
KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

Allen Mills Howard Limited
Chartered Accountants
& Statutory Auditors
Lewis House
56 Manchester Road
Altrincham
Cheshire
WA14 4PJ

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

CONTENTS

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' Report	2 - 11
Independent Auditors' Report	12 - 15
Consolidated Statement of Financial Activities	16
Consolidated Balance Sheet	17
Company Balance Sheet	18
Consolidated Statement of Cash Flows	19
Notes to the Financial Statements	20 - 38

KING'S CHURCH IN GREATER MANCHESTER

(A company limited by guarantee)

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE COMPANY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 AUGUST 2022**

Trustees

Gavin White (Chair)
Melanie Harkness
Simon Smith
Bamidele Adebisi
Oludamilola Fagade
Akin Ande
Mary Cameron
Ema Etuk

Company secretary

Gavin White

Company registered number

06417797

Charity registered number

1122900

Registered office

King's Church, Kings House, Sidney Street, Manchester. M1 7HB

Websites

www.makingjesusfamous.org
www.makingjesusfamous.org/rooted
www.kingshouse.co.uk

Main Church Website
Theological School
King's House Conference (Greater Manchester) Ltd

Email

info@makingjesusfamous.org

Phone

0161 273 2168

Auditors

Allen Mills Howard Limited
Lewis House
56 Manchester Road
Altrincham
Cheshire
WA14 4PJ

Bankers

The Co-Operative Bank PLC
PO BOX 250
Skelmersdale
WN8 6WT

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 AUGUST 2022

The trustees present their report and the audited group and company financial statements for the year ended 31 August 2022. The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Companies Act 2006, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS102) (effective 1 January 2019).

Structure, governance and management

● **CONSTITUTION**

The King's Church in Greater Manchester Limited Company was incorporated on the 5th November 2007 with the following objectives and aims:

- (1) The proclamation and furtherance of the Gospel of God concerning his Son Jesus Christ our Lord and the preaching and teaching of the Christian Faith in accordance with the Bible;
- (2) The relief of persons who are in conditions of need, financial hardship or who are aged and sick and in need and to relieve the distress caused thereby in Greater Manchester and in other such parts of the United Kingdom and the world as the Directors see fit;
- (3) To advance the education of the inhabitants of Greater Manchester and other such parts of the United Kingdom and the world as the Directors see fit by providing and assisting in the provision of educational facilities and resources and in any other way that the trustees may from time to time consider appropriate.
- (4) To promote and fulfil such other charitable purposes beneficial to the community in Greater Manchester and such other parts of the United Kingdom and the world as the Directors see fit.

● **METHOD OF APPOINTMENT OR ELECTION OF TRUSTEES**

The management of the charity is the responsibility of the trustees who are elected and co-opted under the terms of the Articles of Association. This states that any person, being a member of the Church and who accepts the doctrine of the Church, may be appointed to the board by the members. The members of the company are listed on Page 3 of this report.

● **POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES**

Each of the appointed trustees draws on specialist and professional advice for their area of responsibility. Each Trustee has received training and teaching to help them bring governance and direction to their area of responsibility.

The trustees are aware that they are responsible for the training of any new trustee, including awareness of a trustee's responsibilities, the articles of association and memorandum of agreement.

During the year, the trustees have reviewed this and are developing a training programme for the current trustees based on a skills audit matrix and a governance self-evaluation exercise for the current board. The induction of the new trustees consists of giving them a copy of the company articles of association and memorandum of agreement and the CC3 Publication: 'The Essential Trustee, What you need to know'. This document was updated by the Charity Commission in May 2018 and each Trustee has signed to say they have read this.

Trustees attended briefings and seminars put on by the Charity Commission, Companies House and other community capacity building organisations in Greater Manchester over this last financial year which were beneficial to the operations and governance of the charity.

Specific training courses are attended by trustees & other key operational staff and personnel in the church throughout the year to help further develop their area of involvement and expertise; e.g. Key Directors, Staff members & volunteers have attended training events in the areas of Food Hygiene Safety, PAT Testing, COSHH, IOSH, Child Protection, Safeguarding, Data Protection (GDPR), Fire Risk Assessment, Auto-Enrolment, VAT, Payroll, First Aid, Health and Safety and Fire Safety during this year.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2022

● **ORGANISATIONAL STRUCTURE AND DECISION MAKING**

The trustees of the charity are as noted on page 1.

Trustees' meetings are held periodically (at least 6 times a year) to review legal & financial strategy and financial performance but regular contact is maintained in between meetings to monitor the distribution of funds, cash-flow, budgets, audit, accounts, legal / HR procedures and general governance on issues such as safeguarding across the charity.

The trustees work together with the Spiritual Leadership (Members of the Company) of the Church, which comprises the following as of the 31st August 2022 who meet at least 12 times a year as a team:

Richard Anniss
Judith Anniss
Kofoworola Bolarin
Lukundo Fagade
Oludamilola Fagade
Joshua Bloor
Rhian Bagley
Charlotte Bloor

James Bagley and all the recognised pastors within all communities of King's Church.

The trustees work with the leadership teams of King's Church across its 4 communities in Manchester Central, Salford, Stockport and Wythenshawe. All these communities remain within the charity set-up as before and are known as King's Church in those locations.

Details of the leadership teams in each site and location are available on our website.

In addition to the work done by leaders & trustees as detailed above, the charity seeks to further its aims and objectives by utilising the volunteer capacity (approx. 200) in the membership of the Church. Some full time and part time salaried members of staff augment and bring core hours and focus to this. They help to facilitate various areas of the activity and vision of the charity as follows:

These areas are as follows for this last financial year as of 31st August 2022:

Areas of Church Life Staff Members & Key Ministry Leaders

Manchester Central Leadership Team: Led by Richard & Judith Anniss

Salford Leadership Team: Led by Tunji & Sheba Agbaje Martins

Stockport Leadership Team: Led by Joshua and Charlotte Bloor

Wythenshawe Leadership Team: Led by James and Rhian Bagley

Administration: Kelani Koyejo

Admin Support: Edna Abreu

Finance: Catherine Longson

Child Protection Safety Officer: Catherine Burke

Kids & Cake: Catherine Burke

King's Kids: Catherine Burke

Revolution Youth and Eden Wythenshawe Park: John Hopkins

Youth Ministry: Judith Anniss

Worship Ministry: Kelani Koyejo

Young Adults & Student Ministry: Abbey Lam

Buildings and Conferencing: Graham Aves, Anthony Myers, Heather Neal, Brandon Smith-Warner and Yolanda Bielwelska.

