

Company number 06481224

# **Kingswood Church**

## **Annual Report and Unaudited Financial Statements**

**for the year ended 31 March 2022**

**Company number 06481224**

**KINGSWOOD CHURCH**

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**KINGSWOOD CHURCH**  
**COMPANY INFORMATION**

<b>Directors/Trustees</b>	J R Edwards E D Field R J Field A M Jerman
<b>Company Secretary</b>	Robert John Field
<b>Governing Document</b>	Memorandum and Articles of Association dated 23 January 2008
<b>Company Registration Number</b>	06481224
<b>Charity Registration Number</b>	1122959
<b>Registered Office</b>	Kingswood Church Church Road Welshpool Powys SY21 7LN
<b>Independent Examiner</b>	Rachel Pittaway AAT RW Accounts Ltd 3 The Terrace Welshampton, Ellesmere SY12 0PL
<b>Bankers</b>	HSBC Plc 23 Broad Street Welshpool Powys SY21 7RN

## **KINGSWOOD CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 MARCH 2022**

The Directors/Trustees present their report and financial statements for the year ended 31 March 2022.

The financial statements have been prepared in accordance with the Accounting policies set out in note 1 to the financial statements and comply with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practices applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2016).

#### **Objects of the charity**

The charity's objects are to advance the Christian Faith through teaching and training . To relieve sickness and financial hardship and preserve good health through the provision of counselling and support.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

#### **Achievements and performance**

Apart from regular Christian meetings throughout the week, Kingswood Church is open to the public seven days a week.

We have available through the bookshop, resources to help and equip churches, schools and Christians to live in and serve their local communities.

We also run a Trussell Trust affiliated Foodbank from the premises to serve local people in short term financial crisis. Distributing well over 20 tons of food to local charities and over 1,100 clients in this financial year. We also partner with FareShare in order to minimise food waste from Supermarkets that would otherwise go to landfill. Since we started the partnership, we have collected almost 9 tons of food which has a meal equivalent of 21 thousand meals. Over 40 agencies refer clients to us who we endeavour to support with additional advice and resources as well as food, toiletries and cleaning products.

In planning the activities the Directors/Trustees have had regard to the guidance issued by the Charity Commission in December 2008 on Public benefit.

#### **Financial Review**

Income for the year was £68,199 and expenditure was £55,400, resulting in a surplus for the year of £12,799. Fund balances at the end of the year totalled £202,706, which included fixed assets at net book value of £149,876.

The Board of Directors/Trustees have established a policy whereby free reserves held by the charity should be maintained at a level sufficient to meet its obligations in light of the current level of giving. The Directors/Trustees believe that the current level of free reserves held is sufficient at present.

The Directors/Trustees have reviewed the risks to which the charity is exposed and are satisfied that systems are in place to mitigate exposure to the major risks.

**Structure, governance and management**

The charity is a company limited by guarantee.

The trustees, who are also directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

J R Edwards

E D Field

R J Field

A M Jerman

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

This report was approved by the Directors/Trustees and signed on their behalf by:



R J Field

Trustee

Dated: 15<sup>th</sup> December 2022

**INDEPENDENT EXAMINER'S REPORT  
TO THE TRUSTEES OF**

**KINGSWOOD CHURCH**

I have examined the accounts for the year ended 31st March 2022 on pages 5 to 10 following which have been prepared on the basis of the accounting policies set out on page 7.

**Respective Responsibilities of Directors/Trustees and Examiner**

The directors/trustees of the company are responsible for the preparation of accounts; they consider that the audit requirements under section 144 of the Charities Act 2011 do not apply but that an independent examination is needed. I have been appointed to conduct an Independent Examination required by section 145 of the Charities Act, 2011 and to report in accordance with the regulations made under section 145 of that Act. It is my responsibility to examine the accounts, without performing an audit, and to report to the trustees.

Having satisfied myself that the company is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- (1) examine the accounts under section 145 of the Charities Act 2011;
- (2) follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act 2011;
- (3) state whether particular matters have come to my attention.

**Basis of Examiner's Statement**

This report is in respect of an examination carried out under section 145 of the Charities Act 2011, and in accordance with the general directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity, and a comparison of the accounts presented with those records. It also includes a review of the accounts and making such enquiries as are necessary for the purpose of this report. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

**Examiner's Statement**

Based on my examination, no matter has come to my attention which gives me reasonable cause to believe that in any material respect, accounting records have not been kept in accordance with section 386 of the Companies Act 2006, or that the accounts presented do not accord with those records, or comply with the accounting requirements of section 396 of the Companies Act 2006. No matter has come to my notice in connection with my examination to which, in my opinion, attention should be drawn to enable a proper understanding of the accounts.



