

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
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Independent Examiner	Alison Henshaw FCCA Somerford Buildings Norfolk Street Sunderland SR1 1EE
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BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

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

YEAR ENDED 31 MARCH 2022

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. 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.

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

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

YEAR ENDED 31 MARCH 2022

- 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 disciplined 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

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

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

YEAR ENDED 31 MARCH 2022

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 disciplined 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

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

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

YEAR ENDED 31 MARCH 2022

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.

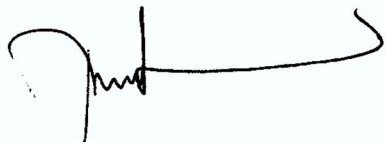
BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

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

YEAR ENDED 31 MARCH 2022

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

A handwritten signature in black ink, appearing to be 'Dr T P Dunnett', written over a horizontal line.

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**

		2022			2021	
	Note	Unrestricted funds £	Designated funds £	Restricted funds £	Total funds £	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		<u>315,990</u>	<u>26,855</u>	<u>8,705</u>	<u>351,550</u>	<u>441,269</u>
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		<u>290,869</u>	<u>2,547</u>	<u>735</u>	<u>294,151</u>	<u>329,719</u>
Net income and net movement in funds						
		<u>25,121</u>	<u>24,308</u>	<u>7,970</u>	<u>57,399</u>	<u>111,550</u>
Transfer between funds		40,397	(39,808)	(589)	—	—
Net movement in funds		<u>65,518</u>	<u>(15,500)</u>	<u>7,381</u>	<u>57,399</u>	<u>111,550</u>
Reconciliation of funds						
Total funds brought forward		252,802	59,918	12,825	325,545	213,995
Total funds carried forward		<u>318,320</u>	<u>44,418</u>	<u>20,206</u>	<u>382,944</u>	<u>325,545</u>

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
			<u>713,850</u>	<u>686,428</u>
Current Assets				
Debtors	20	4,603		4,864
Cash at bank and in hand		88,837		82,911
		<u>93,440</u>		<u>87,775</u>
Creditors: amounts falling due within one year	21	<u>31,629</u>		<u>35,769</u>
Net Current Assets			<u>61,811</u>	<u>52,006</u>
Total Assets Less Current Liabilities			<u>775,661</u>	<u>738,434</u>
Creditors: amounts falling due after more than one year	22		392,717	412,889
Net Assets			<u>382,944</u>	<u>325,545</u>
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		<u>308,191</u>		<u>242,673</u>
Total unrestricted funds		<u>318,320</u>		<u>252,802</u>
Total charity funds	24		<u>382,944</u>	<u>325,545</u>

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.

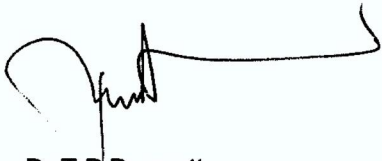
BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

STATEMENT OF FINANCIAL POSITION *(continued)*

31 MARCH 2022

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

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

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
<i>Adjustments for:</i>		
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
<i>Changes in:</i>		
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	<u>65,372</u>	<u>118,746</u>
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	<u>(39,830)</u>	<u>(29,548)</u>
Cash Flows from Financing Activities		
Proceeds from borrowings	(19,616)	(16,636)
Net cash used in financing activities	<u>(19,616)</u>	<u>(16,636)</u>
Net Increase in Cash and Cash Equivalents	5,926	72,562
Cash and Cash Equivalents at Beginning of Year	<u>82,911</u>	<u>10,349</u>
Cash and Cash Equivalents at End of Year	<u>88,837</u>	<u>82,911</u>

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

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 MARCH 2022

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.

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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.

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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.

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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
	<u>33,928</u>	<u>33,928</u>	<u>26,773</u>	<u>26,773</u>

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
	<u>256,458</u>	<u>1,888</u>	<u>8,705</u>	<u>267,051</u>

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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 Centre	–	–	900	900
	<u>24,236</u>	<u>–</u>	<u>–</u>	<u>24,236</u>
	<u>320,457</u>	<u>9,416</u>	<u>13,153</u>	<u>343,026</u>

7. Other Trading Activities

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Other income	<u>2,804</u>	<u>2,804</u>	<u>–</u>	<u>–</u>

8. Investment Income

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Bank interest receivable	<u>–</u>	<u>–</u>	<u>2</u>	<u>2</u>

9. Other Income

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

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

BETHSHAN (NORTH EAST)**COMPANY LIMITED BY GUARANTEE****NOTES TO THE FINANCIAL STATEMENTS** *(continued)***YEAR ENDED 31 MARCH 2022****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
	<u>287,068</u>	<u>2,547</u>	<u>735</u>	<u>290,350</u>

	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
	<u>311,306</u>	<u>11,330</u>	<u>7,083</u>	<u>329,719</u>

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
	<u>186,870</u>	<u>103,480</u>	<u>290,350</u>	<u>329,719</u>

BETHSHAN (NORTH EAST)

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NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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).

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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 remuneration 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.

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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
	<u>4,603</u>	<u>4,864</u>

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
	<u>31,629</u>	<u>35,769</u>

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	<u>392,717</u>	<u>412,889</u>

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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
	<u>252,802</u>	<u>315,990</u>	<u>(290,869)</u>	<u>40,397</u>	<u>318,320</u>

	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
	<u>181,671</u>	<u>370,032</u>	<u>(311,306)</u>	<u>12,405</u>	<u>252,802</u>

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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
	<u>12,825</u>	<u>8,705</u>	<u>(735)</u>	<u>(589)</u>	<u>20,206</u>

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

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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	—
	<u>59,918</u>	<u>26,855</u>	<u>(2,547)</u>	<u>(39,808)</u>	<u>44,418</u>

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

£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.

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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)
	<u>(349,626)</u>	<u>25,542</u>	<u>(324,084)</u>

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
	<u>32,092</u>	<u>41,347</u>

BETHSHAN (NORTH EAST)

COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS *(continued)*

YEAR ENDED 31 MARCH 2022

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	<u>2,700</u>	<u>2,700</u>