Health & Safety, IT & Fire Strategy: Graham Aves & Anthony Myers

Media & Creative Output: Mike Burke

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2022

The charity has sought to employ key personnel to further these areas of involvement for the charity. The leaders and trustees meet with various leaders in the church to periodically review various areas of church life and activity. These reviews are key in ensuring that the charity continues to meet its primary objectives. The trustees work together with the leaders in the church to ensure that these aims, and objectives are met throughout the activity of the company.

Each member of staff goes through an annual appraisal, review and performance process to help staff with development, setting objectives, achieving targets and training opportunities. The leadership have also developed this appraisal and review process for members of the leadership team too.

Areas of oversight and governance have continued to be developed this year including the full review of the full health and safety policy, fire risk assessment, fixed assets register and the ongoing development and implementation of the Child Protection Policy in line with the latest government guidance and advice. We have a Service Level Agreement with Thirtyone:Eight formerly known as the Churches' Child Protection Advisory Service (CCPAS) to help deliver and achieve this objective.

The leaders and trustees set and agree financial budgets for each area of church life. These are monitored and reviewed each month against cash flow and expenditure management.

● **RISK MANAGEMENT**

The trustees have conducted a review to identify the major risks to which the charity is exposed and systems, policies & procedures have been established to mitigate those risks. These policies are reviewed annually by the Directors and updated whenever necessary.

Gavin White and Richard Anniss work closely with the Building Management Team of Graham Aves, Anthony Myers and Heather Neal to ensure that sound risk management is adopted and maintained throughout the King's House property that the charity owns and uses for charitable purposes.

Richard Anniss and Catherine Longson work with the trustees and Leadership teams in terms of how the financial management of the charity is conducted, managed and implemented in the Charity as a whole.

Gift Aid is continued to be given promotion and profile in the church to new people donating to the charity in this financial year. The charity continues to use the GASDS (Gift Aid Small Donation Scheme) for giving at meetings at the King's House Building this last financial year. Online giving continues to be enhanced and developed this year through the Church continuing to use 'Churchsuite' as an online database for its membership and operations.

The trustees have continued to be involved in managing risk in this financial year with particular reference to Health and Safety, Finance, Security and Fire Strategy and Safety with Simon Smith as lead Trustee. Judith Anniss from the Church Leadership team and Mary Cameron as lead Trustee have given particular oversight to the Safeguarding and Child Protection Policy with Catherine Burke.

The charity conducted a risk analysis of the impact of GDPR (General Data Protection Regulations) on the charity that was introduced May 25th, 2018. It undertook an audit of current practice to ensure compliance from May onwards, which resulted in a number of changes for how data was processed and retained. This area remains an ongoing action for our risk compliance as a church and charity.

The charity continues to own two houses for accommodating and supporting the Homeless which were purchased in 2013 & 2015 with mortgages from Kingdom Bank. Risk Assessments & Policies have been developed to ensure the houses are run safely and securely for all concerned. These houses are called '**Homes of Hope**' and are based in South Manchester in Northenden and Baguley.

Homes of Hope set itself up as a separate charity in May 2022, and the trustees of King's Church have continued to support the new charity in its early stages of development of its work. The Homes of Hope Charity now has capacity to house up to 10 people who are homeless at any given time from across Greater Manchester – for more on this project; visit www.homesofhope.co.uk

KING'S CHURCH IN GREATER MANCHESTER

(A company limited by guarantee)

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2022

- **SERIOUS INCIDENTS**

There were no serious incidents or events that needed to be reported to the Charity Commission in this financial year.

- **RISK MANAGEMENT: King's House Conference (Greater Manchester) Ltd**

King's House Conference (Greater Manchester) Ltd (Company No: 7205595 and VAT Registered: 994668544) continues as a trading company for the charity to continue to operate King's House for conference use to generate funds for the work and objectives of the charity. King's Church in Greater Manchester is the single share-holder of the company and the directors of the company are appointed by and accountable to the trustees of King's Church in Greater Manchester for how the company is run and operated.

The directors of King's House Conference Ltd meet every 2 months to monitor the effectiveness & development of the trading company for King's Church as a charity. They hold the KHCL Management Team to account for the maximum use of the asset & income of King's House for the furtherance of the objectives and aims of the King's Church charity.

The current board of directors for King's House Conference Ltd are:

Gavin White
Graham Aves
Paul Francis
Andrew Longson
Rukaya Dake

- **RISK MANAGEMENT: Child Protection and Safeguarding**

Appropriate DBS checks, supported by regularly reviewed policies, are made for all those who work with children or other vulnerable groups within the operation and activity of the charity in all the communities in Manchester, Salford, Stockport and Wythenshawe.

A safeguarding policy has been drafted, in consultation with Thirtyone:Eight. This policy will inform further training for all volunteers involved in working with children and young people.

- **RISK MANAGEMENT: Health and Safety and Employment Law**

The charity has commissioned the services of a consultancy firm who advise, conduct audits and formulate policies for the charity in relation to Health and Safety and Employment Law.

KING'S CHURCH IN GREATER MANCHESTER

(A company limited by guarantee)

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2022

● POLICIES AND OBJECTIVES

The trustees meet annually and periodically to review budgets and policies put forward by the Leaders of King's Church each year to ratify and agree how finances and resources are allocated in line with the objectives and vision of the charity.

● STRATEGIES FOR ACHIEVING OBJECTIVES

The Leaders meet regularly to look at strategies for achieving the key objectives of the Church. These strategies and plans are communicated regularly with the trustees. The trustees are asked to bring lead and input on issues such as finance, budgets, health and safety and child protection and other issues that come under their legal governance as trustees of the charitable company.

● ACTIVITIES FOR ACHIEVING OBJECTIVES

Some of the activities for achieving the objectives are listed in the 'achievements and performances' section of this report.

● GRANT MAKING POLICIES

Grants and Donations were made to other charities in Greater Manchester and the UK in line with the charity's objectives and aims. These donations and grants were planned into the annual budget and formally agreed & ratified by the leaders and trustees.

Grants or Gifts are given to individuals in line with agreed budgets to relieve poverty or hardship, both in Manchester and in the rest of the World. Gifts are also given to individuals for the proclamation of the gospel of Jesus Christ in line with the charity's objectives, ethos and aims.

