

REGISTERED COMPANY NUMBER: 06287732 (England and Wales)
REGISTERED CHARITY NUMBER: 1120696

Report of the Trustees and
Financial Statements for the Year Ended 31 March 2022
for
Hope Church (Newtown)

Morgan Griffiths LLP
Chartered Accountants
Statutory Auditor
Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

Hope Church (Newtown)
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for the Year Ended 31 March 2022

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Hope Church (Newtown)

**Reference and Administrative Details
for the Year Ended 31 March 2022**

TRUSTEES	Rev A L Hewitt Minister Rev D H Curgenvén Minister Rev S R Curgenvén Minister Mr L Allen Teacher M R Allport Dispatch Manager D M Allport Sales Consultant
COMPANY SECRETARY	Mrs A Morgan
REGISTERED OFFICE	Dolfor Road Newtown Powys SY16 1JD
REGISTERED COMPANY NUMBER	06287732 (England and Wales)
REGISTERED CHARITY NUMBER	1120696
AUDITORS	Morgan Griffiths LLP Chartered Accountants Statutory Auditor Cross Chambers 9 High Street Newtown Powys SY16 2NY
BANKERS	Barclays Bank plc 3 Cross Buildings Newtown POWYS SY16 2AJ

**Report of the Trustees
for the Year Ended 31 March 2022**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2022. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the charity as stated in the trust deed are as follows:

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

The charity's aims, including the changes or differences it seeks to make, are governed by the Mission Statement and the Core Values, which are stated on the Church web site: www.hopenewtown.org

The Church is seriously committed to working outside of its buildings and impacts the lives of hundreds of people each week through its variety of strategic programmes.

When planning the activities for the year, the Church Leadership Team has considered the Charity Commission's guidance on public benefit and, in particular the specific guidance on charities for the advancement of religion. (Section 4 Charities Act 2006).

**Report of the Trustees
for the Year Ended 31 March 2022**

ACHIEVEMENT AND PERFORMANCE

Post Covid 19 the Church has been able to get back into a new-normal and has gained momentum. Key events during the past twelve months include the following:

Our primary focus of meeting as a community of people to worship and learn, has re-engaged post-covid with returning to in-person Sunday services as before. The Trustees made some decisions to improve and develop the style and feel of these services, and how attractive they appear to guests and first-time attendees. We are seeing new people join our congregation on a regular basis, whether moving into the area, or local people coming for the first time. This is thrilling and we are excited about the new momentum that is gaining pace.

This year the directors launched a new Charity, called 'Hub of Hope Foundation' with the primary focus of providing help and resource to people both in need in our community and further afield. Its vision is to 'Bring transformation by reviving hearts, restoring hope and renewing lives.' This 'Hub' will enable greater fundraising potential and Partnership opportunities both locally and nationally.

The Hub of Hope Foundation was incorporated on 21st Dec 2021 and we are awaiting our charity status and number, which is in process. The charity has a separate board of Trustees with experience and expertise in the areas we are engaging with. We appointed an Executive Director who will be overseeing the day-to-day running of the Foundation. The Director and a team of 'Champions' will focus on Education, Families and the Community.

The Church continued to celebrate the big annual events of Christmas, Easter, Father's Day and Mother's Day. With participation from the Children, Adult Choirs, dancers, musicians, speakers, host teams, caterers, car-park volunteers and many others whose work behind the scenes makes such events happen.

'Community Christmas', now in its 32nd Year was again able to meet the needs of lonely and under-resourced people in our community, when over 94 hot meals were delivered by the Church to people who had requested help through Social Services, Affinity Home Care, Ponthafren, Pobl Food Surplus, Salvation Army and Compass Care. We were grateful for the support given to us by the local business community, especially Woodroffe Jewellers, Maesmawr Hall, and a grant by Newtown & Llanllwchaïam Town Council. We are grateful again to Newtown's Sandwich and Salad Bar, who donated all the Turkey, and helped by coming in and cook the meals with us. This wonderful service to vulnerable people was only made possible by the giving of Hope Church members of time and finance to make this happen.

Once again, Hope was able to provide 49 hampers as part of 'Turkey Fest' which freely resourced 170 people with the raw ingredients needed to make Christmas Dinner in their own homes. Liaising once more with Social Services, Health Visitors, POBL and the Montgomeryshire Family Crisis Centre, ensured that these were provided to those most at need, and the hampers were sourced and delivered personally by members of the Church.

