# SHELFORD GOSPEL TRUST

England & Wales · Charity number 1123608

## Details

| | |
|---|---|
| **Status** | Registered |
| **Legal form** | Charitable company |
| **Company number** | 06474770 |
| **Registered** | 2008-04-12 |
| **Register** | View on the Charity Commission register |

## Contact

| | |
|---|---|
| **Address** | 43 Sedley Taylor Road<br>Cambridge<br>CB2 8PN |
| **Phone** | 01223248430 |
| **Email** | rosemarybridge@btinternet.com |

## Activities

**Objects:** 1 TO ADVANCE THE CHRISTIAN FAITH IN ACCORDANCE WITH THE STATEMENT OF BELIEFS APPEARING IN THE SCHEDULE HERETO IN LITTLE SHELFORD CAMBRIDGESHIRE AND IN SUCH OTHER PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES MAY FROM TIME TO TIME THINK FIT AND TO FULFIL SUCH OTHER PURPOSES WHICH ARE EXCLUSIVELY CHARITABLE ACCORDING TO THE LAW OF ENGLAND AND WALES AND ARE CONNECTED WITH THE CHARITABLE WORK OF THE CHARITY;2 TO RELIEVE SICKNESS AND FINANCIAL HARDSHIP AND TO PROMOTE AND PRESERVE GOOD HEALTH BY THE PROVISION OF FUNDS, GOODS OR SERVICES OF ANY KIND, INCLUDING THROUGH THE PROVISION OF COUNSELLING AND SUPPORT IN THE SAID LOCATION AND IN SUCH OTHER PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES FROM TIME TO TIME MAY THINK FIT.

**Activities:** To advance the Christian faithTo relieve sickness and financial hardship

## Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services
- **What:** The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** The General Public/mankind

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## Geography

- **Area of benefit:** LITTLE SHELFORD CAMBRIDGESHIRE
- Cambridgeshire

## Finances

| Period end | Income | Expenditure | Assets | Employees |
|---|---|---|---|---|
| 2024-12-31 | £105,284 | £29,854 | - | - |
| 2023-12-31 | £206,653 | £26,568 | - | - |
| 2022-12-31 | £256,207 | £40,625 | - | - |
| 2021-12-31 | £498,977 | £8,210 | - | - |
| 2020-12-31 | £38,815 | £4,027 | - | - |

## Trustees

| Name | Role | Appointed |
|---|---|---|
| **PROF ROBERT STEPHEN WHITE FRS** | Chair | |
| Joanna Pearce | | |
| Nicholas Cecil John Bewes | | |
| Nicholas Georgiadis | | 2025-10-21 |
| ROSEMARY ELIZABETH BRIDGE | | |

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**SHELFORD GOSPEL TRUST**

England & Wales - Charity number 1123608

# Accounts

Shelford Gospel Trust

# Report and Accounts

year ended 31 December 2024

stewardship®

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**SHELFORD GOSPEL TRUST**

**FOR THE YEAR ENDED 31 DECEMBER 2024**

## COMPANY INFORMATION

| | |
|---|---|
| **Directors/Trustees** | Rosemary Bridge<br>Robert White<br>Christopher Ash<br>Nicholas Bewes<br>Joanna Pearce |
| **Company Secretary** | Rosemary Bridge |
| **Governing Document** | Memorandum and Articles of Association |
| **Company Registration Number** | 6474770 |
| **Charity Registration Number** | 1123608 |
| **Registered Office** | 43 Sedley Taylor Road, Cambridge, CB2 8PN |
| **Independent Examiner** | Archie McDowall, BA CA<br>Stewardship<br>1 Lamb's Passage, London EC1Y 8AB |
| **Financial Institutions** | Barclays Bank PLC<br>28 Chesterton Road, Cambridge CB4 3AZ<br><br>Stewardship Services (UKET) Limited<br>1 Lamb's Passage, London EC1Y 8AB<br><br>Kingdom Bank Ltd<br>Media House, Padge Rd, Beeston, Nottingham NG9 2RS |

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**SHELFORD GOSPEL TRUST**
**REPORT OF THE DIRECTORS**
**FOR THE YEAR ENDED 31 DECEMBER 2024**

The Directors have pleasure in submitting the Report and Accounts for Shelford Gospel Trust ("the Trust") for the year.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 1 January 2015).

**Objects of the charity**
The primary objects of the Trust are:

* to advance the Christian faith, in accordance with a statement of beliefs set out below.

* to relieve sickness and financial hardship and to promote and preserve good health by the provision of goods or services of any kind, including through the provision of counselling and support.

in Little Shelford, Cambridgeshire and in such other parts of the UK or the world as the Trustees may from time to time think fit.

The Trustees have regard to the Charity Commission's guidance on public benefit and take this into account when considering possible new projects. The main activities undertaken to date have been the provision of staff housing for two churches in South Cambridgeshire plus a church building for Christ Church Trumpington. All churches provide wide ranging ministries in their local areas.

**Statement of beliefs**
We believe in the fundamental truths of Christianity as revealed in Holy Scripture including:

a) There is one God in three persons, the Father, the Son and the Holy Spirit.
b) God is sovereign in creation, revelation, redemption and final judgment.
c) The Bible, as originally given, is the inspired and infallible Word of God. It is the supreme authority in all matters of belief and behaviour.
d) Since the fall, the whole of humankind is sinful and guilty, so that everyone is subject to God's wrath and condemnation.
e) The Lord Jesus Christ, God's incarnate Son, is fully God; he was born of a virgin; his humanity is real and sinless; he died on the cross, was raised bodily from death and is now reigning over heaven and earth.
f) Sinful human beings are redeemed from the guilt, penalty and power of sin only through the sacrificial death once and for all time of their representative and substitute, Jesus Christ, the only mediator between them and God.
g) Those who believe in Christ are pardoned all their sins and accepted in God's sight only because of the righteousness of Christ credited to them; this justification is God's act of undeserved mercy, received solely by trust in him and not by their own efforts.
h) The Holy Spirit alone makes the work of Christ effective to individual sinners, enabling them to turn to God from their sin and to trust in Jesus Christ.
i) The Holy Spirit lives in all those he has regenerated. He makes them increasingly Christ like in character and behaviour and gives them power for their witness in the world.
j) The only holy universal church is the Body of Christ, to which all true believers belong.
k) The Lord Jesus Christ will return in person to judge everyone, to execute God's just condemnation on those who have not repented and to receive the redeemed to eternal glory.

**Governance**

The Trust is a company limited by guarantee governed by its Memorandum and Articles of Association. It was incorporated in England and Wales on 16 January 2008 and registered with the Charities Commission on 12 April 2008.

The number of Trustees shall be not less than three. The Trustees are those persons named in the company information section of the report. At annual general meetings one-third of the Trustees retire by rotation. The Trustees may by ordinary resolution appoint a person who is willing to act to be a Trustee either to fill a vacancy or as an additional Trustee, subject to certain conditions, including his willingness to subscribe to the Statement of Beliefs above.

Continuing Trustees are responsible for the induction of any new Trustee, which involves awareness of a Trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the Trust.

The business of the Trust will be managed and administered by the Trustees who may exercise all the powers of the Charity. None of the Trustees receive remuneration or other benefit from their work with the charity.

Individual requests for assistance will be considered by the Trustees on application and subject to their discretion. Normally they would require formal applications saying how the funds would be used and what would be achieved. The Trustees will seek feedback on the actual use of grants given and the achievements made. The explanations and feedback received are sufficient for monitoring the quality of the grants made.

The Memorandum and Articles of Association give the Trustees discretion over whether funds are held in cash or investments. During the year, the Trust held cash in two separate institutions.

**Review of activities**

During 2024, the Trust received charitable donations and rent from its charitable activities, being the provision of residential accommodation to support the gospel ministry in South Cambridgeshire plus a property in Alpha Terrace for Christ Church Trumpington, Cambridge.

In November 2016, the Trust acquired a chapel building and adjacent community hall in Alpha Terrace, Trumpington, Cambridge, in order to support the long-term Christian witness and work of Christ Church Trumpington. The Trust has entered into a 16 year lease agreement with Christ Church Trumpington. The provision of this building for Christ Church Trumpington will support and facilitate gospel ministry in South Cambridge in accordance with the Trust's primary object.

On 12 November 2021, the Trust completed the legal transfer of a gift of a residential property in Sawston, Cambridgeshire and subsequently entered into a tenancy agreement to enable the minister of Christ Church South Cambs to live in the village, which supports the gospel ministry of the church in Sawston in accordance with the Trust's primary object.

In January 2022, the Trust completed the purchase of 26 Church Street, Little Shelford, Cambridge, a large house ideally located opposite All Saints, Little Shelford. As well as housing an assistant minister with a family, this property will provide a two-bedroomed Annex for a church worker. During 2024 a signficiant refurbishment project was completed funded by existing cash reserves, a donation from the 2021 Appeal for the Church Street project and a mortgage from Kingdom Bank.

**Financial review**

Income for the year amounted to £105,284 (2023: £206,653), of which £62,500 related to the 2021 Appeal for the Church Street project (2023: £nil).

There was no expenditure on generating funds but there were administration costs during the year of £1,339 (2023: 1,104) and expenditure on charitable activities of £28,515 (2023: £25,464).

**Future plans**

The Trustees intend to have fund raising activities in order to provide the Trust with financial resources to facilitate grants that can further the objects of the Trust. Examples of possible projects are:

* Paying for housing of Christian workers involved in new gospel initiatives in the Cambridge area, where properties are very expensive.
* Strategic projects - with the large and increasingly visible expansion of housing stock in Cambridge and the surrounding sub-region there are strategic possibilities to support gospel work in these new communities.

In the immediate future, the resources will be focused on reducing the mortgage related to the refurbishment of the house in Little Shelford (see above).

**Reserves policy**

The Trustees have resolved to retain sufficient funds with three elements to cover a proportion of the committed annual expenditure, project reserves (for specific property projects) and reserves for unforeseen events (such as property maintenance events).

**Going concern**

Whilst the cost of living pressures continue to adversely impacted the UK economy, it has not had an impact on the Trust during 2024. Regular donations remained at a similar level and the tenants, who are responsible for the energy costs of each occupied properties, continued to be able to meet their rental payments.

The Trustees take reasonable steps to review and consider any factors that may affect the ability of the Trust to continue as a going concern. The Trustee's forecasts and projections, take account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income.

The Trustees' forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income. The most significant financial risk in the medium term is associated with the refurbishment loan for 26 Church Street. The Trustees have performed a stress test analysis to assess the impact of a loss of rental income from a vacant period for the main house. The main house and the Annex have each been let on 12 month terms, within 3 months of completion of the project, at commercial rental values with receipt of a full year's rental payments at their inception, so there is little short term financial risk.

After assessing the forecasts and liquidity of the Trust for the next two calendar years, the Trustees have a reasonable expectation that the Trust has adequate resources to continue for the foreseeable future. The Trust therefore continues to adopt the going concern basis in preparing the financial statements.

**Risk statement**

The Trustees annually review the risks that the Trust faces and set in place processes where possible to reduce these.

**Directors' responsibilities**

Company law requires us as Directors to prepare financial statements for each financial year which give a true and fair view of the state of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the Trustees are required to:

1 Select suitable accounting policies and apply them consistently
2 Observe the methods and principles in the Charities SORP;
3 Make judgements and estimates that are reasonable and prudent
4 State whether the applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.
5 Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 2006.

They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps to prevent fraud or any other irregularities.