Achievements and performance

The charity trustees confirm that they complied with the duty in section 17 of the Charities Act 2011 to have due regard to public benefit guidance published by the Charity Commission; the detail of this compliance is listed below in the Review of Activities.

REVIEW OF ACTIVITIES

The achievements and performance of the charity have been summarised against the 4 objectives and aims of the charity as follows:

KING'S CHURCH IN GREATER MANCHESTER

(A company limited by guarantee)

TRUSTEES' REPORT (continued) FOR THE YEAR ENDED 31 AUGUST 2022

1. The proclamation and furtherance of the Gospel of God concerning his Son Jesus Christ our Lord and the preaching and teaching of the Christian Faith in accordance with the Bible;

The Church met again in person in various venues throughout the financial year ending 31st August 2022, with some midweek groups and courses remaining online. Some meetings were live streamed to help people access our services who couldn't meet in person when that recommenced.

All our sites and communities within the charity run regular teaching and training events which are free and open and available to the public for furthering their knowledge & understanding of the Christian faith. Each church also runs meetings in homes across Manchester, Stockport, Salford and Wythenshawe during the week.

The church has sent ministries to various parts of the world on mission trips and visits in this last financial year. These countries have included India, Nigeria and France where there are ongoing partnerships and ministries that we are supporting and working with.

Our website and social media pages are accessed by approximately 35 - 50 different people every day. All our resources, podcasts and videos are available free on the website and across our social media platforms too.

Our Sunday Online gatherings are viewed by an average of 200 viewers since September 2020.

Various events were held in all the local communities at Christmas and Easter with many members of those local communities in attendance for various activities and events.

An outreach parent/carer and toddler group called 'Kids & Cake' continued to meet in King's House in central Manchester every week during this year attracting visitors from the community with their young children.

The charity continued to run three houses for accommodating and supporting vulnerable / homeless men until May 2022. These houses are called 'Homes of Hope' and now operate within a separate charity from May 2022. Two of the houses are owned by King's Church and are now leased to Homes of Hope.

2. The relief of persons who are in conditions of need, financial hardship or who are aged and sick and in need and to relieve the distress caused thereby in Greater Manchester and in other such parts of the United Kingdom and the world as the Directors see fit;

The charity has sought to fulfil its obligation to meet the requirements for public benefit in a number of ways in this last year. In Manchester, we have launched a ministry called revolution youth which helped provide over 62,000 meals for families most in need over the lockdown period.

The Church continued to support different Christian charities in Greater Manchester in this last financial year as below for the year. This was as follows:

The Message Charity (Registered Charity No: 1081467) £3,000
Barnabus Charity (Registered Charity No: 1055993) £1,800
Hope for Justice (Registered Charity No: 1126097) £1,800
Boaz Trust Charity (Registered Charity No: 1110344) £1,800

The Church also gave to the following national Christian charities in the UK too in this year:

Pioneer (Registered Charity No: 1118766) £20,050
Fusion (Registered Charity No: 1073572) £3,000
Evangelical Alliance (Registered Charity No: 212325) £1,200
Visible Ministries (Registered Charity No: 1156788) £1,200

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2022

All of these charities that we give to have aims and objectives that are similar and aligned with King's Church in Greater Manchester; especially in connection with the relief of poverty & hardship, the proclamation of the gospel and education / mission activities in the UK.

Overall, the church aims to commit 10% of its annual income to charities, initiatives and projects, outside of itself, every year.

The church has been involved in giving to projects and initiatives around the world to meet need and alleviate hardship in countries such as Nigeria and India.

The church was also able to financially support a number of members of the church who were experiencing poverty, hardship or need during this last financial year.

3. To advance the education of the inhabitants of Greater Manchester and other such parts of the United Kingdom and the world as the directors see fit by providing and assisting in the provision of educational facilities and resources and in any other way that the trustees may from time to time consider appropriate.

The Church continues to develop teaching and educational resources which are all offered free of charge on its website and through various training events and courses accordingly.

King's Church in all its sites runs regular training and educational training events of various kinds, including Easter and Christmas outreach events in Salford and Wythenshawe Parks where many members of the public attended.

A number of training events and conferences were attended by various members of the Church including the Pioneer Network (Registered Charity No: 1118766) Leaders Conference in March 2022.

The church is a part of this Network alongside its longstanding membership of the Evangelical Alliance (Registered Charity No: 212325) and now is also a member of Churches Together in Britain and Ireland (Registered Charity No: 1113299).

4. To promote and fulfil such other charitable purposes beneficial to the community in Greater Manchester and such other parts of the United Kingdom and the world as the Directors see fit.

The church across all its sites in Manchester and Salford continued to invest and develop its website and online ministries during this financial year. All materials and resources are made available free of charge on all our online platforms.

The King's House building continued to be invested in and developed as a base for the charity with ongoing renovation and refurbishment planned each year to improve facilities.

The building, when not being used by the church, has continued to be utilised fully as a conference venue to generate additional finances and resources for the charity to meet its aims and objectives.

The church has also allowed a number of other churches and local charities to use our King's House for minimal cost or free of charge to enable them to hold their own events in the City.

Various leaders of the church participated in wider church unity and conference events throughout the year both in Greater Manchester and across the UK.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2022

● **RESERVES POLICY**

There are a number of reasons why the charity may require reserves:

1. Supporting personnel to further the work of the charity.
2. To maintain and expand current facilities as deemed necessary.
3. To fund initiatives which meet the objectives of the charity, in particular publishing and media projects.

The trustees have reviewed the reserves of the charity, in particular the nature of the income and expenditure streams and the need to match variable income with fixed commitments. The Trustees are confident that future income will enable the charity to meet its foreseeable needs on the basis of planned activity and consequently are satisfied with the current level of reserves.

The charity's available reserves (defined as unrestricted funds not invested in fixed assets) at the balance sheet date were £217,349 deficit (2021: £237,805 deficit).

At 31 August 2022, the charity had resources for its general purposes amounting to £1,707,386 (2021: £1,709,863).

Cash reserves are maintained at a minimum level of £100,000 for the charity as a whole; which includes the bank balances for all the communities in Manchester, Salford, Stockport and Wythenshawe as well as the King's House Conference Ltd bank balances.

● **MONITORING AND REVIEW**

The church finance and admin team on behalf of the leaders and trustees monitors funds & cash flow, ensuring an appropriate level of reserves is maintained.

