44,418	20,206	382,944

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2021 £
Tangible fixed assets	265,481	–	–	265,481
Investments	420,947	–	–	420,947
Current assets	15,032	59,918	12,825	87,775
Creditors less than 1 year	(35,769)	–	–	(35,769)
Creditors greater than 1 year	(412,889)	–	–	(412,889)
Net assets	252,802	59,918	12,825	325,545

26. Analysis of Changes in Net Debt

	At 1 Apr 2021 £	Cash flows £	**At 31 Mar 2022 £**
Cash at bank and in hand	82,911	5,926	88,837
Debt due within one year	(19,648)	(556)	(20,204)
Debt due after one year	(412,889)	20,172	(392,717)
	(349,626)	25,542	(324,084)

27. Operating Lease Commitments

As lessee

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

	2022 £	2021 £
Not later than 1 year	6,017	9,255
Later than 1 year and not later than 5 years	24,069	24,069
Later than 5 years	2,006	8,023
	32,092	41,347

27. Operating Lease Commitments *(continued)*

As lessor

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

	2022	2021
	£	£
Not later than 1 year	2,700	2,700

Transform NE

England & Wales - Charity number 1120015

Accounts

CHARITY COMMISSION

COMPANY REGISTRATION NUMBER: 06131576
CHARITY REGISTRATION NUMBER: 1120015

BETHSHAN (NORTH EAST)

Company Limited by Guarantee

UNAUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31 MARCH 2021

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (INCORPORATING THE DIRECTOR'S REPORT)

YEAR ENDED 31 MARCH 2021

The trustees, who are also the directors and secretary for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 March 2021.

Reference and administrative details

Registered charity name	Bethshan (North East)
Charity registration number	1120015
Company registration number	06131576
Principal office and registered office	Top Club Manor Road Washington Tyne and Wear NE37 3BD
The trustees	
	Mr S J Burton Dr T P Dunnett Mr D J Spelman Mr W C Todd
Company Secretary	Mr N Anderson
Independent Examiner	Alison Henshaw FCCA Somerford Buildings Norfolk Street Sunderland SR1 1EE
Bankers	Lloyds Bank 54 Fawcett Street Sunderland SR1 1SF

Structure, governance and management

Bethshan (North East) is a charity which was registered with the Charity Commission on 11 July 2007, number 1120015. It is also a private company limited by guarantee with no share capital, registered with Companies House on 28 February 2007 under company number 06131576. Originally the charity was registered as Metro Church International both at Companies House and with the Charity Commission but the name was changed to Bethshan Pentecostal Church, then Bethshan (North East).

Trustees

The Directors of the charitable company (the charity) are its Trustees for the purpose of charity law. The Trustees and officers who served during the period and since the year end were:

Daniel Spelman
Timothy Dunnett
Warren Todd
Stephen Burton
Nathan Anderson

Senior staff members to whom the day-to-day management of the Charity is delegated are:

Timothy Dunnett
Joanne Dunnett

The charity is governed by Memorandum and Articles of Association incorporated 28 February 2007 as amended by Special Resolution passed 19 March 2007 and 24 February 2008.

Organisational Structure

- Senior Leaders - responsible for initiating and implementing new vision and strategy for the charity and congregations

- Apostolic Covering - responsible for providing accountability for the vision and strategy for the leadership of Bethshan

- Senior Leadership Team - responsible for governing the congregations, projects and programs in Bethshan Community

- Group of Elders - (currently 8) responsible for developing and providing accountability with the Senior Leaders for the vision and strategy of the congregations

- Trustees/Directors - responsible for providing financial accountability for the vision and strategy of the church. They are also responsible to ensure that everything the charity does meets all regulatory requirements, laws, etc

Permanent Staff Members

- Senior Leaders - Timothy & Joanne Dunnett

- Media Co-ordinator - Shaun Edmondston, responsible for all property, technical, media and computer issues

- Business Manager – Mark Taylor, responsible for all financial administration

- Administration Assistant – Sarahjane Spelman

- Children's Pastor – Zoe Robertson

Directors Recruitment and Appointment

The Directors are appointed from within the Church as and when the need arises. The Church Council shall appoint from time to time, as required, not less than three trustees.