Rachel Pittaway AAT

For and on behalf of:  
RW Accounts Ltd  
3 The Terrace  
Welshampton  
Shropshire  
SY12 0PL

15th December 2022

**KINGSWOOD CHURCH**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**Summary Income and Expenditure Account**

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £	Total Funds 2021 £
<b>Income</b>					
<i>Incoming resources from generated funds</i>					
Donations and legacies	3	20,150		20,150	29,675
Charitable activities	4		35,828	35,828	23,589
Bookshop	5	7,483		7,483	5,400
Other income	6	4,738		4,738	4,209
Total Incoming Resources		32,371	35,828	68,199	62,873
<b>Expenditure</b>					
<i>Costs of generating voluntary income</i>					
Raising funds	7	7,383	0	7,383	5,526
Charitable activities	8	47,306	711	48,017	41,318
Total Resources Expended		54,689	711	55,400	46,844
<b>Net Movement in Funds</b>		<b>(22,318)</b>	35,117	12,799	16,029
Fund balances at 1st April 2021		189,907	0	189,907	173,878
<b>Fund balances at 31 March 2022</b>		<b>167,589</b>	<b>35,117</b>	<b>202,706</b>	<b>189,907</b>

Movements on reserves and all recognised gains and losses are shown above.

The notes on page 7-10 form part of these accounts.

Company number 06481224

**KINGSWOOD CHURCH**

**BALANCE SHEET**

as at 31 March 2022

	Note	2022		2021	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible assets	11		149,876		150,461
<b>CURRENT ASSETS</b>					
Stocks	12		26,922		17,951
Debtors	13		2,387		3,057
Cash at bank			24,021		18,738
			53,331		39,746
<b>CURRENT LIABILITIES</b>					
Liabilities falling due within one year	14		(500)		(300)
Net Current Assets			52,831		39,446
<b>NET ASSETS</b>			202,706		189,907
<b>FUND BALANCES</b>					
Unrestricted funds			167,589		189,907
Restricted Funds	15		35,117		0
			202,706		189,907

For the year ended 31st March 2022, the company was entitled to the exemption from audit under Section 477 of the Companies Act 2006 relating to small companies.

Responsibilities of directors/trustees:

- The members have not required the charitable company to obtain an audit of its accounts for the year in question in accordance with Section 476 of the Companies Act -- however, in accordance with Section 145 of the Charities Act 2011 the accounts have been examined by an independent examiner whose report forms part of this document.
- The directors/trustees acknowledge their responsibilities for complying with the requirements of the Companies Act with respect to accounting records and the preparation of accounts

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

Approved by the Directors and signed on their behalf on 15<sup>th</sup> December 2022 by:



R J Field

Company number: 06481224

The notes on page 7-10 form part of these accounts.



Company number 06481224  
**KINGSWOOD CHURCH**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**1 Accounting Policies**

**Charity Information**

Kingswood Church is a private company limited by guarantee incorporated in England and Wales. The registered office is Kingswood Church, Church Road, Welshpool, Powys, SY21 7LN, United Kingdom.

**1.1 Accounting convention**

The financial statements have been prepared in accordance with the charity's governing document, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective January 2019)". The charity is a Public Benefit Entity as defined by FRS 102.

The charity has taken advantage of the provision in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

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

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

**1.2 Going concern**

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

**1.3 Charitable funds**

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

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

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

**1.4 Income**

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations

Legacies are recognised on receipt or otherwise if the charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

**1.5 Expenditure**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to each category of expense shown in the Statement of Financial Activities. Expenditure is recognised when the following criteria are met:

- there is a present legal or constructive obligation resulting from a past event;
- it is more likely than not that a transfer of benefits will be required in settlement;
- the amount of the obligation can be measured or estimated reliably

**1.6 Tangible fixed assets**

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost of valuation of assets less their residual values over their useful lives

Freehold land and buildings	1.6% straight line
Fixtures and fittings	20% reducing balance
Motor vehicles	20% reducing balance

The gain or loss on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

**1.7 Impairment of fixed assets**

At each reporting end date, the charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the assets is estimated in order to determine the extent of the impairment loss (if any).