We continued 'Project Backpack', now in its tenth year, and Hoper's donated 40 back-to-school Back-packs containing essential items for under-resourced young people, (linked to us through each of our local Primary Schools) who were moving up to the High School. Each Backpack contained a Bible and some little treats from Hope too. We were grateful to 'The Works' who gave us a discount on all the stationery, and Tesco, who gave us a donation. We received letters and texts of thanks and appreciation from these families, especially this year as family finances were under increased financial pressure.

In association with thousands of Churches in the UK, Hope Church hosted an Alpha Course in the Autumn of 2021, meeting in person for the first time post-covid, it was successful and meaningful both for the guests and volunteers who ran it. This year we handed over to a new Administrator, who did a brilliant job along with their team.

We also continued our annual financial giving to 'Christian Solidarity Worldwide' who work to help oppressed and persecuted Christians, especially in Africa, the Middle East and Asia.

We were able to continue our spiritual and pastoral outreach into 'Bethshan Nursing Home' by providing a chaplain to take services in the home and be a support to residents, staff and family members.

**Report of the Trustees
for the Year Ended 31 March 2022**

Hope Day Nursery is thriving in its custom-built location on the ground floor. It is now in its 15th year and has continued to reach its targets receiving excellent Inspection reports from CSI. The Nursery is in great demand, has a long waiting list and works with the 'Flying Start' program in cooperation with Powys County Council. The Community Interest Company (CIC) directors continue to oversee and manage the leadership of the Day Nursery. The ethos of the Nursery operation is a practical outworking of the Charity's aims and objectives.

This year we continued our vital work with primary School children through our partnership with 'TLG'. TLG is a national organisation which links churches with schools and provides weekly one to one support for pupils who face personal or educational challenges. Hope Church's existing and newly trained volunteers have been doing 1-1 work with individual children in Primary Schools.

Over the Summer Holidays, and in conjunction with other providers in the town, Hope ran a Holiday club providing activities, education, new life-experiences, and a substantial hot meal to Children of primary school age. 'Happy Holidays' ran every Wednesday and Friday during August and had 63 children being looked after by 62 volunteers.

At the beginning of 2022 we launched with a Vision Month. Our Senior Leader set the scene with sermons and Vision-casting for the future. The Church's mission statement that shapes and underlies our activity is: 'Transformed People igniting Transformation in Others'. The three main objects of our church are to maximise our efforts, make disciples, and make a marked difference in our community. This new vision was enthusiastically received by the congregation, and other partners who we engage with in the town.

Looking forwards, we have already planned how the Church, through the Hub of Hope, will make a massive difference to the lives of people on the Maesyrrhandir Estate over Easter. We have planned a Baptism Service for Easter Sunday and are anticipating an atmosphere of celebration and meaning. We are looking to strengthen our connections with local organisations in order to make a greater impact on the lives of people in our community.

We want to engage more people with the Alpha Course, and raise funds to be more proactive in meeting the needs of the socially disadvantaged. As recent global events ripple through the finances of even our rural community, we endeavour to minister to the needs of those whom we are able to help.

FINANCIAL REVIEW

Financial position

The statement of Financial Activities show a deficit for the year of £3,896 (2021: surplus £44,277), and reserves now stand at £4,991,529 (2021 £4,995,425).

Principal funding sources

The activities of the church are funded primarily by the voluntary gifts from those who attend the church and see it as their spiritual home. A significant amount is also received in tax reclaimed under the Gift Aid scheme. Other grants have been received and most departments raise money from weekly fees, tuck shops etc.

It is expected that venue hire resulting from the re-building program will also be a significant source of income. The plans for this are, as expected delayed due to the impact on the Covid-19. We eagerly await the lifting of restrictions that will allow us to move forward in this area.

All expenditure is undertaken in line with the charity's objectives.

**Report of the Trustees
for the Year Ended 31 March 2022**

FINANCIAL REVIEW

Investment policy and objectives

The Trustees take seriously their responsibility to ensure that funds are not put at risk, but also seek to achieve the highest interest possible where surplus funds are in hand. Funds have been spread across wider financial institutions in order to take advantage of Government guarantees. In the next financial year, we anticipate a return to a more regular use of Charity income for the continuation of our Aims in the Church and the community.