Induction and training of Directors

The Church Council and existing directors shall ensure that new trustees are fully aware of their responsibilities and provide any necessary training.

Risk Management

The Trustees have identified the major risks to which the charity may be subject. Key risks are deemed to be exit or long-term absence of key staff and the cashflow position affordability of loan repayments. Systems have been established which are designed to mitigate all major risks. The trustees review their risk management strategy annually or more often if circumstances require.

Objectives and activities

Mission Statement

The advancement of the Christian faith and transformation of society through the good news of God concerning His Son Jesus Christ through demonstrations of his love in word and action.

We work under the practical mission statement of building our life around the person of Jesus, encountering His heart, being discipled by His words, going on mission as His family and transforming society through His kingdom.

Principal Objects

The principal objects of the charity are as follows:

1 to advance the Christian faith in accordance with the Statement in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit;

2 to relieve sickness and financial hardship and to promote and preserve good health by the provision of funds, goods or services of any kind including through the provision of counselling and support in such parts of the United Kingdom or the world as the directors from time to time think fit; and

3 to advance education in such ways and in such parts of the United Kingdom or the world as the directors from time to time may think fit.

In fulfilment of the principle objects the following activities are undertaken:

1 Public meetings throughout the week and on a weekend advancing Christian discipleship and providing pastoral care

2 Training of leaders and conferences that transform society for the good

3 Children & youth programmes that support families and engage positive role models

4 Therapeutic schools that impacts the most difficult of disengaged youth

5 Debt management services that work alongside public services

6 Job Club & Life skill courses that works alongside public services

7 Counselling, addiction support groups, underpinning a wellbeing centre

8 Prayer room that intercedes for the region and provides a place for personal prayer

9 Marriage support groups

10 Young adult support groups

11 Food bank and parcels for care leavers

12 Relational cooking courses to improve family life around mealtimes

13 Missionary work overseas

14 A mother and baby home

15 School educational programs

16 Prison chaplaincy

Achievements and performance

This year has been an unprecedented year during the pandemic with multiple lockdowns. We have continued to develop our vision to transform the North East of England by impacting lives and communities. We operate under the name Bethshan North East and have evolved to meet many of the needs of our community online.

Bethshan Church has had to reshape its vision of multiple types of gatherings because of COVID restrictions and as a consequence has developed a more comprehensive website and app to coordinate weekly activities throughout the year. These have included prayers meetings, leadership meetings, pastoral care, worship online gatherings, recorded podcasts & vlogs. Some of the smaller gatherings have continued as restrictions have allowed and we have conducted some outdoor gatherings. Our Eritrean & Ethiopian congregation has continued to meet whenever possible under the Bethshan banner.

We work under the mission statement of building our life around Jesus, encountering his heart, being discipled by his words, going on mission as a family and transforming society through his kingdom.

This year, despite the restrictions, we have continued to improve the Top Club, Washington to serve the local community of Sulgrave. We have commenced the next wave of work which includes the refurbishment of a community café. Work on the roof has been completed and the internal remodelling and repurposing will be completed in 2021. The administration of the regional charity has almost exclusively worked from home this year and internal activities using the building for community activities have had to close with the lockdown COVID restrictions. We hope as lockdown eases next year for these to be able to resume as the guidelines change.

The Park Road church building is currently leased to Oasis Aquila and functions as a resource centre for homelessness in Sunderland with great success. There are no plans to change this, and the building is actively used for the city well.

The CAP program has been reviewed and decided to be wound down this year, as a result of changes to its model and the pandemic itself. It formally closed in August after 10 years serving the people of Sunderland in regard to debt management and debt relief. We are very grateful for the great work over this period of time, sowed into our region. We look forward to new opportunities in its place.