**Approval**

This report, which has been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies, was approved by the Directors on 12 May 2025 and signed on their behalf by:

Rosemary E. Bridge
Rosemary E. Bridge (May 14, 2025 08:51 GMT+1)

May 14, 2025

Rosemary Bridge

**INDEPENDENT EXAMINER'S REPORT**
**TO THE TRUSTEES OF**
**SHELFORD GOSPEL TRUST**
**('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2024 on pages 7 to 14 following, which have been prepared on the basis of the accounting policies set out on pages 9 and 10.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

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

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

2 the accounts do not accord with those records; or

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

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

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

Archie McDowall
Archie McDowall (May 14, 2025 12:08 GMT+1)

May 14, 2025

Archie McDowall, BA CA
Institute of Chartered Accountants in Scotland

For and on behalf of:
Stewardship
1 Lamb's Passage
London EC1Y 8AB

**SHELFORD GOSPEL TRUST**
**STATEMENT OF FINANCIAL ACTIVITIES**
**FOR YEAR ENDED 31 DECEMBER 2024**
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

| | Note | Unrestricted Funds 2024 £ | Restricted Funds 2024 £ | Total funds 2024 £ | Total funds 2023 £ |
|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | |
| Donations and legacies | 2 | 17,685 | 62,500 | 80,185 | 17,301 |
| Charitable activities | 3 | 23,834 | - | 23,834 | 186,916 |
| Investment income | | 1,265 | - | 1,265 | 2,436 |
| Total income and endowments | | 42,784 | 62,500 | 105,284 | 206,653 |
| **EXPENDITURE ON** | | | | | |
| Charitable activities | 4 | 28,515 | - | 28,515 | 25,464 |
| Other | 5 | 1,339 | - | 1,339 | 1,104 |
| Total expenditure | | 29,854 | - | 29,854 | 26,568 |
| **Net income/(expenditure)** | | 12,930 | 62,500 | 75,430 | 180,085 |
| Transfers between funds | | 62,500 | (62,500) | - | - |
| **Net movement in funds** | | 75,430 | - | 75,430 | 180,085 |
| **Reconciliation of funds:** | | | | | |
| Total funds brought forward | | 2,427,408 | - | 2,427,408 | 2,247,323 |
| **Total funds carried forward** | | 2,502,838 | - | 2,502,838 | 2,427,408 |

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

All income and expenditure derive from continuing operations.

The statement of financial activities also complies with the requirements for an income and expenditure account required by the Companies Act 2006.

The notes on pages 9 to 14 form part of these accounts.

**SHELFORD GOSPEL TRUST**
**BALANCE SHEET**
**AS AT 31 DECEMBER 2024**

| | Note | Unrestricted Funds | Restricted Funds | Actual Year Total 2024 | Actual Year Total 2023 |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | £ | £ | £ | £ |
| Tangible assets | 7 | 2,888,604 | | 2,888,604 | 2,278,536 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 8 | 1,428 | - | 1,428 | 4,702 |
| Cash at bank | 9 | 53,867 | | 53,867 | 148,070 |
| | | 55,295 | - | 55,295 | 152,772 |
| **CURRENT LIABILITIES** | | | | | |
| Liabilities falling due within one year | 10 | 44,666 | - | 44,666 | 3,900 |
| Net Current Assets | | 10,629 | - | 10,629 | 148,872 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 2,899,233 | - | 2,899,233 | 2,427,408 |
| **CREDITORS FALLING DUE AFTER MORE THAN ONE YEAR** | 11 | 396,395 | | 396,395 | - |
| **NET ASSETS** | | 2,502,838 | - | 2,502,838 | 2,427,408 |
| **FUND BALANCES** | | | | | |
| Unrestricted funds | 12 | 2,502,838 | - | 2,502,838 | 2,427,408 |
| Restricted Funds | 12 | - | - | - | - |
| | | 2,502,838 | - | 2,502,838 | 2,427,408 |

*For the year ended 31 December 2024, the company was entitled to the exemption from audit under*

*Responsibilities of directors/trustees:*

a. *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.*

b. *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 on the 12 May 2025 and signed on their behalf by:

Joanna Pearce
Joanna Pearce (May 13, 2025 20:32 GMT+1)

Joanna Pearce May 13, 2025

Company number: 6474770 Charity number: 1123608

The notes on pages 9 to 14 form part of these accounts.

**SHELFORD GOSPEL TRUST**
**NOTES TO THE ACCOUNTS**
**FOR YEAR ENDED 31 DECEMBER 2024**

## 1 Accounting policies

The Trust is a public benefit entity. The accounts have been prepared under the historic cost convention, in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014; and with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102). The financial statements are prepared in sterling and rounded to the nearest £1.

The following are the accounting policies which have been applied in dealing with material items:-

a) Going Concern

The Trustees (who are the charitable company's directors for the purposes of company law) have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern.

The Trustees' forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income. The most significant financial risk in the medium term is associated with the refurbishment loan for 26 Church Street. The Trustees have performed a stress test analysis to assess the impact of a loss of rental income from a vacant period for the main house. The main house and the Annex have each been let on 12 month terms, within 3 months of completion of the project, at commercial rental values with receipt of a full year's rental payments at their inception, so there is little short term financial risk.

The Trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. Income received in circumstances where a claim for repayment of tax has been or will be made to HM Revenue & Customs is grossed up for the tax recoverable. Any amount of tax reclaimed from HM Revenue & Customs but not yet received is shown within the charity's debtors. Gifts in kind are included in income at their estimated value to the Trust and recognised as income when they are distributed to projects.

Investment income represents income generated by the charity's assets and is taken into account when receivable.

c) Expenditure

Expenditure, including irrecoverable VAT, when incurred by the charity, regardless of when payment is made. Grants payable are taken into account at the earlier of when they are paid or become constructive obligations. Expenditure is classified under the following activity headings:

* Cost of raising funds comprise the costs incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.
* Expenditure on charitable activities includes the revenue costs associated with the repairs and maintenance of the Trust’s properties or grants to individuals or churches.
* Other expenditure represents those items not falling into any other heading.

d) Funds

Unrestricted funds are donations and other income received or generated for the objects of the charity without specified purpose and are available for purposes as directed by the trustees. Restricted funds are amounts received where the donor has specified the purpose for which it should be used.

Donations received in response to an appeal will be treated as restricted funds. Loan receipts raised for a project will be treated as (unrestricted) designated funds. Once the money in both funds is applied to the acquisition of a tangible asset, most likely a property, then the property will immediately be regarded as an unrestricted general fund asset. The Trustees are of the option that the terms of the appeal gifts are met once the specified assets is acquired, allowing the Trust to use the property on an unrestricted basis for any charitable purpose.

**1 Accounting policies (continued)**

d) Funds (continued)

Loan finance raised for a specific property will also be categorised as unrestricted general fund liabilities.

Where appeal donations are received after the purchase of an appeal asset, expenditure directly associated with the purchase of the property, will be allocated to the restricted fund. Otherwise all other expenditure related to the property will be borne by the general fund.

e) Key judgements

i Key estimate: Charitable donations

The Trustees make estimates and assumptions regarding the future. Actual results may differ from these estimates. The cash flow projections include assumptions about continued donations, the key one being that regular giving and rental income from occupied properties will not change significantly from historical levels.

ii Key judgement: classification of tangible fixed assets

When a tangible fixed asset is funded through an appeal or by way of a grant or donation, the accounting treatment of the asset acquired will depend on the circumstances of each case. In the Trustee's judgement, the terms of the gift are met once the specified asset is acquired, so allowing the charity to use the asset acquired on an unrestricted basis for any charitable purpose. Accordingly the properties purchased, including funding from specific appeals are classified as general fund assets.

iii Key judgement: Residual value of property

The Trustees believe that the properties held for charitable purposes have a high residual value which removes the need for depreciation to be charged.

f) Fixed assets and depreciation

Fixed assets acquired for use by the charity are capitalised and depreciated over their estimated useful life, unless their cost is insignificant in which case they are written off on purchase.

Depreciation periods are as follows:

| | | |
|---|---|---|
| Freehold land | Not depreciated | |
| Freehold buildings | Not depreciated | see Key judgements e iii) above |
| Fixtures, fittings and equipment | Between 2 and 5 years | |

g) Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

h) Cash at bank

Cash at bank 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.

i) Creditors and provisions

Creditors and provisions are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

j) Financial instruments

The Trust 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 loans which are subsequently measured at amortised cost using the effective interest method.

k) Taxation

The company is a registered charity and is exempt from taxation under the Income & Corporation Taxes Acts.

## 2 Donations and legacies

| | Unrestricted Funds | Restricted Funds | Actual Total 2024 | Actual Year Total 2023 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Donations from individuals | 15,655 | 50,000 | 65,655 | 15,320 |
| Tax recoverable | 2,030 | 12,500 | 14,530 | 1,981 |
| | 17,685 | 62,500 | 80,185 | 17,301 |

Included in restricted funds is a donation pledged from the original appeal for 26 Church Street Little Shelford in 2021.

## 3 Income from charitable activities

| | Unrestricted Funds 2024 | Restricted Funds 2024 | Actual Total 2024 | Actual Year Total 2023 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Rental property income | 23,834 | - | 23,834 | 20,500 |
| Profit on the disposal of tangible assets | - | - | - | 166,416 |
| Other income | - | - | - | - |
| | 23,834 | - | 23,834 | 186,916 |

## 4 Expenditure on charitable activities

| | Unrestricted Funds | Restricted Funds | Actual Total 2024 | Actual Year Total 2023 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Direct cost incurred on rental property | 23,597 | - | 23,597 | 13,725 |
| Mortgage interest payable to Kingdom Bank | 4,787 | - | 4,787 | 11,739 |
| Depreciation | 131 | - | 131 | - |
| | 28,515 | - | 28,515 | 25,464 |

## 5 Support and administration expenditure

| | Unrestricted Funds | Restricted Funds | Actual Total 2024 | Actual Year Total 2023 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Governance costs | 34 | - | 34 | 13 |
| Independent examination | 1,081 | - | 1,081 | 970 |
| Insurance | 224 | - | 224 | 121 |
| | 1,339 | - | 1,339 | 1,104 |
| **Combined charitable activity cost** | 29,854 | - | 29,854 | 26,568 |

## 6 Staff & Trustees

The Trust has not employed a member of staff. The administrative duties and accounting have been undertaken by the Trustees. No remuneration was paid to any trustee during the year nor to any person connected to them.

The total amount of donations funded by Trustees and connected parties was £79,060 (2023: £16,175).

No other transactions have taken place with related parties during the year.

## 7 Tangible fixed assets

| Cost | Land & buildings £ | Fixtures, fittings equipment £ | Total Q1 2024 £ |
|---|---|---|---|
| At 1 January 2024 | 2,278,536 | 549 | 2,279,085 |
| Additions | 599,006 | 11,193 | 610,199 |
| Disposals | - | (549) | (549) |
| At 31 December 2024 | 2,877,542 | 11,193 | 2,888,735 |
| Accumulated Depreciation | | | |
| At 1 January 2024 | - | 549 | 549 |
| Charge for the year | - | 131 | 131 |
| Disposals | - | (549) | (549) |
| At 31 December 2024 | - | 131 | 131 |
| Net book value | | | |
| At 31 December 2024 | 2,877,542 | 11,062 | 2,888,604 |
| At 1 January 2024 | 2,278,536 | - | 2,278,536 |

The freehold land and buildings relates to:

a) A residential property in Little Shelford, comprising of a house and Annex, was purchased in January 2022. The refurbishment project completed in 2024 was funded by a donation from cash reserves, a donation from the 2021 Appeal and a mortgage from Kingdom Bank . See note 10 & 11.

b) A residential property in Sawston.

c) A chapel and community hall in Trumpington.