### 1.8 Stock

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell. Cost comprises direct materials and, where applicable, direct labour costs and those overheads that have been incurred in bringing the stock to their present location and condition. Items held for distribution at no or nominal consideration are measured the lower of replacement cost and cost.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketings, selling and distribution.

### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

### 1.10 Financial Instruments

The charity has elected to apply the provision of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

#### *Basic financial assets*

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

#### *Basic financial liabilities*

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

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

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

#### *Derecognition of financial liabilities*

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

### 1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

## 2 Critical accounting estimates and judgements

In the application of the charity's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

## 3 Donations and legacies

	Unrestricted Funds £	Total 2022 £	Total 2021 £
General giving	15,684	15,684	21,025
Other	4,466	4,466	8,650
	<u>20,150</u>	<u>20,150</u>	<u>29,675</u>

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**KINGSWOOD CHURCH**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**4 Charitable activities**

Donations

Foodbank 2022	Foodbank 2021
35,828	23,589

**5 Bookshop**

Bookshop sales

Unrestricted Funds £ 2022	Unrestricted Funds £ 2021
7,483	5,400

**6 Other income**

Renewable Heat Incentive

Unrestricted Funds £ 2022	Unrestricted Funds £ 2021
4,738	4,209

**7 Raising funds**

Bookshop cost of sales  
Operating charity shops

Unrestricted Funds £ 2022	Unrestricted Funds £ 2021
7,383	5,526
7,383	5,526

**8 Charitable activities**

Food bank  
Employee costs  
Premises costs  
Repairs, renewals and maintenance  
Ministry and Travel expenses  
Legal & professional  
Sundries  
Depreciation  
Charitable giving- institutions  
Administration, subscriptions ,telephone and internet  
Bank Charges  
Insurance

Church and foodbank 2022	Church and foodbank 2021
711	923
11,230	10,377
4,100	3,791
13,047	10,496
2,717	2,032
377	177
673	643
10,169	9,715
400	660
2,876	2,534
71	(1,452)
1,147	1,122
47,517	41,018
500	300
48,017	41,318

**Analysis by fund**

Unrestricted funds  
Restricted funds

167,588	189,907
35,117	0
202,706	189,907

**9 Trustees**

None of the trustees (or any persons connected with them) received any remuneration or benefits from the charity during the year as a result of being a trustee. Robert Field was paid in his capacity as Pastor.

**10 Employees**

**Number of employees**

The average monthly number of employees during the year was:

2022 Number 1	2021 Number 1
---------------------	---------------------

**Employment costs**

Wages and salaries

2022	2021
11,230	10,377

No employees were paid in excess of £60,000

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**KINGSWOOD CHURCH**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2022**

**11 Tangible Fixed Assets**

	Freehold land and buildings £	Fixtures and fittings £	Motor vehicles £	Total 2022 £
<b>Cost</b>				
At 1st April 2021	150,000	45,419	9,950	205,369
Additions		5,675	3,908	9,583
At 31 March 2022	150,000	51,094	13,858	214,952
<b>Depreciation and impairment</b>				
At 1st April 2021	28,800	22,526	3,582	54,908
Depreciation charged in the year	2,400	5,714	2,055	10,169
At 31 March 2022	31,200	28,240	5,637	65,077
<b>Carrying amount</b>				
At 31 March 2022	118,800	22,855	8,221	149,876
At 1st April 2021	121,200	22,893	6,368	150,461

**12 Stock**

	2022 £	2021 £
Books and other resources for resale	18,017	17,951
Foodbank stocks	8,905	
	26,922	17,951

**13 Debtors and Prepayments**

	2022 £	2021 £
<b>Amounts falling due within one year:</b>		
Trade debtors	1,222	1,769
Other debtors	1,165	1,288
	2,387	3,057

**14 Creditors: amounts falling due within one year**

	2022 £	2021 £
Accruals and deferred income	500	300

**15 Restricted funds**

The income funds of the charity include restricted funds comprising the following unexpended balance of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds		
	Incoming resources	Resources expended	Balance at 31 March 2022	Incoming resources	Resources expended	Balance at 31 March 2021
Foodbank	35,828	(711)	35,117	23,589	(23,589)	0

The foodbank fund represents restricted income received for running the foodbank.

**16 Related party transactions**

There were no disclosable related party transactions during the year (2021 - none)