Hopespring has been formally separated this year as a charity planted and includes the two specialist school provisions in Newcastle & Sunderland as well as the Mother & Baby Home in Sunderland. The focus of this new charity is children in care, and it continues to do exceptional work which is highly praised in the city.

Prayer room has continued this year, fully online, and a new pattern established which we believe will grow into the future. There have been no conferences in person this year as a result of the pandemic, but more are planned for next year as the restrictions ease. Our worship director Luke Finch has moved to Glasgow with his family after many years of service for which we are very appreciative. We have employed a children's pastor part time for the first time this year and look forward to developing a program that impacts local children of the North East.

Overall, our finances have remained remarkably constant throughout the pandemic, as a consequence of the faithful support of our donor base. This has been very encouraging, and we are very thankful. We have had the opportunity to raise some great offerings to sow into the local schools and projects supporting children in care. We look forward to consolidating what we have learned throughout this difficult period and growing into the future.

Financial review

Reserves

During the period under review the accumulated reserves amount to £325,545 (2020: £213,995) which are represented by unrestricted funds of £252,802 (2020: £181,671), designated funds of £59,918 (2020: £25,375) and restricted funds of £12,825 (2020: £6,949). Unrestricted funds consist of general funds - revaluation of £10,129 (2020: £10,129) due to a revaluation of investment property and other unrestricted funds of £242,673 (2020: £171,542). The target free reserves for the charity is 1 months expenditure, estimated at £30k, actual free reserves are a deficit of £30,866 (2020: deficit of £65,308). The charity is working to make each project individually sustainable to build free reserves.

The property at Longbenton was last valued at £85,000 (March 2020) and the property at Sulgrave is included at a purchase cost of £225,000 with an outstanding joint mortgage of £315,395 (Kingdom Bank). The property at Park Road, Sunderland was last valued at £335,947 (March 2020) with an outstanding mortgage of £117,145 (Lloyds Bank).

Main Funders

All funding is raised from within the church. This comprises normal weekly/monthly offerings together with special appeals for projects, which we undertake.

Investment policy

The directors have the power to invest in such assets as they see fit.

The charity sometimes needs to react quickly to particular needs and has a policy of keeping surplus liquid funds in short term deposits which can be accessed readily.

Plans for future periods

This year we intend to finish the refitting of a community café in Sulgrave and open a Mother and Toddler Home for the local area. We intend to expand our family programmes accordingly from this facility and build regional night prayer.

We aim to grow the community across the region as restrictions change with the pandemic, incorporating online connection into a regular pattern of community alongside in person gatherings.

We plan to support our new sister charity Hopespring as it continues to grow.

Prayer will continue to be expanded, as possible within the guidelines as they change.

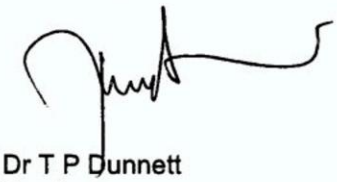
We will continue to look to expand our children ('Fireschool') and youth programmes and are anticipating investing financially more in these areas, as well as expanding our successful 'Kid's Club' school holiday provision.

We have a number of conferences planned this year (COVID dependent) that we intend to be fully self-financing.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 25.11.21 and signed on behalf of the board of trustees by:



Dr T P Dunnett
Trustee

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF BETHSHAN (NORTH EAST)

YEAR ENDED 31 MARCH 2021

I report to the trustees on my examination of the financial statements of Bethshan (North East) ('the charity') for the year ended 31 March 2021.