The Charities SORP acknowledges that some assets may have a high residual value which will remove the need for depreciation to be charged. The Trustees are of the opinion that South Cambridgeshire has a buoyant property market and that the properties will have increased in value since acquired and that the residual values will be above the purchase prices for all the properties and anticipate that no depreciation will be charged in future.

## 8 Debtors

| | Total 2024 £ | Year 2023 £ |
|---|---|---|
| Tax recoverable | 1,020 | 495 |
| Prepayments | 408 | 4,207 |
| | 1,428 | 4,702 |

## 9 Cash at bank

| | Total 2024 £ | Year 2023 £ |
|---|---|---|
| Bank operating accounts | 52,902 | 39,702 |
| Bank deposits | 965 | 108,368 |
| | 53,867 | 148,070 |

## 10 Creditors: liabilities falling due within one year

| | Total 2024 £ | Year 2023 £ |
|---|---|---|
| Secured loans | 2,408 | - |
| Accruals | 39,050 | 983 |
| Rent received in advance | 3,208 | 2,917 |
| | 44,666 | 3,900 |

## 11 Creditors: liabilities falling due after one year

| | 2024 £ | 2023 £ |
|---|---|---|
| Accruals | 13,911 | - |
| Secured loans (falling due in less than 5 years) | 22,366 | - |
| Secured loans (falling due after 5 years) | 360,118 | - |
| | 396,395 | - |

## 12 Movement of funds

The restricted funds represent amounts received for the purchase of properties and the movements in the year are as follows:

| | Opening balance | Incoming resources | Outgoing resources | Transfer between funds | Closing balance |
|---|---|---|---|---|---|
| **2024** | £ | £ | £ | £ | £ |
| Unrestricted funds | 2,427,408 | 42,784 | (29,854) | 62,500 | 2,502,838 |
| Restricted funds | - | 62,500 | - | (62,500) | - |
| | 2,427,408 | 105,284 | (29,854) | - | 2,502,838 |
| **2023** | | | | | |
| Unrestricted funds | 2,247,323 | 206,653 | (26,568) | - | 2,427,408 |
| Restricted funds | - | - | - | - | - |
| | 2,247,323 | 206,653 | (26,568) | - | 2,427,408 |

The restricted income related to a pledged donation in response to the original appeal for the Church Street project. The transfer to unrestricted funds is in accordance with the Funds policy, since the terms of the appeal gifts are considered to be met once the specified assets are acquired, allowing the Trust to use the property on an unrestricted basis for any charitable purpose.

## 13 Analysis of net assets between funds

The assets and liabilities represented by the various funds are as follows:

| | Fixed assets | Bank & cash balances | Other net assets | Total |
|---|---|---|---|---|
| Fund balances at 31 December 2024 | £ | £ | £ | £ |
| Unrestricted funds | 2,888,604 | 53,867 | (439,633) | 2,502,838 |
| Restricted funds | - | - | - | - |
| | 2,888,604 | 53,867 | (439,633) | 2,502,838 |
| Fund balances at 31 December 2023 | £ | £ | £ | £ |
| Unrestricted funds | 2,278,536 | 148,070 | 802 | 2,427,408 |
| Restricted funds | - | - | - | - |
| | 2,278,536 | 148,070 | 802 | 2,427,408 |

## 14 Secured loans

| | 2024 | 2023 |
|---|---|---|
| | £ | £ |
| Loan payable falling due within 1 year | 2,408 | - |
| Loan payable falling due in more than 1 year but less than 5 years | 22,366 | - |
| Loan payable falling due after more than 5 years | 360,118 | - |
| | 384,892 | - |

During 2024, the Trust entered into a mortgage facility with Kingdom Bank to fund the refurbishment project for the property in Church Street, Little Shelford. The loan is secured by a first legal charge on the property and has a variable interest rate, which can be changed by Kingdom Bank upon 14 days' notice. It was initially 6.15% p.a. falling to 5.90% p.a. by December 2024. The loan term is 30 years with the initial year, from the first drawdown in August 2024, being interest bearing only. The Trust drew down £384,802 during 2024.

## 15 Commitments

The Trust did not have any commitments, other than those included in creditors, at the year end (2023: nil).

## 16 Members

Each member of the company commits to contribute if the charity is wound up an amount of £10.

## 17 Subsequent events

During the first quarter of 2025, the Trustees appointed Redmayne Arnold and Harris as managing agents for the the newly refurbished property, 26 and 26A Church Street, Little Shelford and entered into Assured Shorthold Tenancy Agreements for both dwellings. It was considered in the charity's best interest since it was unable to identify a requirement by local churches for ministry staff in the short term.

**SHELFORD GOSPEL TRUST**

**DETAILED STATEMENT OF FINANCIAL ACTIVITES WITH COMPARATIVES**

**FOR THE YEAR ENDED 31 DECEMBER 2024**

| | Note | Unrestricted Funds 2024 £ | Unrestricted Funds 2023 £ | Restricted Funds 2024 £ | Restricted Funds 2023 £ | Total Funds 2024 £ | Total Funds 2023 £ |
|---|---|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | | | |
| Donations and legacies | 2 | 17,685 | 17,301 | 62,500 | - | 80,185 | 17,301 |
| Charitable activities | 3 | 23,834 | 186,916 | - | - | 23,834 | 186,916 |
| Investment income | | 1,265 | 2,436 | - | - | 1,265 | 2,436 |
| Total income and endowments | | 42,784 | 206,653 | 62,500 | - | 105,284 | 206,653 |
| **EXPENDITURE ON** | | | | | | | |
| Charitable activities | 4 | 28,515 | 25,464 | - | - | 28,515 | 25,464 |
| Other | 5 | 1,339 | 1,104 | - | - | 1,339 | 1,104 |
| Total expenditure | | 29,854 | 26,568 | - | - | 29,854 | 26,568 |
| **Net income/(expenditure)** | | 12,930 | 180,085 | 62,500 | - | 75,430 | 180,085 |
| Transfers between funds | | 62,500 | - | (62,500) | | - | - |
| **Net movement in funds** | | 75,430 | 180,085 | - | - | 75,430 | 180,085 |
| **Reconciliation of funds:** | | | | | | | |
| Total funds brought forward | | 2,427,408 | 2,247,323 | - | | 2,427,408 | 2,247,323 |
| **Total funds carried forward** | | 2,502,838 | 2,427,408 | - | - | 2,502,838 | 2,427,408 |

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

**SHELFORD GOSPEL TRUST**

England & Wales - Charity number 1123608

# Accounts

Shelford Gospel Trust

# Report and Accounts

year ended 31 December 2023

stewardship®

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**SHELFORD GOSPEL TRUST**

**FOR THE YEAR ENDED 31 DECEMBER 2023**

## COMPANY INFORMATION

| | |
|---|---|
| **Directors/Trustees** | Rosemary Bridge<br>Robert White<br>Christopher Ash<br>Nicholas Bewes<br>Joanna Pearce |
| **Company Secretary** | Rosemary Bridge |
| **Governing Document** | Memorandum and Articles of Association |
| **Company Registration Number** | 6474770 |
| **Charity Registration Number** | 1123608 |
| **Registered Office** | 43 Sedley Taylor Road, Cambridge, CB2 8PN |
| **Independent Examiner** | Archie McDowall, BA CA<br>Stewardship<br>1 Lamb's Passage, London EC1Y 8AB |
| **Financial Institutions** | Barclays Bank PLC<br>28 Chesterton Road, Cambridge CB4 3AZ<br><br>Stewardship Services (UKET) Limited<br>1 Lamb's Passage, London EC1Y 8AB<br><br>Kingdom Bank Ltd<br>Media House, Padge Rd, Beeston, Nottingham NG9 2RS |

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**SHELFORD GOSPEL TRUST**
**REPORT OF THE DIRECTORS**
**FOR THE YEAR ENDED 31 DECEMBER 2023**

The Directors have pleasure in submitting the Report and Accounts for Shelford Gospel Trust ("the Trust") for the year.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 1 January 2015).

**Objects of the charity**

The primary objects of the Trust are:

* to advance the Christian faith, in accordance with a statement of beliefs set out below.
* to relieve sickness and financial hardship and to promote and preserve good health by the provision of goods or services of any kind, including through the provision of counselling and support.

in Little Shelford, Cambridgeshire and in such other parts of the UK or the world as the Trustees may from time to time think fit.

The Trustees have regard to the Charity Commission's guidance on public benefit and take this into account when considering possible new projects. The main activities undertaken to date have been the provision of staff housing for two churches in South Cambridgeshire plus a church building for Christ Church Trumpington. All churches provide wide ranging ministries in their local areas.

**Statement of beliefs**

We believe in the fundamental truths of Christianity as revealed in Holy Scripture including:

a) There is one God in three persons, the Father, the Son and the Holy Spirit.
b) God is sovereign in creation, revelation, redemption and final judgment.
c) The Bible, as originally given, is the inspired and infallible Word of God. It is the supreme authority in all matters of belief and behaviour.
d) Since the fall, the whole of humankind is sinful and guilty, so that everyone is subject to God's wrath and condemnation.
e) The Lord Jesus Christ, God's incarnate Son, is fully God; he was born of a virgin; his humanity is real and sinless; he died on the cross, was raised bodily from death and is now reigning over heaven and earth.
f) Sinful human beings are redeemed from the guilt, penalty and power of sin only through the sacrificial death once and for all time of their representative and substitute, Jesus Christ, the only mediator between them and God.
g) Those who believe in Christ are pardoned all their sins and accepted in God's sight only because of the righteousness of Christ credited to them; this justification is God's act of undeserved mercy, received solely by trust in him and not by their own efforts.
h) The Holy Spirit alone makes the work of Christ effective to individual sinners, enabling them to turn to God from their sin and to trust in Jesus Christ.
i) The Holy Spirit lives in all those he has regenerated. He makes them increasingly Christ like in character and behaviour and gives them power for their witness in the world.
j) The only holy universal church is the Body of Christ, to which all true believers belong.
k) The Lord Jesus Christ will return in person to judge everyone, to execute God's just condemnation on those who have not repented and to receive the redeemed to eternal glory.

**Governance**

The Trust is a company limited by guarantee governed by its Memorandum and Articles of Association. It was incorporated in England and Wales on 16 January 2008 and registered with the Charities Commission on 12 April 2008.

The number of Trustees shall be not less than three. The Trustees are those persons named in the company information section of the report. At annual general meetings one-third of the Trustees retire by rotation. The Trustees may by ordinary resolution appoint a person who is willing to act to be a Trustee either to fill a vacancy or as an additional Trustee, subject to certain conditions, including his willingness to subscribe to the Statement of Beliefs above.

Continuing Trustees are responsible for the induction of any new Trustee, which involves awareness of a Trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the Trust.

The business of the Trust will be managed and administered by the Trustees who may exercise all the powers of the Charity. None of the Trustees receive remuneration or other benefit from their work with the charity.

Individual requests for assistance will be considered by the Trustees on application and subject to their discretion. Normally they would require formal applications saying how the funds would be used and what would be achieved. The Trustees will seek feedback on the actual use of grants given and the achievements made. The explanations and feedback received are sufficient for monitoring the quality of the grants made.

The Memorandum and Articles of Association give the Trustees discretion over whether funds are held in cash or investments. During the year, the Trust held cash in two separate institutions.