A long term goal is to acquire longer term assets which could provide a stronger capital base for the charity's operations.

Reserves policy

The church keeps sufficient funds in its current account to cover at least 3 months of normal outgoings - wages, utility bills etc. Surplus funds as discussed under Investments are kept in interest-bearing accounts with Barclays, Kingdom Bank and others, though income from interest continues to fall due to the continued lull in Bank rates.

Free reserves which equate to net current assets (excluding restricted funds) amount to £318,165 (2021: £221,810).

FUTURE PLANS

Over the last 12 months we have seen more people using the facilities from both a Charitable and Commercial perspective and we plan to expand on this as we are now taking bookings for 2023.

We also want to increase the hours our Coffee Bar is open, and have been proving a warm space during the cost-of-living crisis, proving not just a warm space but meals as well, further enabling us to engage with the local community.

Our current activities will be expanding, and the creation of new activities for both members of the church and wider community will become possible.

The Hub of Hope Foundation continues to serve the local community and the introduction of new activities has been received well. More is being planned as we also actively look for funding opportunities in order for the Hub to be self-sufficient.

Now that the building works have been completed, we will be re-looking at our investment policies as funds start to rebuild the charity looks to safeguard its future finances.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is a charitable company, limited by guarantee, incorporated on the 20th June 2007 and governed by its Memorandum and Articles of Association. The subscribing members of the company undertake to contribute £1 each in the event of its winding up. Hope Community Church (Newtown) acquired its assets under a transfer agreement from the unincorporated charity Hope Community Church on the 27th February 2008, and subsequently changed its name to Hope Church (Newtown) on 16th February 2012.

Recruitment and appointment of new trustees

New trustees are appointed by the Church Council following consultation and prayer. No other individual or body is entitled to appoint trustees. Trustees are appointed at the Annual General Meeting in accordance with the Trust Deed.

Organisational structure

The leadership of the organisation is in the hands of the Board of Trustees who ensure that the charity operates legally, morally and with financial integrity. The salaries of paid trustees are determined by non-paid trustees and other able independent advisors. The trustees meet monthly to undertake necessary business.

**Report of the Trustees
for the Year Ended 31 March 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Induction and training of new trustees

Any new trustees would be appointed from within the Church and would already be very familiar with the aims and objectives of the charity. Should any new trustees be appointed, their role and responsibilities would be made clear.

With regard to the Church Council, members meet together regularly for training as regards their role within the Church and also attend conferences run by outside bodies. In their regular management meetings, the Chairman keeps all members aware of any current legislation or other requirements that are relevant to the activities of the charity - for example statutory compliance and child protection issues.

Related parties

There is one connected charity - Bethshan Sheltered Housing. This project to provide a nursing home and sheltered housing for the elderly was the vision of Hope Community Church but was constituted as an independent charity in 1996. Five of the Church Council also serve as trustees of Bethshan.

Hope Day Nursery is a Community Interest Company set up by the Church to streamline the interests and accounts separately from the main Church ministry.

Risk management

All the aspects of risk, including the fields of Health & Safety, Environmental Health, Fire, etc, are constantly reviewed and, where necessary, action and latest recommendations are implemented. One of the trustees has specific responsibility for managing risk assessment throughout the various church departments. The Church also operates a vigorous Child Protection Policy led by two designated officers.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Hope Church (Newtown) for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

In so far as the trustees are aware:

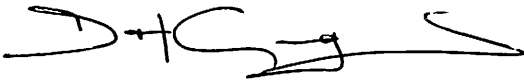
- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Morgan Griffiths LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

**Report of the Trustees
for the Year Ended 31 March 2022**

Approved by order of the board of trustees on 15 December 2022 and signed on its behalf by:

A handwritten signature in black ink, appearing to read 'D H Curgenvén', with a long horizontal flourish extending to the right.