Responsibilities and basis of report

As the trustees of the company (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 accounts of the company 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 charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the charity'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 Association of Chartered Certified Accountants, which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or

2. the financial statements do not accord with those records; or

3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination; or

4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Alison Henshaw FCCA
Independent Examiner

Somerford Buildings
Norfolk Street
Sunderland
SR1 1EE

Date: 29 - 11 - 21

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)

YEAR ENDED 31 MARCH 2021

		2021				2020
	Note	Unrestricted funds £	Designated funds £	Restricted funds £	**Total funds** £	Total funds £
Income and endowments						
Donations and legacies	**5**	26,773	–	–	26,773	28,000
Charitable activities	**6**	320,457	9,416	13,153	343,026	527,354
Investment income	**7**	2	–	–	2	–
Other income	**8**	22,800	48,668	–	71,468	25,475
Total income		370,032	58,084	13,153	441,269	580,829
Expenditure						
Expenditure on charitable activities	**9,10**	311,306	11,330	7,083	329,719	576,106
Total expenditure		311,306	11,330	7,083	329,719	576,106
Net gains on investments	**12**	–	–	–	–	10,129
Net income		58,726	46,754	6,070	111,550	14,852
Transfer between funds		12,405	(12,211)	(194)	–	–
Transfer to Hopespring Charity Number 1183771		–	–	–	–	(17,123)
Net movement in funds		71,131	34,543	5,876	111,550	(2,271)
Reconciliation of funds						
Total funds brought forward		181,671	25,375	6,949	213,995	216,266
Total funds carried forward		252,802	59,918	12,825	325,545	213,995

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 13 to 27 form part of these financial statements.

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION

31 MARCH 2021

	Note	2021 £	£	2020 £
Fixed Assets				
Tangible fixed assets	17		265,481	245,919
Investments	18		420,947	420,947
			686,428	666,866
Current Assets				
Debtors	19	4,864		15,332
Cash at bank and in hand		82,911		10,349
		87,775		25,681
Creditors: amounts falling due within one year	20	35,769		48,536
Net Current Assets			52,006	(22,855)
Total Assets Less Current Liabilities			738,434	644,011
Creditors: amounts falling due after more than one year	21		412,889	430,016
Net Assets			325,545	213,995
Funds of the Charity				
Designated funds			59,918	25,375
Restricted funds			12,825	6,949
Unrestricted funds:				
Revaluation		10,129		10,129
General funds		242,673		171,542
Total unrestricted funds		252,802		181,671
Total charity funds	24		325,545	213,995

For the year ending 31 March 2021 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

The statement of financial position
continues on the following page.

The notes on pages 13 to 27 form part of these financial statements.

These financial statements were approved by the board of trustees and authorised for issue on 25.11.21, and are signed on behalf of the board by:



Dr T P Dunnett
Trustee

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

STATEMENT OF CASH FLOWS

YEAR ENDED 31 MARCH 2021

	2021 £	2020 £
Cash Flows from Operating Activities		
Net income	111,550	14,852
Adjustments for:		
Depreciation of tangible fixed assets	9,986	11,009
Net gains on investments	–	(10,129)
Other interest receivable and similar income	(2)	–
Accrued expenses/(income)	233	(2,680)
Changes in:		
Trade and other debtors	10,468	(2,474)
Trade and other creditors	(13,491)	13,544
Deferred income	–	(7,075)
Cash generated from operations	118,744	17,047
Interest received	2	–
Net cash from operating activities	118,746	17,047
Cash Flows from Investing Activities		
Purchase of tangible assets	(29,548)	(20,227)
Net cash used in investing activities	(29,548)	(20,227)
Cash Flows from Financing Activities		
Proceeds from borrowings	(16,636)	(17,940)
Net cash used in financing activities	(16,636)	(17,940)
Net Increase/(Decrease) in Cash and Cash Equivalents	72,562	(21,120)
Transfer to Hopespring Charity Number 1183771		(17,123)
Cash and Cash Equivalents at Beginning of Year	10,349	48,592
Cash and Cash Equivalents at End of Year	82,911	10,349

The notes on pages 13 to 27 form part of these financial statements.

1. General Information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Top Club, Manor Road, Washington, Tyne and Wear, NE37 3BD.

2. Statement of Compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting Policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

3. **Accounting Policies** *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- 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.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Operating leases

Lease payments are recognised as an expense over the lease term on a straight-line basis. The aggregate benefit of lease incentives is recognised as a reduction to expense over the lease term, on a straight-line basis.