**Review of activities**

During 2023, the Trust received charitable donations and rent from its charitable activities, being the provision of residential accommodation to support the gospel ministry in South Cambridgeshire plus a property in Alpha Terrace for Christ Church Trumpington, Cambridge.

Since May 2012, the Trust owned a residential property in Hauxton Road, Little Shelford, Cambridge to enable staff members at All Saints Little Shelford and non-stipendiary clergy to live in the village, which supports the gospel ministry of the church in Little Shelford in accordance with the Trust's primary object. This property was sold in May 2023 giving rise to a gain of £166,416 (See below.)

In November 2016, the Trust acquired a chapel building and adjacent community hall in Alpha Terrace, Trumpington, Cambridge, in order to support the long-term Christian witness and work of Christ Church Trumpington. The Trust has entered into a 16 year lease agreement with Christ Church Trumpington. The provision of this building for Christ Church Trumpington will support and facilitate gospel ministry in South Cambridge in accordance with the Trust's primary object.

On 12 November 2021, the Trust completed the legal transfer of a gift of a residential property in Sawston, Cambridgeshire and subsequently entered into a tenancy agreement to enable the minister of Christ Church South Cambs to live in the village, which supports the gospel ministry of the church in Sawston in accordance with the Trust's primary object.

**Review of activities (continued)**

In January 2022, the Trust completed the purchase of 26 Church Street, Little Shelford, Cambridge, a large house ideally located opposite All Saints, Little Shelford. As well as housing an assistant minister with a family, this property will provide a one-bedroom flat for a church worker. The purchase was initially funded by a combination of a legacy gift, existing cash reserves, 2021 Appeal donations and a mortgage from Kingdom Bank. The latter was repaid during 2023, following the sale of the residential property in Hauxton Road, Little Shelford, Cambridge. The property is in need of extensive refurbishment. During 2023, planning permission was received and competitive tenders were received in January 2024. The Trust plans to fund the refurbishment from cash resources and a new refurbishment loan (see Subsequent Events note 17).

**Financial review**

Income for the year amounted to £206,653 (2022: £256,207), of which none related to either the 2022 Appeal (2022: £210,500) or any legacy gifts (2022: £200,000).

There was no expenditure on generating funds but there were administration costs during the year of £1,104 (2022: £834) and expenditure on charitable activities of £25,464 (2022: £39,791).

**Future plans**

The Trustees intend to have fund raising activities in order to provide the Trust with financial resources to facilitate grants that can further the objects of the Trust. Examples of possible projects are:

* Paying for housing of Christian workers involved in new gospel initiatives in the Cambridge area, where properties are very expensive.
* Strategic projects - with the large and increasingly visible expansion of housing stock in Cambridge and the surrounding sub-region there are strategic possibilities to support gospel work in these new communities.

In the immediate future, the resources will be focused on the refurbishment of the house in Little Shelford (see above). The proceeds from the sale of the smaller property in May 2023, together with a new refurbishment loan will enable the project to proceed. The Trustees will consider a supplementary appeal once the refurbishment work has commenced.

**Reserves policy**

The Trustees have resolved to retain sufficient funds for property maintenance, refurbishment obligations and to build reserves for future projects.

**Going concern**

Whilst the cost of living crisis, fuelled by the consequences of the war in Ukraine, has adversely impacted the UK economy, it has not had an impact on the Trust during 2023. Regular donations remained at a similar level and the tenants, who are responsible for the energy costs of each occupied properties, continued to be able to meet their rental payments.

The Trustees take reasonable steps to review and consider any factors that may affect the ability of the Trust to continue as a going concern. The Trustee's forecasts and projections, take account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income.

**Going concern (continued)**

The Trustees' forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income. The most significant financial risk in the short term is associated with the refurbishment of 26 Church Street. To mitigate that risk, a professional cost estimator was engaged to assist with the initial contract sum, to support the completeness and accuracy of the tenders received. The contract cost will only vary subject to any changes in the specification during the project, which are anticipated to be only minor. The Trustees have included contingencies for the project in the projections and they have performed a stress test analysis for the refurbishment loan, to assess the impact of an increase in interest rates. If construction costs did increase, then the Trustees would seek to either to reduce the specification of the refurbishment or launch an additional appeal.

After assessing the forecasts and liquidity of the Trust for the next two calendar years, the Trustees have a reasonable expectation that the Trust has adequate resources to continue for the foreseeable future. The Trust therefore continues to adopt the going concern basis in preparing the financial statements.

**Risk statement**

The Trustees annually review the risks that the Trust faces and set in place processes where possible to reduce these.

**Directors' responsibilities**

Company law requires us as Directors to prepare financial statements for each financial year which give a true and fair view of the state of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the Trustees are required to:

1 Select suitable accounting policies and apply them consistently
2 Observe the methods and principles in the Charities SORP;
3 Make judgements and estimates that are reasonable and prudent
4 State whether the applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.
5 Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 2006.

They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps to prevent fraud or any other irregularities.

**Approval**

This report, which has been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies, was approved by the Directors on 14 February 2024 and signed on their behalf by:

**Robert White**

Robert White

14/02/2024

**INDEPENDENT EXAMINER'S REPORT**
**TO THE TRUSTEES OF**
**SHELFORD GOSPEL TRUST**
**('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2023 on pages 7 to 15 following, which have been prepared on the basis of the accounting policies set out on pages 9 and 10.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

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

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

2 the accounts do not accord with those records; or

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

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

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

**Archie McDowall**

20/02/2024

Archie McDowall, BA CA
Institute of Chartered Accountants in Scotland

For and on behalf of:
Stewardship
1 Lamb's Passage
London EC1Y 8AB

**SHELFORD GOSPEL TRUST**
**STATEMENT OF FINANCIAL ACTIVITIES**
**FOR THE YEAR ENDED 31 DECEMBER 2023**
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

| | Note | Unrestricted Funds 2023 £ | Restricted Funds 2023 £ | Total Funds 2023 £ | Total Funds 2022 £ |
|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | |
| Donations and legacies | 2 | 17,301 | - | 17,301 | 222,663 |
| Charitable activities | 3 | 186,916 | - | 186,916 | 33,538 |
| Investment income | | 2,436 | - | 2,436 | 6 |
| Total income and endowments | | 206,653 | - | 206,653 | 256,207 |
| **EXPENDITURE ON** | | | | | |
| Charitable activities | 4 | 25,464 | - | 25,464 | 39,791 |
| Other | 5 | 1,104 | - | 1,104 | 834 |
| Total expenditure | | 26,568 | - | 26,568 | 40,625 |
| **Net income/(expenditure)** | | 180,085 | - | 180,085 | 215,582 |
| Transfers between funds | | - | - | - | - |
| **Net movement in funds** | | 180,085 | - | 180,085 | 215,582 |
| **Reconciliation of funds:** | | | | | |
| Total funds brought forward | | 2,247,323 | - | 2,247,323 | 2,031,741 |
| **Total funds carried forward** | | 2,427,408 | - | 2,427,408 | 2,247,323 |

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

All income and expenditure derive from continuing operations.

The statement of financial activities also complies with the requirements for an income and expenditure account required by the Companies Act 2006.

The notes on pages 9 to 15 form part of these accounts.

**SHELFORD GOSPEL TRUST**
**BALANCE SHEET**
**AS AT 31 DECEMBER 2023**

| | Note | Unrestricted Funds | Restricted Funds | Total Funds 2023 | Total Funds 2022 |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | £ | £ | £ | £ |
| Tangible assets | 7 | 2,278,536 | - | 2,278,536 | 2,617,712 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 8 | 4,702 | - | 4,702 | 3,716 |
| Cash at bank | 9 | 148,070 | | 148,070 | 54,749 |
| | | 152,772 | - | 152,772 | 58,465 |
| **CURRENT LIABILITIES** | | | | | |
| Liabilities falling due within one year | 10 | 3,900 | - | 3,900 | 12,400 |
| Net Current Assets | | 148,872 | - | 148,872 | 46,065 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 2,427,408 | - | 2,427,408 | 2,663,777 |
| **CREDITORS FALLING DUE AFTER MORE THAN ONE YEAR** | 11 | - | | - | 416,454 |
| **NET ASSETS** | | 2,427,408 | - | 2,427,408 | 2,247,323 |
| **FUND BALANCES** | | | | | |
| Unrestricted funds | 12 | 2,427,408 | - | 2,427,408 | 2,247,323 |
| Designated funds | | - | | - | - |
| Restricted Funds | 12 | - | - | - | - |
| | | 2,427,408 | - | 2,427,408 | 2,247,323 |

*For the year ended 31 December 2023, 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:*

a. *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.*

b. *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 the 14 February 2024 by:

**Joanna Pearce**

Joanna Pearce 14/02/2024

Company number: 6474770 Charity number: 1123608

The notes on pages 9 to 15 form part of these accounts.

**SHELFORD GOSPEL TRUST**
**NOTES TO THE ACCOUNTS**
**FOR THE YEAR ENDED 31 DECEMBER 2023**

## 1 Accounting policies

The Trust is a public benefit entity. The accounts have been prepared under the historic cost convention, in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014; and with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102). The financial statements are prepared in sterling and rounded to the nearest £1.

The following are the accounting policies which have been applied in dealing with material items:-

a) Going Concern

The Trustees (who are the charitable company's directors for the purposes of company law) have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern.

The Trustees' forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income. The most significant financial risk in the short term is associated with the refurbishment of 26 Church Street. To mitigate that risk, a professional cost estimator was engaged to assist with the initial contract sum, to support the completeness and accuracy of the tenders received. The contract cost will only vary subject to any changes in the specification during the project, which are anticipated to be only minor. The Trustees have included contingencies for the project in the projections and they have performed a stress test analysis for the refurbishment loan, to assess the impact of an increase in interest rates. If construction costs did increase, then the Trustees would seek to either to reduce the specification of the refurbishment or launch an additional appeal.

The Trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. Income received in circumstances where a claim for repayment of tax has been or will be made to HM Revenue & Customs is grossed up for the tax recoverable. Any amount of tax reclaimed from HM Revenue & Customs but not yet received is shown within the charity's debtors. Gifts in kind are included in income at their estimated value to the Trust and recognised as income when they are distributed to projects.

Investment income represents income generated by the charity's assets and is taken into account when receivable.

c) Expenditure

Expenditure, including irrecoverable VAT, when incurred by the charity, regardless of when payment is made. Grants payable are taken into account at the earlier of when they are paid or become constructive obligations. Expenditure is classified under the following activity headings:

* Cost of raising funds comprise the costs incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities
* Expenditure on charitable activities includes the revenue costs associated with the repairs and maintenance of the Trust’s properties or grants to individuals or churches.
* Other expenditure represents those items not falling into any other heading

c) Funds

Unrestricted funds are donations and other income received or generated for the objects of the charity without specified purpose and are available for purposes as directed by the trustees. Restricted funds are amounts received where the donor has specified the purpose for which it should be used.

Donations received in response to an appeal will be treated as restricted funds. Loan receipts raised for a project will be treated as (unrestricted) designated funds. Once the money in both funds is applied to the acquisition of a tangible asset, most likely a property, then the property will immediately be regarded as an unrestricted general fund asset. The Trustees are of the option that the terms of the appeal gifts are met once the specified assets is acquired, allowing the Trust to use the property on an unrestricted basis for any charitable purpose.

**1 Accounting policies (continued)**

c) Funds (continued)

Loan finance raised for a specific property will also be categorised as unrestricted general fund liabilities.