Rev D H Curgenvén - Trustee

**Report of the Independent Auditors to the Members of
Hope Church (Newtown)**

Opinion

We have audited the financial statements of Hope Church (Newtown) (the 'charitable company') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

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

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of
Hope Church (Newtown)**

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

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

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

- the engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations;
- we identified the laws and regulations applicable to the charitable company through discussions with management, and from our knowledge and experience of the charity sector;
- we focused on specific laws and regulations which we considered may have a direct material effect on the financial statements or the operations of the charitable company, including relevant legislation such as the Companies Act 2006, taxation legislation, employment, environmental and health and safety legislation;
- we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting relevant correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by:

- making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud;
- considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we:

- performed analytical procedures to identify any unusual or unexpected relationships;
- reviewed nominal ledgers and tested journal entries reports to identify unusual transactions;
- assessed whether judgements and assumptions made in determining the accounting estimates were indicative of potential bias.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance;
- reviewing correspondence with HMRC.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of
Hope Church (Newtown)**

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Thomas Landers BA FCA (Senior Statutory Auditor)
for and on behalf of Morgan Griffiths LLP
Chartered Accountants
Statutory Auditor
Cross Chambers
9 High Street
Newtown
Powys
SY16 2NY

15 December 2022

Hope Church (Newtown)
Statement of Financial Activities
(Incorporating an Income and Expenditure Account)
for the Year Ended 31 March 2022

	Notes	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	510,059	-	510,059	532,589
Charitable activities					
Ministry		4,340	-	4,340	10,147
Other trading activities	3	6,187	-	6,187	1,435
Investment income	4	156	-	156	17,694
Total		<u>520,742</u>	<u>-</u>	<u>520,742</u>	<u>561,865</u>
EXPENDITURE ON					
Raising funds	6	1,898	-	1,898	909
Charitable activities	7				
Ministry		<u>522,740</u>	<u>-</u>	<u>522,740</u>	<u>516,679</u>
Total		<u>524,638</u>	<u>-</u>	<u>524,638</u>	<u>517,588</u>
NET INCOME/(EXPENDITURE)		(3,896)	-	(3,896)	44,277
RECONCILIATION OF FUNDS					
Total funds brought forward		4,979,851	15,574	4,995,425	4,951,148
TOTAL FUNDS CARRIED FORWARD		<u><u>4,975,955</u></u>	<u><u>15,574</u></u>	<u><u>4,991,529</u></u>	<u><u>4,995,425</u></u>

The notes form part of these financial statements


Hope Church (Newtown) (Registered number: 06287732)

Balance Sheet
31 March 2022

	Notes	31.3.22 £	31.3.21 £
FIXED ASSETS			
Tangible assets	14	6,054,894	6,206,324
Investments	15	1	1
		<u>6,054,895</u>	<u>6,206,325</u>
CURRENT ASSETS			
Debtors	16	40,859	100,305
Cash at bank		348,374	214,071
		<u>389,233</u>	<u>314,376</u>
CREDITORS			
Amounts falling due within one year	17	(55,494)	(76,992)
		<u>333,739</u>	<u>237,384</u>
NET CURRENT ASSETS			
		<u>333,739</u>	<u>237,384</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		6,388,634	6,443,709
CREDITORS			
Amounts falling due after more than one year	18	(1,397,105)	(1,448,284)
		<u>4,991,529</u>	<u>4,995,425</u>
NET ASSETS			
		<u>4,991,529</u>	<u>4,995,425</u>
FUNDS	22		
Unrestricted funds		4,975,955	4,979,851
Restricted funds		15,574	15,574
		<u>4,991,529</u>	<u>4,995,425</u>
TOTAL FUNDS		<u>4,991,529</u>	<u>4,995,425</u>

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

The financial statements were approved by the Board of Trustees and authorised for issue on 15 December 2022 and were signed on its behalf by:



D H Curgenvén - Trustee

The notes form part of these financial statements

Hope Church (Newtown)
Cash Flow Statement
for the Year Ended 31 March 2022

	Notes	31.3.22 £	31.3.21 £
Cash flows from operating activities			
Cash generated from operations	1	177,828	279,456
Interest paid		(43,973)	(44,751)
Net cash provided by operating activities		<u>133,855</u>	<u>234,705</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(7,906)	(216,562)
Interest received		156	194
Net cash used in investing activities		<u>(7,750)</u>	<u>(216,368)</u>
Cash flows from financing activities			
Loan repayments in year		(51,465)	(50,305)
Loan to subsidiary		59,663	(95,029)
Net cash provided by/(used in) financing activities		<u>8,198</u>	<u>(145,334)</u>
Change in cash and cash equivalents in the reporting period		<u>134,303</u>	<u>(126,997)</u>
Cash and cash equivalents at the beginning of the reporting period		<u>214,071</u>	<u>341,068</u>
Cash and cash equivalents at the end of the reporting period		<u><u>348,374</u></u>	<u><u>214,071</u></u>