3. **Accounting Policies** *(continued)*

Operating leases *(continued)*

Lease income is recognised in income or expenditure on a straight line basis over the lease term. The aggregate cost of lease incentives are recognised as a reduction to income over the lease term on a straight-line basis. Costs, including depreciation, incurred in earning the lease income are recognised as an expense. Any initial direct costs incurred in negotiating and arranging the operating lease are added to the carrying amount of the lease and recognised as an expense over the lease term on the same basis as the lease income.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	-	2% straight line
Fixtures and fittings	-	25% reducing balance

Investment property

Investment property is initially recorded at cost, which includes purchase price and any directly attributable expenditure. Investment property is revalued to its fair value at each reporting date and any changes in fair value are recognised in profit or loss.

Financial instruments

Financial instruments are classified and accounted for, according to the substance of the contractual arrangement, as either financial assets, financial liabilities or equity instruments. An equity instrument is any contract that evidences a residual interest in the assets of the company after deducting all of its liabilities.

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

3. Accounting Policies *(continued)*

Defined contribution plans *(continued)*

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by Guarantee

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

5. Donations and Legacies

	Unrestricted Funds £	Restricted Funds £	**Total Funds 2021 £**
Donations			
Donations	1,773	–	1,773
Grants			
Grants receivable	25,000	–	25,000
	26,773	–	26,773

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Donations			
Donations	10,000	–	10,000
Grants			
Grants receivable	–	18,000	18,000
	10,000	18,000	28,000

6. Charitable Activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2021 £**
Tithes and offerings/gift aid	291,099	–	–	291,099
Events	–	–	–	–
House of Prayer Europe	–	–	10,734	10,734
Mother and Baby Home	–	–	–	–
CAP	–	–	1,519	1,519
Hopespring	5,122	9,416	–	14,538
TLG	–	–	–	–
Corona Virus Support	–	–	900	900
Centre	24,236	–	–	24,236
	320,457	9,416	13,153	343,026

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2020 £
Tithes and offerings/gift aid	300,170	–	–	300,170
Events	10,194	–	–	10,194
House of Prayer Europe	–	–	1,487	1,487
Mother and Baby Home	–	–	62,738	62,738
CAP	–	–	3,836	3,836
Hopespring	–	–	39,459	39,459
TLG	–	–	65,118	65,118
Corona Virus Support	–	–	225	225
Centre	44,127	–	–	44,127
	354,491	–	172,863	527,354

7. Investment Income

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Bank interest receivable	2	2	–	–

8. Other Income

	Unrestricted Funds £	Designated Funds £	**Total Funds 2021 £**
Rent Income	22,800	–	22,800
Property Income	–	48,668	48,668
	22,800	48,668	71,468

8. Other Income *(continued)*

	Unrestricted Funds £	Designated Funds £	Total Funds 2020 £
Rent Income	20,100	–	20,100
Property Income	–	5,375	5,375
	20,100	5,375	25,475

9. Expenditure on Charitable Activities by Fund Type

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2021 £**
Events and conferences	1,023	–	–	1,023
Centre	203,278	–	–	203,278
TLG	–	–	–	–
Mother and Baby Home	–	–	–	–
CAP	–	–	5,823	5,823
House of Prayer Europe	–	–	135	135
Hopespring	–	–	–	–
Let's Eat	–	–	–	–
Coronavirus Support	–	–	1,125	1,125
School Meals & Hopespring Appeal	–	10,685	–	10,685
Top Club Development	–	645	–	645
Support costs	107,005	–	–	107,005
	311,306	11,330	7,083	329,719

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2020 £
Events and conferences	16,737	–	–	16,737
Centre	206,131	–	–	206,131
TLG	–	–	75,787	75,787
Mother and Baby Home	–	–	11,976	11,976
CAP	–	–	20,222	20,222
House of Prayer Europe	–	–	257	257
Hopespring	–	–	8,037	8,037
Let's Eat	–	–	300	300
Coronavirus Support	–	–	–	–
School Meals & Hopespring Appeal	–	–	–	–
Top Club Development	–	–	–	–
Support costs	139,719	–	96,940	236,659
	362,587	–	213,519	576,106