The level of giving income decreased by 3.5% compared to the previous financial year across the charity in the last financial year in terms of:

- Tithes, offerings and giving to the charity across the six sites was similar to the previous year.
- The amount claimed from HMRC for Gift Aid decreased by 2.4% compared to the previous financial year. More work continues to be done to enable people to sign up for this. GASDS is also now being utilised across all the locations that the church meets in for gifts that qualify.
- Income from grants decreased significantly during the year. This was due to HMRC's cessation of Covid grants.

The level of income from the hire of King's House venue to external organisations and agencies increased by 295% to year end 31st August 2022.

King's Church continued to receive housing benefits from Manchester City Council to help with the support and accommodation of the residents at Homes of Hope. Exempt Accommodation Status has been applied and the result of that decision was successfully granted in December 2014 following a first-tier tribunal appeal. This enabled the amount of benefits we received to increase over this last financial year to help with the running and operation of Homes of Hope before it became a separate charity in May 2022.

Forecasts and Budgets are carefully prepared and reviewed at regular monthly intervals by the Church Leaders and every other month by trustees in terms of income, expenditure and cash-flow analysis.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2022

● **FUTURE DEVELOPMENTS**

The church and charity plans to continue its work of the furtherance of its aims and charitable objectives in this coming financial year.

The church is continuing to develop its relationship with the Pioneer Network and will be part of the annual leaders conference for over 500 people once again in March 2023.

Other church plants / communities are planned for the next few years. These communities will come under the legal umbrella and governance of King's Church in Greater Manchester.

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also directors of the company for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the group and the company and of their incoming resources and application of resources, including their income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether the applicable Accounting Standards have been followed, subject to any material departures and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the group will continue in operation.

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

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 AUGUST 2022

In so far as the trustees are aware:

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

TRUSTEES' INDEMNITY ARRANGEMENTS

Individual indemnities have been provided to the trustees, under which the company has agreed to indemnify the trustees to the extent permitted by law in respect of all liabilities to third parties arising out of, or in connection with, their execution of their powers, duties and responsibilities as trustees of the company. These indemnities are Qualified Third Party Indemnity Provisions as defined in Section 236 of the Companies Act 2006 and copies are available for inspection in the office during normal office hours.

AUDITORS

The auditors, Allen, Mills, Howard & Company have indicated their willingness to continue in office. The designated trustees will propose a motion re-appointing the auditors at a meeting of the trustees.

The trustees have prepared this report in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

This report was approved by the trustees on 12th May 2023 and signed on their behalf by

Oludamilola Fagade

Gavin White

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KING'S CHURCH IN GREATER MANCHESTER

OPINION

We have audited the financial statements of King's Church in Greater Manchester (the 'parent charitable company') and its subsidiary (the 'charitable group') for the year ended 31st August 2022 which comprise the consolidated Statement of Financial Activities, the consolidated Balance Sheet, the company Balance Sheet, the consolidated 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).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable group's and of the parent charitable company's affairs as at 31 August 2022 and of the group's 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; 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 group 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 the provisions available for the audits of small entities, in the circumstances set out in note 25 to the financial statements, 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 group's or the parent 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 that 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 there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KING'S CHURCH IN GREATER MANCHESTER

OPINION 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.

MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION

In the light of the knowledge and understanding of the charitable group and the parent 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 parent charitable company's 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.

RESPONSIBILITIES OF TRUSTEES

As explained more fully in the Statement of Trustees Responsibilities, the trustees (who are also the directors of the charitable group 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 group'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 group or to cease operations, or have no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KING'S CHURCH IN GREATER MANCHESTER

AUDITORS' 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.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

As part of designing our audit work, we determined materiality and assessed the risks of material misstatement in the financial statements, including how fraud may occur by enquiring of management of its own consideration of fraud.

In particular, we looked at where management made subjective judgements, for example in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain.

We also considered potential financial or other pressures, opportunity and motivation for fraud. As part of this discussion we identified the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations and how management monitor these processes. Appropriate procedures included the review and testing of manual journals and key estimates and judgements made by management.

We made enquiries of management with regards to compliance with applicable laws and regulations and corroborated any necessary evidence to relevant information, for example, minutes of the directors' meetings.

We addressed the risk of management override of internal controls including testing journals and evaluating whether there was evidence of bias by management that represented a risk of material misstatement due to fraud.

Our audit procedures were designed to respond to risks of material misstatement in the financial statements, recognising that the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery, misrepresentation or through collusion. There are inherent limitations in the audit procedures performed and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we are to become aware of it.

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.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KING'S CHURCH IN GREATER MANCHESTER

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.

Mr David Allen FCCA (Senior Statutory Auditor)
For and on behalf of Allen Mills Howard Limited

Chartered Accountants
and Statutory Auditors
Lewis House
56 Manchester Road
Altrincham
Cheshire
WA14 4PJ

15th May 2023

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND
EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 AUGUST 2022**

	Notes	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
INCOME FROM:					
Donations	2	526,784	63,144	589,928	585,318
Charitable activities		658	28,661	29,319	70,559
Trading activities	3	298,539	5,192	303,731	104,605
Investments	4	43	-	43	10
Other	5	1,529	-	1,529	97,070
TOTAL INCOME		827,553	96,997	924,550	857,562
EXPENDITURE ON:					
Raising funds	6	233,629	-	233,629	213,311
Charitable activities	7	495,217	189,028	684,245	624,007
TOTAL EXPENDITURE		728,846	189,028	917,874	837,318
NET INCOME / (EXPENDITURE) BEFORE TAX		98,707	(92,031)	6,676	20,244
Taxation		(7,705)	-	(7,705)	4,987
NET INCOME / (EXPENDITURE) AFTER TAX		91,002	(92,031)	(1,029)	25,231
Transfer between funds	18	(93,901)	93,901	-	-
NET MOVEMENT IN FUNDS		(2,899)	1,870	(1,029)	25,231
RECONCILIATION OF FUNDS:					
Total funds brought forward		1,750,835	62,123	1,812,958	1,787,727
TOTAL FUNDS CARRIED FORWARD	18	1,747,936	63,993	1,811,929	1,812,958

The statement of financial activities includes all gains and losses recognised in the current or previous period. All incoming resources and resources expended above relate to continuing operations.