The notes form part of these financial statements

Hope Church (Newtown)

Notes to the Cash Flow Statement
for the Year Ended 31 March 2022

1. RECONCILIATION OF NET (EXPENDITURE)/INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.3.22 £	31.3.21 £
Net (expenditure)/income for the reporting period (as per the Statement of Financial Activities)	(3,896)	44,277
Adjustments for:		
Depreciation charges	159,336	183,554
Interest received	(156)	(194)
Interest paid	43,973	44,751
(Increase)/decrease in debtors	(217)	817
(Decrease)/increase in creditors	(21,212)	6,251
Net cash provided by operations	<u>177,828</u>	<u>279,456</u>

2. ANALYSIS OF CHANGES IN NET DEBT

	At 1.4.21 £	Cash flow £	At 31.3.22 £
Net cash			
Cash at bank	<u>214,071</u>	<u>134,303</u>	<u>348,374</u>
	<u>214,071</u>	<u>134,303</u>	<u>348,374</u>
Debt			
Debts falling due within 1 year	(49,202)	285	(48,917)
Debts falling due after 1 year	<u>(1,448,284)</u>	<u>51,179</u>	<u>(1,397,105)</u>
	<u>(1,497,486)</u>	<u>51,464</u>	<u>(1,446,022)</u>
Total	<u>(1,283,415)</u>	<u>185,767</u>	<u>(1,097,648)</u>

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention, with the exception of investments which are included at market value.

Income

All incoming resources are recognised once the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is probable that the income will be received and the amount can be measured reliably.

- Gifts, legacies, church offerings, income tax recovered and income of a similar nature is recognised where there is entitlement, probable of receipt and can be measured reliably
- Income direct from charitable activities is recognised as earned as the services provided and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Allocation and apportionment of costs

Support costs have been allocated to the charitable activities based on staff costs.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

- | | |
|-----------------------|---------------------------|
| Freehold property | - 2% on cost or valuation |
| Fixtures and fittings | - 15% on reducing balance |

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Designated funds comprise unrestricted funds set aside at the direction of the trustees for particular propose. The aim and the use of each fund is set out in the notes to the financial statements.

Hope Church (Newtown)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

1. ACCOUNTING POLICIES - continued

Fund accounting

Restricted funds are to be used in accordance with the specific restrictions with the donors wishes or which have been raised by the charity for particular purpose.

Pension costs and other post-retirement benefits

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

Financial instruments

The charity has a bank loan that is being measured at amortised cost using the effective interest method.

2. DONATIONS AND LEGACIES

	31.3.22	31.3.21
	£	£
Tithes offerings and gifts	388,774	386,856
Mission income	21,227	3,955
Gift aid	66,193	64,260
Building fund	7,078	17,093
Grants	26,787	60,425
	<u>510,059</u>	<u>532,589</u>

Grants received, included in the above, are as follows:

	31.3.22	31.3.21
	£	£
Childcare Sustainability Grant	3,300	-
HMRC Coronavirus Job Retention Scheme	23,487	60,425
	<u>26,787</u>	<u>60,425</u>

3. OTHER TRADING ACTIVITIES

	31.3.22	31.3.21
	£	£
Coffee shop income	2,600	-
Room hire	3,587	1,435
	<u>6,187</u>	<u>1,435</u>

Hope Church (Newtown)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

4. INVESTMENT INCOME

	31.3.22	31.3.21
	£	£
Rents received	-	17,500
Deposit account interest	156	194
	<u>156</u>	<u>17,694</u>

5. INCOME FROM CHARITABLE ACTIVITIES

		31.3.22	31.3.21
		£	£
Departmental income	Activity		
	Ministry	2,918	1,314
Other income	Ministry	753	8,983
AOG - salary contribution and chaplaincy service receipts	Ministry	669	(150)
		<u>4,340</u>	<u>10,147</u>