10. Expenditure on Charitable Activities by Activity Type

	Activities undertaken directly £	Support costs £	**Total funds 2021 £**	Total fund 2020 £
Events and conferences	1,023	40	1,063	16,737
Centre	203,278	62,805	266,083	296,926
TLG	–	36	36	109,261
Mother and Baby Home	–	1,080	1,080	37,303
CAP	5,823	–	5,823	20,222
House of Prayer Europe	135	–	135	257
Hopespring	–	–	–	46,175
Let's Eat	–	–	–	300
Coronavirus Support	1,125	–	1,125	–
School Meals & Hopespring Appeal	10,685	–	10,685	–
Top Club Development	645	–	645	–
Governance costs	–	43,044	43,044	48,925
	222,714	107,005	329,719	576,106

11. Taxation

The charity is exempt from tax on income and gains falling within Section 505 of the Taxes Act 1988 or Section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

12. Net Gains on Investments

	Unrestricted Funds £	**Total Funds 2021 £**	Unrestricted Funds £	Total Funds 2020 £
Gains/(losses) on investment property	–	–	10,129	10,129

13. Net Income

Net income is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	9,986	11,009

14. Independent Examination Fees

	2021 £	2020 £
Fees payable to the independent examiner for:		
Independent examination of the financial statements	4,913	3,900

15. Staff Costs

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

	2021	2020
	£	£
Wages and salaries	135,953	231,834
Social security costs	11,197	15,501
Employer contributions to pension plans	6,705	12,343
	153,855	259,678

The average head count of employees during the year was 7 (2020: 11).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

Key Management Personnel

Key management personnel include all persons that have authority and responsibility for planning, directing and controlling the activities of the charity. The total compensation paid to key management personnel for services provided to the charity was £47,039 (2020: £46,945).

16. Trustee Remuneration and Expenses

During the year T Dunnett, a trustee of the charitable company, received a gross salary of £40,685 (2020: £40,685) and employer pension contributions of £2,034 (2020: £2,034) for their services to the charitable company.

The trustee above received renumeration during the year for their services to the charitable company, under their contracts of employment. No other trustee received any remuneration for professional or other services supplied by the charity (2020: nil).

The aggregate amount of travelling and subsistence expenses reimbursed to the trustees during the year was £nil (2020: £2,218). The number of persons reimbursed was nil (2020: 2).

During the year the charity paid trustee's indemnity insurance of £359 (2020: £359).

17. Tangible Fixed Assets

	Freehold property £	Fixtures and fittings £	**Total £**
Cost			
At 1 April 2020	238,670	154,734	393,404
Additions	25,528	4,020	29,548
At 31 March 2021	264,198	158,754	422,952
Depreciation			
At 1 April 2020	8,333	139,152	147,485
Charge for the year	5,085	4,901	9,986
At 31 March 2021	13,418	144,053	157,471
Carrying amount			
At 31 March 2021	250,780	14,701	265,481
At 31 March 2020	230,337	15,582	245,919

18. Investments

	Investment properties £
Valuation	
At 1 April 2020 and 31 March 2021	420,947
Impairment	
At 1 April 2020 and 31 March 2021	
Carrying amount	
At 31 March 2021	420,947
At 31 March 2020	420,947

All investments shown above are held at valuation.

Investment properties

The fair value of the investment property has been arrived at on the basis of a valuation carried out at 31 March 2021 by the trustees. The valuation was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

The Longbenton property was acquired in 2000 for £68,500 and the Sunderland property was acquired in 2003 for £131,253.

The charity has pledged its investment property shown above as security over its bank loans and overdrafts.