The notes on pages 20 to 38 form part of these financial statements.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**CONSOLIDATED BALANCE
SHEET AS AT 31 AUGUST 2022**

	Notes	£	2022 £	£	2021 £
FIXED ASSETS					
Tangible assets	13		1,924,735		1,947,668
CURRENT ASSETS					
Debtors	15	32,410		25,492	
Cash at bank and in hand		311,162		263,810	
			343,572	289,302	
CREDITORS: amounts falling due within one year	16	124,280		86,105	
NET CURRENTS ASSETS			219,292		203,197
TOTAL ASSETS LESS CURRENT LIABILITIES			2,144,027		2,150,865
CREDITORS: amounts falling due after more than one year	17		315,678		329,192
PROVISION FOR LIABILITIES			16,420		8,715
NET ASSETS			1,811,929		1,812,958
CHARITY FUNDS	18				
Restricted funds			63,993		62,123
Unrestricted funds			1,707,386		1,709,863
Revaluation			40,550		40,972
TOTAL FUNDS			1,811,929		1,812,958

The financial statements were approved and authorised for issue by the trustees on 12th May 2023 and signed on their behalf, by:

Gavin White

Oludamilola Fagade

The notes on pages 20 to 38 form part of these financial statements.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

COMPANY BALANCE SHEET
AS AT 31 AUGUST 2022

	Notes	£	2022 £	£	2021 £
FIXED ASSETS					
Tangible assets	13		1,838,023		1,846,444
Investment in subsidiary undertaking	14		1		1
			<hr/>		<hr/>
			1,838,024		1,846,445
CURRENT ASSETS					
Debtors	15	49,093		104,517	
Cash at bank and in hand		216,748		191,607	
			<hr/>	<hr/>	
			265,841	296,124	
CREDITORS: amounts falling due within one year	16	44,136		35,855	
			<hr/>	<hr/>	
NET CURRENTS ASSETS			221,705		260,269
			<hr/>		<hr/>
TOTAL ASSETS LESS CURRENT LIABILITIES			2,059,729		2,106,714
CREDITORS: amounts falling due after more than one year	17		275,092		287,525
			<hr/>		<hr/>
NET ASSETS			1,784,637		1,819,189
			<hr/>		<hr/>
CHARITY FUNDS					
Restricted funds			63,993		62,123
Unrestricted funds			1,680,094		1,716,094
Revaluation			40,550		40,972
			<hr/>		<hr/>
TOTAL FUNDS			1,784,637		1,819,189
			<hr/>		<hr/>

The financial statements were approved and authorised for issue by the trustees on 12th May 2023 and signed on their behalf, by:

Gavin White

Oludamilola Fagade

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 AUGUST 2022

	Notes	2022 £	2021 £
Cash flows from operating activities			
Net cash provided by operating activities	20	102,762	37,069
Cash flows from investing activities			
Purchase of tangible fixed assets		(41,128)	(5,651)
Sale of tangible fixed assets		1,377	286
Net cash used in investing activities		(39,751)	(5,365)
Cash flows from financing activities			
New loans in the year		-	50,000
Repayments of borrowings		(15,659)	(10,157)
Net cash used in financing activities		(15,659)	39,843
Change in cash and cash equivalents in the year		47,352	71,547
Cash and cash equivalents brought forward		263,810	192,263
Cash and cash equivalents carried forward	21	311,162	263,810

The notes on pages 20 to 38 form part of these financial statements.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES

STATUTORY INFORMATION

King's Church in Greater Manchester is a private company limited by guarantee registered in England and Wales. The company's registered number and registered office address can be found on the reference and administrative details page. The currency adopted for the preparation of the financial statements is pounds sterling.

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing the accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (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 costs convention as modified by the revaluation of freehold land and buildings. The charity is a public benefit entity.

The financial statements are prepared in sterling which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest pound.

1.2 Going Concern

The trustees have considered all available information including financial forecasts. Based on these forecasts, the trustees believe that the charitable group can continue in operational existence for at least the next twelve months.

1.3 Basis of consolidation

The financial statements of the charitable company incorporate those of all funds as required by the Charities SORP on a line by line basis.

The group financial statements consolidate those of the charitable company and of its subsidiary undertakings drawn up to 31 August 2022 on a line by line basis. The subsidiary is King's House Conference (Greater Manchester) Limited.

The company has taken advantage of the exemption contained within section 408 of the Companies Act 2006 not to present its own Income and expenditure account.

The income and expenditure account for the year dealt with in the accounts of the company was £34,552 deficit (2021: £46,494 surplus).

The charity has taken advantage of the paragraph 1.11 Section 1, Cash flows, of FRS102 and as such has not shown an individual charity cash flow statement within these financial statements on the basis that it is a qualifying entity and the Consolidated Statement of Cash Flows included within those financial statements include the charity's own cash flows.

1.4 Company status

The company is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES (continued)

1.5 Income

All income is recognised once the company has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

- a) Income from donations and legacies.
All monetary donations and gifts are included in full in the statement of financial activities when receivable, provided there are no donor imposed restrictions as to the timing of the related expenditure, in which case recognition is deferred until the precondition has been met.

Donations made under Gift Aid together with the associated income tax recoveries are credited as income when the donations are received.

- b) Income from charitable activities.
Income from charitable activities comprises rental income and service charges.
- c) Income from trading activities.
Income from trading activities consist of organising conferences and venue hire. Income relating to conferences is deferred until the conference had taken place.
- d) Investment income.
Investment income comprises interest receivable on cash balances held in interest bearing accounts and is recognised on an accrual basis.
- e) Grants.
Income from grants is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been, or are expected to be met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

1.6 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management carried out at centrally. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

Costs of generating funds are costs incurred in attracting voluntary income, and those incurred in trading activities that raise funds.

Charitable activities and Governance costs are costs incurred on the company's operations, including support costs and costs relating to the governance of the company apportioned to charitable activities.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES (continued)

1.7 Tangible fixed assets and depreciation

The company has adopted a revaluation model to revalue freehold property whose fair value can be measured reliably. The revaluations are made with sufficient regularity to ensure that the carrying value does not differ materially from that which would be determined using fair value at the end of the reporting period.

The fair value of land and buildings is usually determined from market-based evidence by appraisal that is normally undertaken by professionally qualified valuers.