6. RAISING FUNDS

Raising donations and legacies

	31.3.22	31.3.21
	£	£
Sundries	1,553	-

Investment management costs

	31.3.22	31.3.21
	£	£
Property repairs	345	909
Aggregate amounts	<u>1,898</u>	<u>909</u>

7. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 8) £	Support costs (see note 9) £	Totals £
Ministry	<u>510,829</u>	<u>11,911</u>	<u>522,740</u>

Hope Church (Newtown)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

8. DIRECT COSTS OF CHARITABLE ACTIVITIES

	31.3.22	31.3.21
	£	£
Trustees' remuneration etc	102,588	117,317
Staff costs	90,064	92,456
Repairs & cleaning & water	25,157	15,855
Insurance	8,420	7,990
Light and heat	17,721	11,609
Telephone	5,356	5,531
Postage and stationery	3,131	2,565
Advertising	400	95
Sundries	230	128
Gifts, flowers and hospitality	8,505	5,911
Books and literature	2,086	1,585
Travel	686	170
Missions	3,850	3,600
Ministry Gifts and outreach	29,718	12,184
Department accounts	4,421	4,474
Training and conferences	5,187	122
Depreciation	159,336	183,554
Interest payable and similar charges	43,973	44,751
	<u>510,829</u>	<u>509,897</u>

9. SUPPORT COSTS

	Governance costs £
Ministry	<u>11,911</u>

10. NET INCOME/(EXPENDITURE)

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

	31.3.22	31.3.21
	£	£
Auditors' remuneration	3,000	3,000
Auditors' remuneration for non audit work	655	455
Depreciation - owned assets	<u>159,336</u>	<u>183,554</u>

11. TRUSTEES' REMUNERATION AND BENEFITS

	31.3.22	31.3.21
	£	£
Trustees' salaries	90,175	85,397
Trustees' social security	8,783	8,148
Trustees' pension contributions to money purchase schemes	3,630	23,772
	<u>102,588</u>	<u>117,317</u>

The charity considers its key management personnel comprise the Board of Trustees. Trustees' remuneration is made up as follows: Rev A L Hewitt £21,957 (2021 £21,534), Rev D H Curgenvén £39,536 (2021 £38,773), Rev S R Curgenvén £28,682 (2021 £25,088). The remuneration is paid for services provided in furtherance of the charities activities.

Hope Church (Newtown)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

11. TRUSTEES' REMUNERATION AND BENEFITS - continued

Employers' contribution to pensions were as follows: Rev A L Hewitt £nil (2021 £22,400), Rev D H Curgenvén £2,335 (2021 £2,289), Rev S R Curgenvén £1,295 (2021 £1,482).

The payment of trustees remuneration was approved by the Charity Commission.

The number of trustees to whom retirement benefits are accruing under money purchase schemes is 2 (2021: 3)

Trustees' expenses

Reimbursements in respect of telephone, travel and other expenses incurred in the performance of their duties amounting to £4,462 (2021 £2,145) were made to four (2021:six) trustees.

12. STAFF COSTS

	31.3.22 £	31.3.21 £
Wages and salaries	171,412	169,056
Social security costs	10,669	9,989
Other pension costs	10,571	30,728
	<u>192,652</u>	<u>209,773</u>

The average monthly number of employees during the year was as follows:

	31.3.22	31.3.21
Trustees	3	3
Ministry	5	5
	<u>8</u>	<u>8</u>

No employees received emoluments in excess of £60,000.

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	472,164	60,425	532,589
Charitable activities			
Ministry	10,147	-	10,147
Other trading activities	1,435	-	1,435
Investment income	17,694	-	17,694
Total	<u>501,440</u>	<u>60,425</u>	<u>561,865</u>
EXPENDITURE ON			
Raising funds	909	-	909
Charitable activities			
Ministry	456,254	60,425	516,679

Hope Church (Newtown)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

13. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued

	Unrestricted funds £	Restricted funds £	Total funds £
Total	457,163	60,425	517,588
NET INCOME	44,277	-	44,277
RECONCILIATION OF FUNDS			
Total funds brought forward	4,935,574	15,574	4,951,148
TOTAL FUNDS CARRIED FORWARD	4,979,851	15,574	4,995,425

14. TANGIBLE FIXED ASSETS

	Freehold property £	Fixtures and fittings £	Totals £
COST			
At 1 April 2021	6,245,401	529,529	6,774,930
Additions	7,906	-	7,906
At 31 March 2022	6,253,307	529,529	6,782,836
DEPRECIATION			
At 1 April 2021	298,519	270,087	568,606
Charge for year	120,428	38,908	159,336
At 31 March 2022	418,947	308,995	727,942
NET BOOK VALUE			
At 31 March 2022	5,834,360	220,534	6,054,894
At 31 March 2021	5,946,882	259,442	6,206,324

Included in cost or valuation of land and buildings is freehold land of £72,506 (2021 - £72,506) which is not depreciated.