Where appeal donations are received after the purchase of an appeal asset, expenditure directly associated with the purchase of the property, will be allocated to the restricted fund. Otherwise all other expenditure related to the property will be borne by the general fund.

d) Key judgements

i Key estimate: Charitable donations

The Trustees make estimates and assumptions regarding the future. Actual results may differ from these estimates. The cash flow projections include assumptions about continued donations, the key one being that regular giving and rental income from occupied properties will not change significantly from historical levels.

ii Key judgement: classification of tangible fixed assets

When a tangible fixed asset is funded through an appeal or by way of a grant or donation, the accounting treatment of the asset acquired will depend on the circumstances of each case. In the Trustees' judgement, the terms of the gift are met once the specified asset is acquired, so allowing the charity to use the asset acquired on an unrestricted basis for any charitable purpose. Accordingly the properties purchased, including funding from specific appeals are classified as general fund assets.

iii Key judgement: Residual value of property

The Trustees believe that the properties held for charitable purposes have a high residual value which removes the need for depreciation to be charged.

e) Fixed assets and depreciation

Fixed assets acquired for use by the charity are capitalised and depreciated over their estimated useful life, unless their cost is insignificant in which case they are written off on purchase.

Depreciation periods are as follows:

| | | |
|---|---|---|
| Freehold land | Not depreciated | |
| Freehold buildings | Not depreciated | see Key judgements d iii) above |
| Fixtures, fittings and equipment | Between 2 and 5 years | |

f) Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

g) Cash at bank

Cash at bank 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.

h) Creditors and provisions

Creditors and provisions are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

i) Financial instruments

The Trust 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 loans which are subsequently measured at amortised cost using the effective interest method.

j) Taxation

The company is a registered charity and is exempt from taxation under the Income & Corporation Taxes Acts.

| 2 **Donations and legacies** | Unrestricted Funds | Restricted Funds | Total 2023 | Total 2022 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Donations from individuals | 15,320 | - | 15,320 | 20,710 |
| Charitable legacy | - | | - | 200,000 |
| Tax recoverable | 1,981 | - | 1,981 | 1,953 |
| | 17,301 | - | 17,301 | 222,663 |

Included in restricted funds is a charitable legacy of £200,000 relating to a reduction in the purchase price from the market value of a residential property in Little Shelford, Cambridgeshire in January 2022.

| 3 **Income from charitable activities** | Unrestricted Funds | Restricted Funds | Total 2023 | Total 2022 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Rental property income | 20,500 | - | 20,500 | 33,478 |
| Profit on the disposal of tangible assets | 166,416 | | 166,416 | |
| Other income | - | - | - | 60 |
| | 186,916 | - | 186,916 | 33,538 |

| 4 **Expenditure on charitable activities** | Unrestricted Funds | Restricted Funds | Total 2023 | Total 2022 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Direct cost incurred on rental property | 13,725 | - | 13,725 | 23,000 |
| Mortgage interest payable to Kingdom Bank | 11,739 | - | 11,739 | 16,525 |
| Depreciation | - | - | - | 266 |
| | 25,464 | - | 25,464 | 39,791 |

| 5 **Support and administration expenditure** | Unrestricted Funds | Restricted Funds | Total 2023 | Total 2022 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Governance costs | 13 | - | 13 | 13 |
| Independent examination | 970 | - | 970 | 700 |
| Insurance | 121 | - | 121 | 121 |
| | 1,104 | - | 1,104 | 834 |
| **Combined charitable activity cost** | 26,568 | - | 26,568 | 40,625 |

**6 Staff & Trustees**

The Trust has not employed a member of staff. The administrative duties and accounting have been undertaken by the Trustees. No remuneration was paid to any Trustee during the year nor to any person connected to them.

The total amount of donations funded by Trustees and connected parties was £16,175 (2022: £21,038).

No other transactions have taken place with related parties during the year.

## 7 Tangible fixed assets

| Cost | Land & buildings £ | Fixtures, fittings equipment £ | Total £ |
|---|---|---|---|
| At 1 January 2023 | 2,617,460 | 1,806 | 2,619,266 |
| Additions | 35,905 | - | 35,905 |
| Disposals | (374,829) | (1,257) | (376,086) |
| At 31 December 2023 | 2,278,536 | 549 | 2,279,085 |
| Accumulated Depreciation | | | |
| At 1 January 2023 | - | 1,554 | 1,554 |
| Charge for the year | - | 0 | 0 |
| Disposals | - | (1,005) | (1,005) |
| At 31 December 2023 | - | 549 | 549 |
| Net book value | | | |
| At 31 December 2023 | 2,278,536 | - | 2,278,536 |
| At 1 January 2023 | 2,617,460 | 252 | 2,617,712 |

The freehold land and buildings relates to:

a) Two residential properties in Little Shelford, one of which was purchased in January 2022 for which an Appeal was launched in 2021, a mortgage of £425,000 taken out and a charitable legacy of £200,000 was received. In May 2023, the smaller residential property was sold giving rise to a gain of £166,416. See note 17 for further information on the refurbishment.

b) A residential property in Sawston.

c) A chapel and community hall in Trumpington.

The Charities SORP acknowledges that some assets may have a high residual value which will remove the need for depreciation to be charged. The Trustees are of the opinion that South Cambridge has a buoyant property market and that the residential property in Little Shelford will have increased in value since acquired and that the residual values will be above the purchase prices for both properties. We anticipate that no depreciation will be charged in future.

## 8 Debtors

| | 2023 £ | 2022 £ |
|---|---|---|
| Tax recoverable | 495 | 490 |
| Other debtors | - | - |
| Prepayments | 4,207 | 3,226 |
| | 4,702 | 3,716 |

## 9 Cash at bank

| | 2023 £ | 2022 £ |
|---|---|---|
| Bank operating accounts | 39,702 | 53,817 |
| Bank deposits | 108,368 | 932 |
| | 148,070 | 54,749 |

During 2023, following receipt of the proceeds from the sale of the smaller property in Hauxton Road, Little Shelford, the Trust opened a new 90-day notice deposit account with Kingdom Bank. The balance at 31 December 2023 was £107,435 and will be used to help fund the refurbishment project for 26 Church Street, Little Shelford during 2024.

## 10 Creditors: liabilities falling due within one year

| | 2023 £ | 2022 £ |
|---|---|---|
| Secured loans - see note 14 | 0 | 8,546 |
| Accruals | 983 | 937 |
| Rent received in advance | 2,917 | 2,917 |
| | 3,900 | 12,400 |

## 11 Creditors: liabilities falling due after one year

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Secured loans (falling due in less than 5 years) - see note 14 | - | 42,729 |
| Secured loans (falling due after 5 years) - see note 14 | - | 373,725 |
| | - | 416,454 |

In June 2023, following receipt of the proceeds from the sale of the smaller property in Hauxton Road, Little Shelford, the Trust repaid in full the mortgage that it original raised for the acquisition of the larger property, 26 Church Street, Little Shelford.

## 12 Movement of funds

The restricted funds represent amounts received for purchase of properties and the movements in the year are as follows:

| | Opening balance | Incoming resources | Outgoing resources | Transfer between funds | Closing balance |
|---|---|---|---|---|---|
| **2023** | £ | £ | £ | £ | £ |
| Unrestricted funds | 2,247,323 | 206,653 | (26,568) | | 2,427,408 |
| Restricted funds | - | - | - | | - |
| | 2,247,323 | 206,653 | (26,568) | - | 2,427,408 |
| **2022** | | | | | |
| Unrestricted funds | 1,924,041 | 45,707 | (40,625) | 318,200 | 2,247,323 |
| Restricted funds | 107,700 | 210,500 | - | (318,200) | - |
| | 2,031,741 | 256,207 | (40,625) | - | 2,247,323 |

## 13 Analysis of net assets between funds

The assets and liabilities represented by the various funds are as follows:

| | Fixed assets | Bank & cash balances | Other net assets | Total |
|---|---|---|---|---|
| Fund balances at 31 December 2023 | £ | £ | £ | £ |
| Restricted funds | - | - | - | - |
| Unrestricted funds | 2,278,536 | 148,070 | 802 | 2,427,408 |
| | 2,278,536 | 148,070 | 802 | 2,427,408 |
| Fund balances at 31 December 2022 | £ | £ | £ | £ |
| Restricted funds | - | - | - | - |
| Unrestricted funds | 2,617,712 | 54,749 | (425,138) | 2,247,323 |
| | 2,617,712 | 54,749 | (425,138) | 2,247,323 |

## 14 Secured loans

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Loan payable falling due within 1 year | - | 8,546 |
| Loan payable falling due in more than 1 year but less than 5 years | - | 42,729 |
| Loan payable falling due after more than 5 years | - | 373,725 |
| | - | 425,000 |

The loan at 31 December 2022 was secured by a first legal charge of the property in Church Street, Little Shelford, Cambridgeshire, which had a carrying value of £869,421 at that date. The loan had a variable interest rate, initially 3.45% p.a. which can be changed by Kingdom Bank upon 14 days' notice. The interest rate increased to 5.40% by December 2022. The loan term was 30 years with the initial year being interest bearing only. Following the sale of the smaller property in Little Shelford in May 2023, sufficient proceeds were applied to repay the loan in full.

## 15 Commitments

The Trust did not have any commitments at the year end (2022: nil).

## 16 Members

Each member of the company commits to contribute if the charity is wound up an amount of £10.

**17 Subsequent events**

On 9th February 2024, the Trustees received a facility letter for a Kingdom Bank mortgage of £450,000, which together with existing cash reserves and additional pledged donations, will finance the refurbishment project for 26 Church Street, Little Shelford, Cambridge, which the Trust bought in January 2022. The Trustees are working with their architect on appointing a contractor who they anticipate will commence work in March 2024. The Trustees expect the refurbishment work will be completed towards the end of the year.

**SHELFORD GOSPEL TRUST**

**Detailed Statement of Financial Activities with Comparatives**

**FOR THE YEAR ENDED 31 DECEMBER 2023**

| | Note | Unrestricted Funds 2023 £ | Unrestricted Funds 2022 £ | Restricted Funds 2023 £ | Restricted Funds 2022 £ | Total Funds 2023 £ | Total Funds 2022 £ |
|---|---|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | | | |
| Donations and legacies | 2 | 17,301 | 12,163 | - | 210,500 | 17,301 | 222,663 |
| Charitable activities | 3 | 186,916 | 33,538 | - | - | 186,916 | 33,538 |
| Investment income | | 2,436 | 6 | - | - | 2,436 | 6 |
| Total income and endowments | | 206,653 | 45,707 | - | 210,500 | 206,653 | 256,207 |
| **EXPENDITURE ON** | | | | | | | |
| Charitable activities | 4 | 25,464 | 39,791 | - | - | 25,464 | 39,791 |
| Other | 5 | 1,104 | 834 | - | - | 1,104 | 834 |
| Total expenditure | | 26,568 | 40,625 | - | - | 26,568 | 40,625 |
| **Net income/(expenditure)** | | 180,085 | 5,082 | - | 210,500 | 180,085 | 215,582 |
| Transfers between funds | | - | 318,200 | | (318,200) | - | - |
| **Net movement in funds** | | 180,085 | 323,282 | - | (107,700) | 180,085 | 215,582 |
| **Reconciliation of funds:** | | | | | | | |
| Total funds brought forward | | 2,247,323 | 1,924,041 | - | 107,700 | 2,247,323 | 2,031,741 |
| **Total funds carried forward** | | 2,427,408 | 2,247,323 | - | - | 2,427,408 | 2,247,323 |

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

**SHELFORD GOSPEL TRUST**

England & Wales - Charity number 1123608

# Accounts

Shelford Gospel Trust

# Report and Accounts

year ended 31 December 2022

stewardship®

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**SHELFORD GOSPEL TRUST**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

## COMPANY INFORMATION

| | |
|---|---|
| **Directors/Trustees** | Rosemary Bridge<br>Robert White<br>Christopher Ash<br>Nicholas Bewes<br>Joanna Pearce |
| **Company Secretary** | Rosemary Bridge |
| **Governing Document** | Memorandum and Articles of Association |
| **Company Registration Number** | 6474770 |
| **Charity Registration Number** | 1123608 |
| **Registered Office** | 43 Sedley Taylor Road, Cambridge, CB2 8PN |
| **Independent Examiner** | Archie McDowall, BA CA<br>Stewardship<br>1 Lamb's Passage, London EC1Y 8AB |
| **Financial Institutions** | Barclays Bank PLC<br>28 Chesterton Road, Cambridge CB4 3AZ<br><br>Stewardship Services (UKET) Limited<br>1 Lamb's Passage, London EC1Y 8AB<br><br>Kingdom Bank Ltd<br>Media House, Pedge Rd, Beeston, Nottingham NG9 2RS |

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**SHELFORD GOSPEL TRUST**
**REPORT OF THE DIRECTORS**
**FOR THE YEAR ENDED 31 DECEMBER 2022**

The Directors have pleasure in submitting the Report and Accounts for Shelford Gospel Trust ("the Trust") for the year.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 1 January 2015).