19. Debtors

	2021	2020
	£	£
Trade debtors	–	1,000
Other debtors	4,864	14,332
	4,864	15,332

20. Creditors: amounts falling due within one year

	2021	2020
	£	£
Bank loans and overdrafts	19,648	19,157
Trade creditors	–	301
Accruals and deferred income	4,914	4,681
Social security and other taxes	6,283	3,248
Other creditors	4,924	21,149
	35,769	48,536

Included within creditors due within one year is an amount of £19,648 (2020: £19,157) which is secured by:

- a legal charge from Bethshan (North East) over the freehold property at Longbenton Community Church, Somervyl Chapel, Chesters Avenue, Newcastle NE12 8UB;

- a legal charge from Bethshan (North East) over the freehold property at Top Club, Manor Road, Sulgrave, Washington Tyne & Wear NE37 3BD;

- a legal charge from Bethshan (North East) over the freehold property at Park Road Methodist Church, Park Road, Sunderland SR2 8HR.

21. Creditors: amounts falling due after more than one year

	2021	2020
	£	£
Bank loans and overdrafts	412,889	430,016

Included within creditors: amounts falling due after more than one year is an amount of £342,986 (2020: £356,585) in respect of liabilities payable or repayable by instalments which fall due for payment after more than five years from the reporting date.

Included within creditors falling due in more than one year is an amount of £412,889 (2020: £430,016) which is secured by:

- a legal charge from Bethshan (North East) over the freehold property at Longbenton Community Church, Somervyl Chapel, Chesters Avenue, Newcastle NE12 8UB;

- a legal charge from Bethshan (North East) over the freehold property at Top Club, Manor Road, Sulgrave, Washington, Tyne & Wear NE37 3BD;

21. Creditors: amounts falling due after more than one year *(continued)*

- a legal charge from Bethshan (North East) over the freehold property at Park Road Methodist Church, Park Road, Sunderland, SR2 8HR.

22. Deferred Income

	2021	2020
	£	£
At 1 April 2020	–	7,075
Amount released to income	–	(7,075)
At 31 March 2021	–	–

23. Pensions and Other Post Retirement Benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £6,705 (2020: £12,343).

24. Analysis of Charitable Funds

Unrestricted funds

	At 1 Apr 2020	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2021
	£	£	£	£	£	£
General funds	171,542	370,032	(311,306)	12,405	–	242,673
General funds - revaluation	10,129	–	–	–	–	10,129
	181,671	370,032	(311,306)	12,405	–	252,802

	At 1 Apr 2019	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2020
	£	£	£	£	£	£
General funds	72,776	384,591	(362,587)	76,762	–	171,542
General funds - revaluation	–	–	–	–	10,129	10,129
	72,776	384,591	(362,587)	76,762	10,129	181,671

General funds - 'free reserves' after allowing for designated funds.

General reserve - revaluation - arising on revaluation of investment property.

24. Analysis of Charitable Funds *(continued)*

Restricted funds

	At 1 Apr 2020 £	Income £	Expenditure £	Transfers £	Gains and losses £	**At 31 Mar 2021 £**
CAP Centre	5,494	1,519	(5,823)	(1,190)	–	–
House of Prayer Europe	1,230	10,734	(135)	996	–	12,825
Corona Virus Support	225	900	(1,125)	–	–	–
	6,949	13,153	(7,083)	(194)	–	12,825

	At 1 Apr 2019 £	Income £	Expenditure £	Transfers £	Gains and losses £	At 31 Mar 2020 £
TLG	100,908	65,118	(109,262)	(56,764)	–	–
Let's Eat	300	–	(300)	–	–	–
1989 Willan Charitable Trust	–	5,000	(5,000)	–	–	–
Mother and Baby Home	19,992	62,738	(37,304)	(45,426)	–	–
Joicey Trust	2,290	–	(2,290)	–	–	–
Hopespring	–	39,459	(46,175)	6,716	–	–
CAP Centre	–	16,836	(12,931)	1,589	–	5,494
House of Prayer Europe	–	1,487	(257)	–	–	1,230
Corona Virus Support	–	225	–	–	–	225
	123,490	190,863	(213,519)	(93,885)	–	6,949

24. Analysis of Charitable Funds *(continued)*

Restricted funds - comprise of gifts made to be used for specific purposes.