Hope Church (Newtown)
Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

15. FIXED ASSET INVESTMENTS

	Shares in group undertakings £
COST LESS IMPAIRMENT	
At 1 April 2021 and 31 March 2022	1
NET BOOK VALUE	
At 31 March 2022	1
At 31 March 2021	1

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

Hope Day Nursery CIC

Registered office: Hope Church Nursery, Dolfor Road, Newtown, Powys, SY16 1JD

Nature of business: Nursery

	%		
Class of share:	holding		
Ordinary	100		
		31.3.22	31.3.21
		£	£
Aggregate capital and reserves		1	1

The company was dormant up to the 31st March 2020 and trading commenced on the 1st April 2020.

16. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Amounts owed by group undertakings	35,366	95,029
Prepayments and accrued income	5,493	5,276
	<u>40,859</u>	<u>100,305</u>

Hope Church (Newtown)

**Notes to the Financial Statements - continued
for the Year Ended 31 March 2022**

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.3.22	31.3.21
	£	£
Bank loans and overdrafts (see note 19)	48,917	49,202
Trade creditors	-	244
Social security and other taxes	3,440	3,492
Other creditors	140	-
Accrued expenses	2,997	24,054
	<u>55,494</u>	<u>76,992</u>

18. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.3.22	31.3.21
	£	£
Bank loans (see note 19)	<u>1,397,105</u>	<u>1,448,284</u>

19. LOANS

An analysis of the maturity of loans is given below:

	31.3.22	31.3.21
	£	£
Amounts falling due within one year on demand:		
Bank loans	<u>48,917</u>	<u>49,202</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>51,692</u>	<u>48,917</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>166,371</u>	<u>160,657</u>
Amounts falling due in more than five years:		
Repayable by instalments:		
Bank loans more 5 yr by instal	1,179,042	1,238,710

The loan is repayable over 25 years and the rate of interest is 2.75% above base rate.

20. SECURED DEBTS

The following secured debts are included within creditors:

	31.3.22	31.3.21
	£	£
Bank loans	<u>1,446,022</u>	<u>1,497,486</u>

CAF Bank Limited hold a legal charge registered on the 14th October 2014 over the Freehold Property of the Charity.

Welsh Government have a legal charge over the freehold land dated the 8th October 2019.

Hope Church (Newtown)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

21. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted funds £	Restricted funds £	31.3.22 Total funds £	31.3.21 Total funds £
Fixed assets	6,054,894	-	6,054,894	6,206,324
Investments	1	-	1	1
Current assets	373,659	15,574	389,233	314,376
Current liabilities	(55,494)	-	(55,494)	(76,992)
Long term liabilities	(1,397,105)	-	(1,397,105)	(1,448,284)
	<u>4,975,955</u>	<u>15,574</u>	<u>4,991,529</u>	<u>4,995,425</u>

22. MOVEMENT IN FUNDS

	At 1.4.21 £	Net movement in funds £	At 31.3.22 £
Unrestricted funds			
General fund	4,979,851	(3,896)	4,975,955
Restricted funds			
Church Planting	13,387	-	13,387
Activate	2,187	-	2,187
	<u>15,574</u>	<u>-</u>	<u>15,574</u>
TOTAL FUNDS	<u>4,995,425</u>	<u>(3,896)</u>	<u>4,991,529</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	520,742	(524,638)	(3,896)
	<u>520,742</u>	<u>(524,638)</u>	<u>(3,896)</u>
TOTAL FUNDS	<u>520,742</u>	<u>(524,638)</u>	<u>(3,896)</u>

Hope Church (Newtown)

Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

22. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.4.20 £	Net movement in funds £	At 31.3.21 £
Unrestricted funds			
General fund	4,932,971	44,277	4,977,248
Designated Fund - CAP	2,603	-	2,603
	<u>4,935,574</u>	<u>44,277</u>	<u>4,979,851</u>
Restricted funds			
Church Planting	13,387	-	13,387
Activate	2,187	-	2,187
	<u>15,574</u>	<u>-</u>	<u>15,574</u>
TOTAL FUNDS	<u>4,951,148</u>	<u>44,277</u>	<u>4,995,425</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	501,440	(457,163)	44,277
Restricted funds			
HMRC Coronavirus Job Retention Scheme	60,425	(60,425)	-
	<u>561,865</u>	<u>(517,588)</u>	<u>44,277</u>
TOTAL FUNDS	<u>561,865</u>	<u>(517,588)</u>	<u>44,277</u>

23. EMPLOYEE BENEFIT OBLIGATIONS

During the year the charity made pension contributions amounting to £10,571 (2021 £30,728). There were no amounts outstanding at the year end.

24. RELATED PARTY DISCLOSURES

During the year the charity provided chaplaincy services to Bethshan Sheltered Housing Association amounting to £668 (2021 £nil) and this amount was paid in full during the year. Bethshan Sheltered Housing Association has trustees in common.

During the year the trustees made donations to the church under gift aid amounting to £31,205 (2021 £24,114).

Hope Church (Newtown)
Notes to the Financial Statements - continued
for the Year Ended 31 March 2022

25. ULTIMATE CONTROLLING PARTY

The trustees of the charity are considered to be the ultimate controlling party.

Hope Church (Newtown)
Detailed Statement of Financial Activities
for the Year Ended 31 March 2022

	31.3.22 £	31.3.21 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Tithes offerings and gifts	388,774	386,856
Mission income	21,227	3,955
Gift aid	66,193	64,260
Building fund	7,078	17,093
Grants	26,787	60,425
	<u>510,059</u>	<u>532,589</u>
Other trading activities		
Coffee shop income	2,600	-
Room hire	3,587	1,435
	<u>6,187</u>	<u>1,435</u>
Investment income		
Rents received	-	17,500
Deposit account interest	156	194
	<u>156</u>	<u>17,694</u>
Charitable activities		
Departmental income	2,918	1,314
Other income	753	8,983
AOG - salary contribution and chaplaincy service receipts	669	(150)
	<u>4,340</u>	<u>10,147</u>
Total incoming resources	<u>520,742</u>	<u>561,865</u>
EXPENDITURE		
Raising donations and legacies		
Sundries	1,553	-
Investment management costs		
Property repairs	345	909
Charitable activities		
Trustees' salaries	90,175	85,397
Trustees' social security	8,783	8,148
Trustees' pension contributions	3,630	23,772
Wages	81,237	83,659
Social security	1,886	1,841
Pensions	6,941	6,956
Carried forward	192,652	209,773

This page does not form part of the statutory financial statements

Hope Church (Newtown)
Detailed Statement of Financial Activities
for the Year Ended 31 March 2022

	31.3.22 £	31.3.21 £
Charitable activities		
Brought forward	192,652	209,773
Repairs & cleaning & water	25,157	15,855
Insurance	8,420	7,990
Light and heat	17,721	11,609
Telephone	5,356	5,531
Postage and stationery	3,131	2,565
Advertising	400	95
Sundries	230	128
Gifts, flowers and hospitality	8,505	5,911
Books and literature	2,086	1,585
Travel	686	170
Missions	3,850	3,600
Ministry Gifts and outreach	29,718	12,184
Department accounts	4,421	4,474
Training and conferences	5,187	122
Freehold property	120,428	137,781
Fixtures and fittings	38,908	45,773
Bank loan interest	43,023	43,459
Bank and credit card charges	950	1,292
	<u>510,829</u>	<u>509,897</u>
Support costs		
Governance costs		
Auditors' remuneration	3,000	3,000
Auditors' remuneration for non audit work	655	455
Legal fees	8,256	3,327
	<u>11,911</u>	<u>6,782</u>
Total resources expended	<u>524,638</u>	<u>517,588</u>
Net (expenditure)/income	<u><u>(3,896)</u></u>	<u><u>44,277</u></u>

This page does not form part of the statutory financial statements