**Objects of the charity**

The primary objects of the Trust are:

* to advance the Christian faith, in accordance with a statement of beliefs set out below.
* to relieve sickness and financial hardship and to promote and preserve good health by the provision of goods or services of any kind, including through the provision of counselling and support.

in Little Shelford, Cambridgeshire and in such other parts of the UK or the world as the Trustees may from time to time think fit.

The Trustees have regard to the Charity Commission's guidance on public benefit and take this into account when considering possible new projects. The main activities undertaken to date have been the provision of staff housing for two churches in South Cambridgeshire plus a church building for Christ Church Trumpington. All churches provide wide ranging ministries in their local areas.

**Statement of beliefs**

We believe in the fundamental truths of Christianity as revealed in Holy Scripture including:

a) There is one God in three persons, the Father, the Son and the Holy Spirit.
b) God is sovereign in creation, revelation, redemption and final judgment.
c) The Bible, as originally given, is the inspired and infallible Word of God. It is the supreme authority in all matters of belief and behaviour.
d) Since the fall, the whole of humankind is sinful and guilty, so that everyone is subject to God's wrath and condemnation.
e) The Lord Jesus Christ, God's incarnate Son, is fully God; he was born of a virgin; his humanity is real and sinless; he died on the cross, was raised bodily from death and is now reigning over heaven and earth.
f) Sinful human beings are redeemed from the guilt, penalty and power of sin only through the sacrificial death once and for all time of their representative and substitute, Jesus Christ, the only mediator between them and God.
g) Those who believe in Christ are pardoned all their sins and accepted in God's sight only because of the righteousness of Christ credited to them; this justification is God's act of undeserved mercy, received solely by trust in him and not by their own efforts.
h) The Holy Spirit alone makes the work of Christ effective to individual sinners, enabling them to turn to God from their sin and to trust in Jesus Christ.
i) The Holy Spirit lives in all those he has regenerated. He makes them increasingly Christ like in character and behaviour and gives them power for their witness in the world.
j) The only holy universal church is the Body of Christ, to which all true believers belong.
k) The Lord Jesus Christ will return in person to judge everyone, to execute God's just condemnation on those who have not repented and to receive the redeemed to eternal glory.

**Governance**

The Trust is a company limited by guarantee governed by its Memorandum and Articles of Association. It was incorporated in England and Wales on 16 January 2008 and registered with the Charities Commission on 12 April 2008.

The number of Trustees shall be not less than three. The Trustees are those persons named in the company information section of the report. At annual general meetings one-third of the Trustees retire by rotation. The Trustees may by ordinary resolution appoint a person who is willing to act to be a Trustee either to fill a vacancy or as an additional Trustee, subject to certain conditions, including his willingness to subscribe to the Statement of Beliefs above.

Continuing Trustees are responsible for the induction of any new Trustee, which involves awareness of a Trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the Trust.

The business of the Trust will be managed and administered by the Trustees who may exercise all the powers of the Charity. None of the Trustees receive remuneration or other benefit from their work with the charity.

Individual requests for assistance will be considered by the Trustees on application and subject to their discretion. Normally they would require formal applications saying how the funds would be used and what would be achieved. The Trustees will seek feedback on the actual use of grants given and the achievements made. The explanations and feedback received are sufficient for monitoring the quality of the grants made.

The Memorandum and Articles of Association give the Trustees discretion over whether funds are held in cash or investments. During the year, the Trust held cash in two separate institutions.

**Review of activities**

During 2022, the Trust received charitable donations and rent from its charitable activities, being the provision of residential accommodation to support the gospel ministry in two churches in South Cambridgeshire plus a property in Alpha Terrace for Christ Church Trumpington, Cambridge.

Since May 2012, the Trust has owned a residential property in Hauxton Road, Little Shelford, Cambridge and has entered into tenancy agreements to enable staff members at All Saints Little Shelford and non-stipendiary clergy to live in the village, which supports the gospel ministry of the church in Little Shelford in accordance with the Trust's primary object. (See below.)

In November 2016, the Trust acquire a chapel building and adjacent community hall in Alpha Terrace, Trumpington, Cambridge, in order to support the long-term Christian witness and work of Christ Church Trumpington. The Trust has entered into a 16 year lease agreement with Christ Church Trumpington. The provision of this building for Christ Church Trumpington will support and facilitate gospel ministry in South Cambridge in accordance with the Trust's primary object.

On 12 November 2021, the Trust completed the legal transfer of a gift of a residential property in Sawston, Cambridgeshire and subsequently entered into a tenancy agreement to enable the minister of Christ Church South Cambs to live in the village, which supports the gospel ministry of the church in Sawston in accordance with the Trust's primary object.

**Review of activities (continued)**

On 12 January 2022, the Trust completed the purchase of 26 Church Street, Little Shelford, Cambridge, a large house ideally located opposite All Saints, Little Shelford. As well as housing an assistant minister with a family, this property would provide a one-bedroom flat for a church worker. The purchase was funded by a combination of a legacy gift, existing cash reserves, 2021 Appeal donations of £107,700 and initially by a mortgage of £425,000 from Kingdom Bank. The property is in need of extensive refurbishment, following planning permission and competitive tendering. The Trustees originally planned to fund the refurbishment from the proceeds of the sale of the smaller property in Hauxton Road, Little Shelford. However, following the delay in the commencement of the refurbishment work and increasing mortgage rates, the Trustees decided in June 2023 to repay the original mortgage with the sale proceeds and plan to apply for a refurbishment loan when the project costs and timings are established (See note 17, Post balance sheet events).

**Financial review**

Income for the year amounted to £256,207 (2021: £498,977), of which £210,500 related to the 2021 Appeal, including a legacy gift of £200,000 (2021: £107,700).

There was no expenditure on generating funds but there were administration costs during the year of £834 (2021: £3,902) and expenditure on charitable activities of £39,791 (2021: £4,308).

**Future plans**

The Trustees intend to have fund raising activities in order to provide the Trust with financial resources to facilitate grants that can further the objects of the Trust. Examples of possible projects are:

* Paying for housing of Christian workers involved in new gospel initiatives in the Cambridge area, where properties are very expensive.
* Strategic projects - with the large and increasingly visible expansion of housing stock in Cambridge and the surrounding sub-region there are strategic possibilities to support gospel work in these new communities.

In the immediate future, the resources will be focused on the refurbishment of the newly acquired house in Little Shelford (see above and note 17). The Trustees will review whether a supplementary appeal will be made once planning permission has been obtained and quotations received.

**Reserves policy**

The Trustees have resolved to retain sufficient funds for property maintenance, refurbishment obligations and to build reserves for future projects.

**Going concern**

Whilst the consequences of the war in Ukraine has adversely impacted the UK economy, it has not had an impact on the Trust during 2022. Regular donations remained at a similar level and the tenants, who are responsible for the energy costs of each occupied properties, continued to be able to meet their rental payments.

The Trustees take reasonable steps to review and consider any factors that may affect the ability of the Trust to continue as a going concern. The Trustee's forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income.

**Going concern (continued)**

As part of its going concern assessment, the Trustees have considered how to mitigate against cost inflation for the current refurbishment project of 26 Church Street. A professional cost estimator has been engaged to assist with both the initial contract sum and measurement during refurbishment. A contingency amount has been included in the project plans. If construction costs did increase, then the Trustees would seek to either to reduce the specification of the refurbishment or launch an additional appeal.

After assessing the forecasts and liquidity of the Trust for the next two calendar years, the Trustees have a reasonable expectation that the Trust has adequate resources to continue for the foreseeable future. The Trust therefore continues to adopt the going concern basis in preparing the financial statements.

**Risk statement**

The Trustees annually review the risks that the Trust faces and set in place processes where possible to reduce these.

**Directors' responsibilities**

Company law requires us as Directors to prepare financial statements for each financial year which give a true and fair view of the state of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the Trustees are required to:

1 Select suitable accounting policies and apply them consistently
2 Observe the methods and principles in the Charities SORP;
3 Make judgements and estimates that are reasonable and prudent
4 State whether the applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.
5 Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 2006.

They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps to prevent fraud or any other irregularities.

**Approval**

This report, which has been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies, was approved by the Directors on 4 July 2023 and signed on their behalf by:

**Rosemary Bridge**

Rosemary Bridge
04/07/2023

**INDEPENDENT EXAMINER'S REPORT**
**TO THE TRUSTEES OF**
**SHELFORD GOSPEL TRUST**
**('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2022 on pages 7 to 15 following, which have been prepared on the basis of the accounting policies set out on pages 9 and 10.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants of Scotland, which is one of the listed bodies.

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

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

2 the accounts do not accord with those records; or

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

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

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

**Archie McDowall,** 11-Jul-23

Archie McDowall, BA CA
Institute of Chartered Accountants of Scotland

For and on behalf of:
Stewardship
1 Lamb's Passage
London EC1Y 8AB

**SHELFORD GOSPEL TRUST**
**STATEMENT OF FINANCIAL ACTIVITIES**
**FOR THE YEAR ENDED 31 DECEMBER 2022**
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

| | Note | Unrestricted Funds 2022 £ | Restricted Funds 2022 £ | Total Funds 2022 £ | Total Funds 2021 £ |
|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | |
| Donations and legacies | 2 | 12,163 | 210,500 | 222,663 | 469,850 |
| Charitable activities | 3 | 33,538 | - | 33,538 | 28,966 |
| Investment income | | 6 | - | 6 | 161 |
| Total income and endowments | | 45,707 | 210,500 | 256,207 | 498,977 |
| **EXPENDITURE ON** | | | | | |
| Charitable activities | 4 | 39,791 | - | 39,791 | 4,308 |
| Other | 5 | 834 | - | 834 | 3,902 |
| Total expenditure | | 40,625 | - | 40,625 | 8,210 |
| **Net income/(expenditure)** | | 5,082 | 210,500 | 215,582 | 490,767 |
| Transfers between funds | | 318,200 | (318,200) | - | - |
| **Net movement in funds** | | 323,282 | (107,700) | 215,582 | 490,767 |
| **Reconciliation of funds:** | | | | | |
| Total funds brought forward | | 1,924,041 | 107,700 | 2,031,741 | 1,540,974 |
| **Total funds carried forward** | | 2,247,323 | - | 2,247,323 | 2,031,741 |

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

All income and expenditure derive from continuing operations.