TLG (The Lighthouse Group) - funds were received in the prior year in order to convert the church's building at Longbenton, and to run a project to enable excluded children to continue to receive education.

Let's Eat - funds from Sunderland City Council were received in the prior year to support our Let's Eat project which helps to provide healthy eating resources and education to young families in the city in the prior year.

CAP Centre, Joseph Brough Charitable Trust Fund, 1989 Willan Charitable Trust and Joicey Trust - grants were gratefully received from the 1989 Willan Charitable Trust and the Joseph Brough Charitable Trust towards the cost of continuing and expanding the Sunderland Christians Against Poverty (CAP) Centre, due to increasing demand for its free debt counselling service.

Mother and Baby Home - funds received in the prior year to run a project to provide 24/7 supported living to enable young mothers in bonding with their child and break the cycle of care.

Hopespring - funds received in the prior year to support vulnerable young people in the region.

House of Prayer Europe - funds received towards prayer room hosting live prayer and worship.

Corona Virus Support - funds received in order to support those effected by Corona Virus.

Transfers between funds represent projects coming to an end in the current year and amounts misallocated between funds.

Designated funds

	At 1 Apr 2020	Income	Expenditure	Transfers	Gains and losses	**At 31 Mar 2021**
	£	£	£	£	£	£
Designated Fund	25,375	58,084	(11,330)	(12,211)	–	59,918

	At 1 Apr 2019	Income	Expenditure	Transfers	Gains and losses	At 31 Mar 2020
	£	£	£	£	£	£
Designated Fund	20,000	5,375	–	–	–	25,375

£59,918 has been designated to be utilised towards the planned café project within the Washington Property.

25. Analysis of Net Assets Between Funds

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	**Total Funds 2021 £**
Tangible fixed assets	265,481	–	–	265,481
Investments	420,947	–	–	420,947
Current assets	15,032	59,918	12,825	87,775
Creditors less than 1 year	(35,769)	–	–	(35,769)
Creditors greater than 1 year	(412,889)	–	–	(412,889)
Net assets	252,802	59,918	12,825	325,545

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total Funds 2020 £
Tangible fixed assets	245,919	–	–	245,919
Investments	420,947	–	–	420,947
Current assets	(6,643)	25,375	6,949	25,681
Creditors less than 1 year	(48,536)	–	–	(48,536)
Creditors greater than 1 year	(430,016)	–	–	(430,016)
Net assets	181,671	25,375	6,949	213,995

26. Analysis of Changes in Net Debt

	At 1 Apr 2020 £	Cash flows £	**At 31 Mar 2021 £**
Cash at bank and in hand	10,349	72,562	82,911
Debt due within one year	(19,157)	(491)	(19,648)
Debt due after one year	(430,016)	17,127	(412,889)
	(438,824)	89,198	(349,626)

27. Operating Lease Commitments

As lessee

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

	2021 £	2020 £
Not later than 1 year	9,255	7,695
Later than 1 year and not later than 5 years	24,069	27,307
	2,006	8,023
	35,330	43,025

27. Operating Lease Commitments *(continued)*

As lessor

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

	2021	2020
	£	£
Not later than 1 year	2,700	16,600

28. Related Parties

In the prior year the charity worked in partnership with TLG "the education charity", in running the TLG Education Centre in Longbenton. TLG received 100% of the Education Income and after taking a 30% fee for training, education and legal services, invoiced 70% to the charity to cover the running costs of the School. Income for the year from TLG was £nil (2020: £65,118). There were no outstanding balances owed to TLG at the year end (2020: £nil). The TLG School was transferred to Hopespring Charity, and Bethshan North East's formal partnership with the TLG National Charity ended on 31/12/2019.