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

Tangible fixed assets are carried at cost or valuation, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost or valuation of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	1%	straight line
Improvement to property	-	10%	straight line
Plant & machinery	-	15%	straight line & 15% reducing balance
Fixtures & fittings	-	10%	straight line & 10% reducing balance
Computer equipment	-	33%	straight line & 33% reducing balance
Motor vehicles	-	25%	reducing balance

An amount equal to the excess of the depreciation charge on revalued assets over the notional historical cost depreciation charge on those assets is transferred annually from the revaluation reserve to the unrestricted fund.

1.8 Investment

Investment in subsidiaries are valued at costs less provision for impairment.

1.9 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.10 Cash at Bank and in hand

Cash at bank and in hand includes cash and short term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

1.11 Creditors

Creditors are recognised where the charity has a present obligation from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligations can be measured or estimated reliably.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

1. ACCOUNTING POLICIES (continued)

1.12 Financial instruments

The company only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.13 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 company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.14 Pensions

The company operates a defined contribution pension scheme and the pension charge represents the amounts payable by the company to the fund in respect of the year.

1.15 Taxation

The charity is entitled to certain tax exemption in respect of income tax, corporation tax and capital gains tax, but not value added tax. Irrecoverable value added tax is included in the cost of those items to which it relates.

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date. Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted by the year end and that are expected to apply to the reversal of the timing differences.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that these will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

1.16 Operating leases

Rentals under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

1.17 Government Grants

Government Grants are recognised when the grants have been received.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

1. ACCOUNTING POLICIES (continued)

1.18 Critical accounting estimates and areas of judgement

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical accounting estimates and assumptions.

The charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are detailed below.

Useful list of fixed assets.

In making decisions regarding the depreciation of the tangible fixed assets, management must estimate the useful life of said assets. A change in estimate would result in a change in the depreciation charged to the statement of total comprehensive income in each year. The carrying value of tangible fixed assets is £1,924,735 (2021: £1,947,668) with depreciation of £41,609 (2021: £40,150) being the charge during the year.

Critical accounting judgements

The trustees believe that critical judgments do not pose a significant risk of causing a material difference to the carrying amounts of assets a liabilities within the next financial year.

The group's properties are valued every five years. The basis of the valuation is set out in note 13.

2. DONATIONS

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations	444,955	26,006	470,961	488,067
Gift aid receivable	79,352	1,386	80,738	82,751
Grants	2,477	35,752	38,229	14,500
	<u>526,784</u>	<u>63,144</u>	<u>589,928</u>	<u>585,318</u>
Total 2021	<u>532,260</u>	<u>53,058</u>	<u>585,318</u>	

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

3. INCOME FROM TRADING ACTIVITIES

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Rents & service charges	8,562	5,192	13,754	6,200
Operation of trading subsidiary	289,977	-	289,977	98,405
	<u>298,539</u>	<u>5,192</u>	<u>303,731</u>	<u>104,605</u>
Total 2021	<u>98,405</u>	<u>6,200</u>	<u>104,605</u>	

4. INVESTMENT INCOME

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Interest receivable	43	-	43	10
Total 2021	<u>10</u>	<u>-</u>	<u>10</u>	

5. OTHER INCOME

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Grants received	880	89,040	-	4,386
Other income	649	8,030	649	4,030
	<u>1,529</u>	<u>97,070</u>	<u>649</u>	<u>8,416</u>

Grants included in other income relate to grants from HMRC's Coronavirus Job Retention Scheme.

6. COST OF RAISING FUNDS

	£	£
Commercial trading (note 10)	<u>233,269</u>	<u>213,311</u>

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

7. CHARITABLE ACTIVITIES

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Administration expenses	4,421	44	4,465	2,849
Books & media	1,891	-	1,891	928
Catering	3,860	-	3,860	242
Youth & children	5,389	-	5,389	2,727
Conferences & hospitality	12,501	-	12,501	4,293
Leaders' expenses	2,732	-	2,732	1,389
Study fees	4,433	-	4,433	5,677
Multimedia costs	2,947	338	3,285	13,333
Mission & outreach	58,435	13,857	72,292	102,518
Homes of Hope	2,252	47,811	50,063	45,937
Miscellaneous	784	-	784	964
Leadership salaries	149,700	-	149,700	160,283
Environment, waste & recycling	4,439	-	4,439	5,915
Fire, alarms & security	8,508	-	8,508	3,457
Furnishings & Equipment	120	-	120	270
Utilities	23,447	-	23,447	11,477
Miscellaneous building costs	1,112	-	1,112	184
Service & repair	4,657	-	4,657	4,900
Catering supplies	389	-	389	15
Support costs (note 8)	192,912	126,978	319,890	246,874
Governance costs (note 9)	10,288	-	10,288	9,775
	<u>495,217</u>	<u>189,028</u>	<u>684,245</u>	<u>624,007</u>
Total 2021	<u>454,871</u>	<u>169,136</u>	<u>624,007</u>	

Included in Homes of Hope expenses is mortgage interest of £14,391 (2021: £15,528).

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

8. SUPPORT COSTS

	Unrestricted funds 2022	Restricted funds 2022	Total funds 2022 £	Total funds 2021 £
Administration expenses	17,446	9,155	26,601	18,179
Telephone & internet	6,567	-	6,567	6,975
Multimedia costs	14,514	2,623	17,137	9,713
Legal & professional fees	335	-	335	1,595
Miscellaneous	51	3,641	3,692	5,179
Bank charges	2,236	292	2,528	3,007
Staff salaries	88,638	101,105	189,743	153,312
National insurance	2,515	6,814	9,329	8,666
Pension cost	2,940	2,467	5,407	3,997
Depreciation	29,523	-	29,523	27,624
Site costs	7,894	-	7,894	860
Printing, post & stationery	6,099	-	6,099	6,648
Motor expenses	-	881	881	1,310
(Profit)/loss on disposal of fixed assets	14,154	-	14,154	(191)
	<u>192,912</u>	<u>126,978</u>	<u>319,890</u>	<u>246,874</u>
Total 2021	139,757	107,117	246,874	

9. GOVERNANCE COSTS

	Total funds 2022 £	Total funds 2021 £
Auditors' remuneration	5,904	5,650
Auditors' remuneration: non audit services	3,600	3,600
Legal & professional fees	784	525
	<u>10,288</u>	<u>9,775</u>

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

10. OPERATIONS OF TRADING SUBSIDIARY

A summary of the results of the company's trading subsidiary is as follows:

King's House Conference Centre (Greater Manchester) Limited

	2022 £	2021 £
The income and expenditure of the subsidiary were:		
Turnover	289,977	98,405
Cost of sales	(109,888)	(71,626)
Gross profit	180,089	26,779
Administrative expenses	(118,248)	(141,685)
Other operating income	880	88,654
Operating profit/(loss)	62,721	(26,252)
Loss on disposal of fixed assets	(4,668)	-
Other interest receivable	-	2
Interest payable and similar charges	(825)	-
Donation to parent	(16,000)	-
Profit/(loss) before taxation	41,228	(26,250)
Taxation	(7,705)	4,987
Retained in subsidiary	33,523	(21,263)
The assets and liability of the subsidiary were:		
Tangible assets	86,712	101,224
Current assets	104,788	79,205
Creditors due within one year	(107,171)	(136,277)
Creditors due after one year	(40,586)	(41,667)
Provisions and liabilities	(16,420)	(8,715)
Total net assets/(liabilities)	27,323	(6,230)
Share capital and reserves	27,323	(6,230)

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

11. STAFF COSTS

Staff costs were as follows:

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Wages & salaries	461,440	456,842	321,529	299,152
Termination payments	2,250	-	2,250	-
Social security costs	29,902	28,341	20,787	18,719
Other pension costs	13,015	12,811	9,613	8,387
	506,607	497,994	354,179	326,258

The average number of persons employed by the company during the year was as follows:

	2022 No.	2021 No.
Pastoral team and administration	37	35

No employee received remuneration mounting to more than £60,000 in either year.

The total emoluments and employee benefits of the key management personnel were £149,700 (2021: £160,283). The key management personnel of the charity comprise the members of the leadership team.

12. TRUSTEES' REMUNERATION

Details of remuneration and benefits received by the trustees are disclosed more fully in note 24.

During the year retirement benefits were accruing to 1 Trustee (2021: 1) in respect of defined contribution pension schemes.

The pension contributions with respect to the trustees amounted to £889 (2021: £846).

There were no trustee expenses during the year (2021: nil).

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

13. TANGIBLE FIXED ASSETS

	Freehold Property £	Improvement to property £	Plant and machinery £	Fixtures and fittings £	Computer equipment £	Motor Vehicles £	Total £
Group							
Cost or valuation							
At 1 September 2021	1,830,000	-	220,481	459,669	81,976	1,000	2,593,126
Additions	-	-	-	36,835	4,293	-	41,128
Disposals	-	-	(11,172)	(169,961)	(21,240)	(1,000)	(203,373)
Reclassification	-	31,620	-	(31,620)	-	-	-
At 31 August 2022	1,830,000	31,620	209,309	294,923	65,029	-	2,430,881
Depreciation							
At 1 September 2021	54,900	-	171,855	340,403	77,863	437	645,458
Charge for the year	18,300	3,163	5,286	12,059	2,801	-	41,609
Disposals	-	-	(7,531)	(151,713)	(21,240)	(437)	(180,921)
Reclassification	-	14,340	-	(14,340)	-	-	-
At 31 August 2022	73,200	17,503	169,610	186,409	59,424	-	506,146
Net book value							
At 31 August 2022	1,756,800	14,117	39,699	108,514	5,605	-	1,924,735
At 31 August 2021	1,775,100	-	48,626	119,266	4,113	563	1,947,668
Company							
Cost or valuation							
At 1 September 2021	1,830,000	-	141,633	334,143	63,813	1,000	2,370,589
Additions	-	-	-	34,593	4,293	-	38,886
Disposals	-	-	(4,833)	(163,791)	(21,240)	(1,000)	(190,864)
At 31 August 2022	1,830,000	-	136,800	204,945	46,866	-	2,218,611
Depreciation							
At 1 September 2021	54,900	-	126,878	278,933	62,997	437	524,145
Charge for the year	18,300	-	2,098	7,423	1,702	-	29,523
Disposals	-	-	(3,204)	(148,199)	(21,240)	(437)	(173,080)
At 31 August 2022	73,200	-	125,772	138,157	43,459	-	380,588
Net book value							
At 31 August 2022	1,756,800	-	11,028	66,788	3,407	-	1,838,023
At 31 August 2021	1,775,100	-	14,755	55,210	816	563	1,846,444

King's House was revalued on a "fair value" basis at £1,350,000 by Messrs. Jonathan Harrison BSc (Hons) MRICS and Paul Lowe BA Hons PG Cert Surv MRICS on behalf of Roger Hannah Chartered Surveyors on 13th May 2019. The properties at Ford Lane and Bowland Road were valued by Bergins Estate Agents on 7th May 2019 at an estimated value of £315,000 and £165,000 respectively. The historical cost of land and buildings included in the above at a valuation is £4,267,727 (2021: £4,267,727).

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

14. INVESTMENT IN SUBSIDIARIES

Cost	Company 2022	Company 2021
At 1 September 2021 and 31 August 2022	1	1

King's House Conference (Greater Manchester) Ltd

Subsidiary name	King's House Conference (Greater Manchester) Ltd
Country of incorporation	England
Company registration number	07205595
Basis of control	Ownership of the share capital of the company
Equity shareholding %	100%

The financial results of the subsidiary for the year is disclosed in note 10.

15. DEBTORS

	Group 2022	Group 2021	Company 2022	Company 2021
	£	£	£	£
Trade debtors	12,056	3,893	2,935	-
Amounts owed by group undertaking	-	-	27,027	86,027
Other debtors	8,562	1,732	8,562	1,732
Prepayments & accrued income	11,792	19,867	10,569	16,758
	32,410	25,492	49,093	104,517

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

16. CREDITORS: amounts falling due within one year

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Bank loan	16,345	18,490	11,294	10,157
Trade creditors	4,605	1,051	723	-
Other taxation & social security	30,508	21,372	4,573	5,753
Other creditors	7,223	2,083	6,751	1,964
Accruals & deferred income	65,599	43,109	20,795	17,981
	<hr/> 124,280	<hr/> 86,105	<hr/> 44,136	<hr/> 35,855
Deferred income				
Brought forward at 1 st September 2021	22,345			
Utilised in the year	(14,959)			
Received in the year	34,837			
	<hr/> 42,223			
Carried forward at 31 st August 2022				

Deferred income consists of deposits paid for room bookings of the Conference Centre.