The statement of financial activities also complies with the requirements for an income and expenditure account required by the Companies Act 2006.

The notes on pages 9 to 15 form part of these accounts.

**SHELFORD GOSPEL TRUST**
**BALANCE SHEET**
**AS AT 31 DECEMBER 2022**

| | Note | Unrestricted Funds | Restricted Funds | Total Funds 2022 | Total Funds 2021 |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | £ | £ | £ | £ |
| Tangible assets | 7 | 2,617,712 | - | 2,617,712 | 1,748,331 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 8 | 3,716 | - | 3,716 | 17,251 |
| Cash at bank | 9 | 54,749 | | 54,749 | 277,006 |
| | | 58,465 | - | 58,465 | 294,257 |
| **CURRENT LIABILITIES** | | | | | |
| Liabilities falling due within one year | 10 | 12,400 | - | 12,400 | 10,847 |
| Net Current Assets | | 46,065 | - | 46,065 | 283,410 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 2,663,777 | - | 2,663,777 | 2,031,741 |
| **CREDITORS FALLING DUE AFTER MORE THAN ONE YEAR** | 11 | 416,454 | | 416,454 | - |
| **NET ASSETS** | | 2,247,323 | - | 2,247,323 | 2,031,741 |
| **FUND BALANCES** | | | | | |
| Unrestricted funds | 12 | 2,247,323 | - | 2,247,323 | 1,924,041 |
| Designated funds | | - | | - | - |
| Restricted Funds | 12 | - | - | - | 107,700 |
| | | 2,247,323 | - | 2,247,323 | 2,031,741 |

*For the year ended 31 December 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:*

a. *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.*

b. *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 the 4 July 2023 by:

**Joanna Pearce**

Joanna Pearce 04/07/2023

Company number: 6474770 Charity number: 1123608

The notes on pages 9 to 15 form part of these accounts.

## 1 Accounting policies

The Trust is a public benefit entity. The accounts have been prepared under the historic cost convention, in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014; and with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102). The financial statements are prepared in sterling and rounded to the nearest £1.

The following are the accounting policies which have been applied in dealing with material items:-

a) Going Concern

The Trustees (who are the charitable company's directors for the purposes of company law) have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern.

The Trustee's forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income. The Trustees have considered how to mitigate against cost inflation for the current refurbishment project of 26 Church Street. A professional cost estimator has been engaged to assist with both the initial contract sum and measurement during refurbishment. A contingency amount has been included in the project plans. If construction costs did increase, then the Trustees would seek to either to reduce the specification of the refurbishment or launch an additional appeal.

The Trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. Income received in circumstances where a claim for repayment of tax has been or will be made to HM Revenue & Customs is grossed up for the tax recoverable. Any amount of tax reclaimed from HM Revenue & Customs but not yet received is shown within the charity's debtors. Gifts in kind are included in income at their estimated value to the Trust and recognised as income when they are distributed to projects.

Investment income represents income generated by the charity's assets and is taken into account when receivable.

c) Expenditure

Expenditure, including irrecoverable VAT, when incurred by the charity, regardless of when payment is made. Grants payable are taken into account at the earlier of when they are paid or become constructive obligations. Expenditure is classified under the following activity headings:

* Cost of raising funds comprise the costs incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities
* Expenditure on charitable activities includes the revenue costs associated with the repairs and maintenance of the Trust’s properties or grants to individuals or churches.
* Other expenditure represents those items not falling into any other heading

d) Funds

Unrestricted funds are donations and other income received or generated for the objects of the charity without specified purpose and are available for purposes as directed by the trustees. Restricted funds are amounts received where the donor has specified the purpose for which it should be used.

Donations received in response to an appeal will be treated as restricted funds. Loan receipts raised for a project will be treated as (unrestricted) designated funds. Once the money in both funds is applied to the acquisition of a tangible asset, most likely a property, then the property will immediately be regarded as an unrestricted general fund asset. The Trustees are of the option that the terms of the appeal gifts are met once the specified assets is acquired, allowing the Trust to use the property on an unrestricted basis for any charitable purpose.

**1 Accounting policies (continued)**

d) Funds (continued)

Loan finance raised for a specific property will also be categorised as unrestricted general fund liabilities.

Where appeal donations are received after the purchase of an appeal asset, expenditure directly associated with the purchase of the property, will be allocated to the restricted fund. Otherwise all other expenditure related to the property will be borne by the general fund.

e) Key judgements

i Key estimate: Charitable donations

The Trustees make estimates and assumptions regarding the future. Actual results may differ from these estimates. The cash flow projections include assumptions about continued donations, the key one being that regular giving and rental income from occupied properties will not change significantly from historical levels.

ii Key judgement: classification of tangible fixed assets

When a tangible fixed asset is funded through an appeal or by way of a grant or donation, the accounting treatment of the asset acquired will depend on the circumstances of each case. In the Trustee's judgement, the terms of the gift are met once the specified asset is acquired, so allowing the charity to use the asset acquired on an unrestricted basis for any charitable purpose. Accordingly the properties purchased, including funding from specific appeals are classified as general fund assets.

iii Key judgement: Residual value of property

The Trustees believe that the properties held for charitable purposes have a high residual value which removes the need for depreciation to be charged.

f) Fixed assets and depreciation

Fixed assets acquired for use by the charity are capitalised and depreciated over their estimated useful life, unless their cost is insignificant in which case they are written off on purchase.

Depreciation periods are as follows:

| | | |
|---|---|---|
| Freehold land | Not depreciated | |
| Freehold buildings | Not depreciated | see Key judgements d iii) above |
| Fixtures, fittings and equipment | Between 2 and 5 years | |

g) Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

h) Cash at bank

Cash at bank 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.

i) Creditors and provisions

Creditors and provisions are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

j) Financial instruments

The Trust 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 loans which are subsequently measured at amortised cost using the effective interest method.

k) Taxation

The company is a registered charity and is exempt from taxation under the Income & Corporation Taxes Acts.

| 2 **Donations and legacies** | Unrestricted Funds | Restricted Funds | Total 2022 | Total 2021 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Donations from individuals | 10,210 | 10,500 | 20,710 | 447,400 |
| Charitable legacy | - | 200,000 | 200,000 | - |
| Tax recoverable | 1,953 | - | 1,953 | 22,450 |
| | 12,163 | 210,500 | 222,663 | 469,850 |

Included in restricted funds is a charitable legacy of £200,000 relating to a reduction in the purchase price from the market value of a residential property in Little Shelford, Cambridgeshire in January 2022.

| 3 **Income from charitable activities** | Unrestricted Funds | Restricted Funds | Total 2022 | Total 2021 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Rental property income | 33,478 | - | 33,478 | 28,966 |
| Other income | 60 | - | 60 | - |
| | 33,538 | - | 33,538 | 28,966 |

| 4 **Expenditure on charitable activities** | Unrestricted Funds | Restricted Funds | Total 2022 | Total 2021 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Direct cost incurred on rental property | 23,000 | - | 23,000 | 3,476 |
| Mortgage interest payable to Kingdom Bank | 16,525 | - | 16,525 | - |
| Depreciation | 266 | - | 266 | 832 |
| | 39,791 | - | 39,791 | 4,308 |

| 5 **Support and administration expenditure** | £ | £ | £ | £ |
|---|---|---|---|---|
| Governance costs | 13 | - | 13 | 2,935 |
| Independent examination | 700 | - | 700 | 840 |
| Insurance | 121 | - | 121 | 127 |
| | 834 | - | 834 | 3,902 |
| **Combined charitable activity cost** | 40,625 | - | 40,625 | 8,210 |

**6 Staff & Trustees**

The Trust has not employed a member of staff. The administrative duties and accounting have been undertaken by the Trustees. No remuneration was paid to any trustee during the year nor to any person connected to them.

The total amount of donations funded by Trustees and connected parties was £21,038 (2021: 434,775).

No other transactions have taken place with related parties during the year.

## 7 Tangible fixed assets

| Cost | Land & buildings £ | Fixtures, fittings equipment £ | Total £ |
|---|---|---|---|
| At 1 January 2022 | 1,748,040 | 4,374 | 1,752,414 |
| Additions | 869,420 | 285 | 869,705 |
| Disposals | - | (2,853) | (2,853) |
| At 31 December 2022 | 2,617,460 | 1,806 | 2,619,266 |
| Accumulated Depreciation | | | |
| At 1 January 2022 | - | 4,083 | 4,083 |
| Charge for the year | - | 266 | 266 |
| Disposals | - | (2,795) | (2,795) |
| At 31 December 2022 | - | 1,554 | 1,554 |
| Net book value | | | |
| At 31 December 2022 | 2,617,460 | 252 | 2,617,712 |
| At 1 January 2022 | 1,748,040 | 291 | 1,748,331 |

The freehold land and buildings relates to:

a) Two residential properties in Little Shelford, one of which was purchased in January 2022 for which an Appeal was launched in 2021,a mortgage of £425,000 taken out and a charitable legacy of £200,000 was received. (see note 17)

b) A residential property in Sawston.

c) A chapel and community hall in Trumpington.

The Charities SORP acknowledges that some assets may have a high residual value which will remove the need for depreciation to be charged. The Trustees are of the opinion that South Cambridge has a buoyant property market and that the residential property in Little Shelford will have increased in value since acquired and that the residual values will be above the purchase prices for both properties. We anticipate that no depreciation will be charged in future.

## 8 Debtors

| | 2022 £ | 2021 £ |
|---|---|---|
| Tax recoverable | 490 | 581 |
| Other debtors | - | - |
| Prepayments | 3,226 | 16,670 |
| | 3,716 | 17,251 |

## 9 Cash at bank

| | 2022 £ | 2021 £ |
|---|---|---|
| Bank operating accounts | 53,817 | 176,080 |
| Bank deposits | 932 | 100,926 |
| | 54,749 | 277,006 |

## 10 Creditors: liabilities falling due within one year

| | 2022 £ | 2021 £ |
|---|---|---|
| Secured loans - see note 14 | 8,546 | - |
| Accruals | 937 | 7,930 |
| Rent received in advance | 2,917 | 2,917 |
| | 12,400 | 10,847 |

## 11 Creditors: liabilities falling due after one year

| | 2022 £ | 2021 £ |
|---|---|---|
| Secured loans (falling due in less than 5 years) - see note 14 | 42,729 | - |
| Secured loans (falling due after 5 years) - see note 14 | 373,725 | - |
| | 416,454 | - |

## 12 Movement of funds

The restricted funds represent amounts received for purchase of properties and the movements in the year are as follows:

| | Opening balance | Incoming resources | Outgoing resources | Transfer between funds | Closing balance |
|---|---|---|---|---|---|
| **Restricted funds** | £ | £ | £ | £ | £ |
| Unrestricted funds | 1,924,041 | 45,707 | (40,625) | 318,200 | 2,247,323 |
| Restricted funds | 107,700 | 210,500 | - | (318,200) | - |
| | 2,031,741 | 256,207 | (40,625) | - | 2,247,323 |
| **2021** | | | | | |
| Unrestricted funds | 1,540,974 | 391,277 | (8,210) | - | 1,924,041 |
| Restricted funds | - | 107,700 | - | - | 107,700 |
| | 1,540,974 | 498,977 | (8,210) | - | 2,031,741 |

The transfer between funds relates to the transfer of restricted funds relating to the appeal for the purchase of the property, 26 Church Street, Little Shelford, Cambridge, which was acquired in January 2022. As set out in Note 1 d) Funds, the Trustees are of the opinion that the terms of the appeal gifts are met once the specified assets is acquired, allowing the Trust to use the property on an unrestricted basis for any charitable purpose.