17. CREDITORS: amounts falling due after more than one year

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Bank loan	290,678	304,192	250,092	262,525
Other loan	25,000	25,000	25,000	25,000
	<hr/> 315,678	<hr/> 329,192	<hr/> 275,092	<hr/> 287,525

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

17. CREDITORS: Amounts falling due after more than one year (continued)

Creditors include amounts not wholly repayable within 5 years as follows:

	Group 2022 £	Group 2021 £	Company 2022 £	Company 2021 £
Repayable by instalments	206,581	223,563	204,914	221,896

The charity has a mortgage for the purchase of the property at 21 Ford Lane, Northenden, M22 4WE. At 31 August 2022 the balance on the mortgage is £153,988 (2021: £160,475).

A further advance on the mortgage facility was drawn down in August 2015 to purchase the property at Bowland Road, M23 1LE. At 31 August 2022 the balance on the mortgage is £107,399 (2021: £112,206).

The mortgage loans are secured on the charity's property at King's House, Sidney Street, Manchester, M1 7HB and repayable over 25 years.

The loan of £25,000 provided by the James McNabb Trust is secured on the property at 21 Ford Lane. The loan is interest free and repayable on the sale of the property.

18. STATEMENT OF FUNDS

STATEMENT OF FUNDS – CURRENT YEAR

	Balance at 1 September 2021 £	Income £	Expenditure/ taxation £	Transfers in/(out) £	Balance at 31 August 2022 £
Unrestricted funds					
General	1,709,863	827,553	(736,551)	(93,479)	1,707,386
Revaluation	40,972	-	-	(422)	40,550
	1,750,835	827,553	(736,551)	(93,901)	1,747,936
Restricted funds					
Homes of Hope	-	52,592	(146,493)	93,901	-
Building fund	36,606	-	-	-	36,606
Revolution Youth	25,517	44,405	(42,535)	-	27,387
	62,123	96,997	(189,028)	93,901	63,993
Total of funds	1,812,958	924,550	(925,579)	-	1,811,929

The transfer from unrestricted funds is to finance the deficit on restricted funds.

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

18. STATEMENT OF FUNDS (continued)

STATEMENT OF FUNDS – PRIOR YEAR

	Balance at 1 September 2020 £	Income £	Expenditure/ taxation £	Transfers in/(out) £	Balance at 31 August 2021 £
Unrestricted funds					
General	1,686,236	730,225	(663,195)	(43,403)	1,709,863
Revaluation	41,394	-	-	(422)	40,972
	<u>1,727,630</u>	<u>730,225</u>	<u>(663,195)</u>	<u>(43,825)</u>	<u>1,750,835</u>
Restricted funds					
Homes of Hope	-	91,173	(134,998)	43,825	-
Building fund	36,606	-	-	-	36,606
Revolution Youth	23,491	36,164	(34,138)	-	25,517
	<u>60,097</u>	<u>127,337</u>	<u>(169,136)</u>	<u>43,825</u>	<u>62,123</u>
Total of funds	<u>1,787,727</u>	<u>857,562</u>	<u>(832,331)</u>	<u>-</u>	<u>1,812,958</u>

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

19. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS – CURRENT YEAR

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	1,924,735	-	1,924,735
Current assets	279,579	63,993	343,572
Creditors due within one year	(124,280)	-	(124,280)
Creditors due in more than one year	(315,678)	-	(315,678)
Provisions for liabilities	(16,420)	-	(16,420)
	<u>1,747,936</u>	<u>63,993</u>	<u>1,811,929</u>

Analysis of net assets between funds – prior year

	2021 £	2021 £	2021 £
Tangible fixed assets	1,947,668	-	1,947,668
Current assets	227,179	62,123	289,302
Creditors due within one year	(86,105)	-	(86,105)
Creditors due in more than one year	(329,192)	-	(329,192)
Provisions for liabilities	(8,715)	-	(8,715)
	<u>1,750,835</u>	<u>62,123</u>	<u>1,812,958</u>

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

20. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	Group 2022 £	Group 2021 £
Net (expenditure)/income for the year (as per Statement of Financial Activities)	(1,029)	25,231
Adjustment for:		
Depreciation charges	41,609	40,150
(Profit)/loss on disposal of fixed assets	21,074	(166)
Decrease/(increase) in debtors	(6,918)	1,843
Increase/(decrease) in creditors	40,321	(25,002)
Increase/(decrease) in provisions for liabilities and charges	7,705	(4,987)
	102,762	37,069

21. ANALYSIS OF CASH AND CASH EQUIVALENTS

	Group 2022 £	Group 2021 £
Cash at bank & in hand	311,162	263,810
Total	311,162	263,810

22. Pension commitments

The group operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the group in an independently administered fund. The pension cost charge represents contributions payable by the group to the fund and amounted to £13,015 (2021: £12,811).

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022**

23. OPERATING LEASE COMMITMENTS

At 31 August 2022 the total of the group's future minimum lease payments under non-cancellable operating leases was:

	2022	2021
	£	£
Group		
Amounts payable:		
Within 1 year	4,579	8,719
Between 1 and 5 years	533	5,112
	<hr/>	<hr/>
Total	5,112	13,831
	<hr/>	<hr/>

At 31 August 2022 the company had annual commitments under con-cancellable operating leases as follows:

	2022	2021
	£	£
Company		
Amounts payable:		
Within 1 year	4,579	8,719
Between 1 and 5 years	533	5,112
	<hr/>	<hr/>
Total	5,112	13,831
	<hr/>	<hr/>

24. TRANSACTIONS WITH TRUSTEES AND RELATED PARTIES

During the year one of the trustees (2021: 1) were engaged in spiritual leadership and ministry in the church and, in accordance with the Memorandum & Articles of Association, were paid salaries during the year as follows:

	Salary	Employer NI	Pension	2022	2021
	£	£	£	Total	Total
				£	£
Oludamilola Fagade (incl. spouse)	45,795	3,998	1,374	51,167	46,105
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	45,795	3,998	1,374	51,167	46,105
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

During the year the charity received donations from all trustees and their spouses without conditions amounting to £71,412 (2021: £86,997).

KING'S CHURCH IN GREATER MANCHESTER
(A company limited by guarantee)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 AUGUST 2022

25. FRC ETHICAL STANDARD – PROVISIONS AVAILABLE FOR SMALL ENTITIES

In common with many other entities of our size and nature, we use our auditors to assist in the preparation of the financial statements.