## 13 Analysis of net assets between funds

The assets and liabilities represented by the various funds are as follows:

| | Fixed assets | Bank & cash balances | Other net assets | Total |
|---|---|---|---|---|
| Fund balances at 31 December 2022 | £ | £ | £ | £ |
| Restricted funds | - | - | - | - |
| Unrestricted funds | 2,617,712 | 54,749 | (425,138) | 2,247,323 |
| | 2,617,712 | 54,749 | (425,138) | 2,247,323 |
| Fund balances at 31 December 2021 | £ | £ | £ | £ |
| Restricted funds | - | 107,700 | - | 107,700 |
| Unrestricted funds | 1,748,331 | 169,306 | 6,404 | 1,924,041 |
| | 1,748,331 | 277,006 | 6,404 | 2,031,741 |

## 14 Secured loans

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Loan payable falling due within 1 year | 8,546 | - |
| Loan payable falling due in more than 1 year but less than 5 years | 42,729 | - |
| Loan payable falling due after more than 5 years | 373,725 | - |
| | 425,000 | - |

The loan was secured by a first legal charge of the property in Church Street, Little Shelford, Cambridgeshire, which has a carrying value of £869,421. The loan has a variable interest rate, initially 3.45% p.a. which can be changed by Kingdom Bank upon 14 days' notice. The interest rate increased to 5.40% by December 2022. The loan term is 30 years with the initial year being interest bearing only. (see note 17)

## 15 Commitments

The Trust did not have any commitments at the year end (2021: nil).

## 16 Members

Each member of the company commits to contribute if the charity is wound up an amount of £10.

**17 Subsequent events**

On 3 May 2023, the Trustees completed the sale of 79 Hauxton Road, Little Shelford, Cambridge, which the Trustees decided to sell in order to fund the refurbishment of a larger property in Church Street, Little Shelford, Cambridge which the Trust bought in January 2022.

In June 2023, due to the delay the commencement of refurbishment work for the larger property and increasing mortgage rates, the Trustees decided to repay the secured loan (see note 14) with the proceeds from the sale of 79 Hauxton Road, Little Shelford, Cambridge. The Trustees intend to apply for a refurbishment loan once the project costs and timings are established.

**SHELFORD GOSPEL TRUST**

**Detailed Statement of Financial Activities with Comparatives**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

| | Note | Unrestricted Funds 2022 £ | Unrestricted Funds 2021 £ | Restricted Funds 2022 £ | Restricted Funds 2021 £ | Total Funds 2022 £ | Total Funds 2021 £ |
|---|---|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | | | |
| Donations and legacies | 2 | 12,163 | 362,150 | 210,500 | 107,700 | 222,663 | 469,850 |
| Charitable activities | 3 | 33,538 | 28,966 | - | - | 33,538 | 28,966 |
| Investment income | | 6 | 161 | - | - | 6 | 161 |
| Total income and endowments | | 45,707 | 391,277 | 210,500 | 107,700 | 256,207 | 498,977 |
| **EXPENDITURE ON** | | | | | | | |
| Charitable activities | 4 | 39,791 | 4,308 | - | - | 39,791 | 4,308 |
| Other | 5 | 834 | 3,902 | - | - | 834 | 3,902 |
| Total expenditure | | 40,625 | 8,210 | - | - | 40,625 | 8,210 |
| **Net income/(expenditure)** | | 5,082 | 383,067 | 210,500 | 107,700 | 215,582 | 490,767 |
| Transfers between funds | | 318,200 | - | (318,200) | | - | - |
| **Net movement in funds** | | 323,282 | 383,067 | (107,700) | 107,700 | 215,582 | 490,767 |
| **Reconciliation of funds:** | | | | | | | |
| Total funds brought forward | | 1,924,041 | 1,540,974 | 107,700 | - | 2,031,741 | 1,540,974 |
| **Total funds carried forward** | | 2,247,323 | 1,924,041 | - | 107,700 | 2,247,323 | 2,031,741 |

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

**SHELFORD GOSPEL TRUST**

England & Wales - Charity number 1123608

# Accounts

Shelford Gospel Trust

# Report and Accounts

year ended 31 December 2021

**SHELFORD GOSPEL TRUST**

**FOR THE YEAR ENDED 31 DECEMBER 2021**

## COMPANY INFORMATION

| | |
|---|---|
| **Directors/Trustees** | Rosemary Bridge<br>Robert White<br>Christopher Ash<br>Nicholas Bewes<br>Joanna Pearce |
| **Company Secretary** | Rosemary Bridge |
| **Governing Document** | Memorandum and Articles of Association |
| **Company Registration Number** | 6474770 |
| **Charity Registration Number** | 1123608 |
| **Registered Office** | 43 Sedley Taylor Road, Cambridge, CB2 8PN |
| **Independent Examiner** | Archie McDowall, BA CA<br>Stewardship<br>1 Lamb's Passage, London EC1Y 8AB |
| **Financial Institutions** | Barclays Bank PLC<br>28 Chesterton Road, Cambridge CB4 3AZ<br><br>Stewardship Services (UKET) Limited<br>1 Lamb's Passage, London EC1Y 8AB<br><br>Kingdom Bank Ltd<br>Media House, Pedge Rd, Beeston, Nottingham NG9 |

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**SHELFORD GOSPEL TRUST**
**REPORT OF THE DIRECTORS**
**FOR THE YEAR ENDED 31 DECEMBER 2021**

The Directors have pleasure in submitting the Report and Accounts for Shelford Gospel Trust ("the Trust") for the year.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 1 January 2015).

**Objects of the charity**

The primary objects of the Trust are:

* to advance the Christian faith, in accordance with a statement of beliefs set out below.

* to relieve sickness and financial hardship and to promote and preserve good health by the provision of goods or services of any kind, including through the provision of counselling and support.

in Little Shelford, Cambridgeshire and in such other parts of the UK or the world as the Trustees may from time to time think fit.

The Trustees have regard to the Charity Commission's guidance on public benefit and take this into account when considering possible new projects. The main activities undertaken to date have been the provision of staff housing for All Saints Church, Little Shelford and, new during 2021, Christ Church South Cambs, Sawston plus a building for Christ Church Trumpington. All three churches provide wide ranging ministries in their local areas.

**Statement of beliefs**

We believe in the fundamental truths of Christianity as revealed in Holy Scripture including:

a) There is one God in three persons, the Father, the Son and the Holy Spirit.
b) God is sovereign in creation, revelation, redemption and final judgment.
c) The Bible, as originally given, is the inspired and infallible Word of God. It is the supreme authority in all matters of belief and behaviour.
d) Since the fall, the whole of humankind is sinful and guilty, so that everyone is subject to God's wrath and condemnation.
e) The Lord Jesus Christ, God's incarnate Son, is fully God; he was born of a virgin; his humanity is real and sinless; he died on the cross, was raised bodily from death and is now reigning over heaven and earth.
f) Sinful human beings are redeemed from the guilt, penalty and power of sin only through the sacrificial death once and for all time of their representative and substitute, Jesus Christ, the only mediator between them and God.
g) Those who believe in Christ are pardoned all their sins and accepted in God's sight only because of the righteousness of Christ credited to them; this justification is God's act of undeserved mercy, received solely by trust in him and not by their own efforts.
h) The Holy Spirit alone makes the work of Christ effective to individual sinners, enabling them to turn to God from their sin and to trust in Jesus Christ.
i) The Holy Spirit lives in all those he has regenerated. He makes them increasingly Christ like in character and behaviour and gives them power for their witness in the world.
j) The only holy universal church is the Body of Christ, to which all true believers belong.
k) The Lord Jesus Christ will return in person to judge everyone, to execute God's just condemnation on those who have not repented and to receive the redeemed to eternal glory.

**Government**

The Trust is a company limited by guarantee governed by its Memorandum and Articles of Association. It was incorporated in England and Wales on 16 January 2008 and registered with the Charities Commission on 12 April 2008.

The number of Trustees shall be not less than three. The Trustees are those persons named in the company information section of the report. At annual general meetings one-third of the Trustees retire by rotation. The Trustees may by ordinary resolution appoint a person who is willing to act to be a Trustee either to fill a vacancy or as an additional Trustee, subject to certain conditions, including his willingness to subscribe to the Statement of Beliefs above.

Continuing Trustees are responsible for the induction of any new Trustee, which involves awareness of a Trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the Trust.

The business of the Trust will be managed and administered by the Trustees who may exercise all the powers of the Charity. None of the Trustees receive remuneration or other benefit from their work with the charity.

Individual requests for assistance will be considered by the Trustees on application and subject to their discretion. Normally they would require formal applications saying how the funds would be used and what would be achieved. The Trustees will seek feedback on the actual use of grants given and the achievements made. The explanations and feedback received are sufficient for monitoring the quality of the grants made.

The Memorandum and Articles of Association give the Trustees discretion over whether funds are held in cash or investments. During the year, the Trust held cash in two separate bank accounts, Barclays Bank Plc and Stewardship.

**Review of activities**

During 2021, the Trust received charitable donations and rent from its charitable activities, being the provision of residential accommodation to support the gospel ministry of the churches in Little Shelford and Sawston plus a property in Alpha Terrace for Christ Church Trumpington, Cambridge.

Since May 2012, the Trust has owned a residential property in Hauxton Road, Little Shelford, Cambridge and has entered into tenancy agreements to enable staff members at All Saints Little Shelford and non-stipendiary clergy to live in the village, which supports the gospel ministry of the church in Little Shelford in accordance with the Trust's primary object.

In November 2016, the Trust acquired a chapel building and adjacent community hall in Alpha Terrace, Trumpington, Cambridge, in order to support the long-term Christian witness and work of Christ Church Trumpington. The Trust has entered into a 16 year lease agreement with Christ Church Trumpington. The provision of this building for Christ Church Trumpington will support and facilitate gospel ministry in South Cambridge in accordance with the Trust's primary object.

On 12 November 2021, the Trust completed the legal transfer of a gift of a residential property in Sawston, Cambridgeshire and subsequently entered into a tenancy agreement to enable the minister of Christ Church South Cambs to live in the village, which supports the gospel ministry of the church in Sawston in accordance with the Trust's primary object (See note 2 and 7).

**Review of activities (continued)**

In June 2021, the Trust launched an appeal for the purchase and refurbishment of a large house ideally located opposite All Saints, Little Shelford (26 Church Street). As well as housing an assistant minister with a family this property would provide a one-bedroom flat for a church worker. See subsequent events note 15 for further details.

**Financial review**

Income for the year amounted to £498,978 (2020: £38,815), of which £107,700 related to the 2021 appeal (2020: nil).

There was no expenditure on generating funds but there were administration costs during the year of £2,913 (2020: £1,241) and expenditure on charitable activities of £4,264 (2020: £2,786).

**Future plans**

The Trustees intend to have fund raising activities in order to provide the Trust with financial resources to facilitate grants that can further the objects of the Trust. Examples of possible projects are:

* Paying for housing of Christian workers involved in new gospel initiatives in the Cambridge area, where properties are very expensive.
* Strategic projects - with the large and increasingly visible expansion of housing stock in Cambridge and the surrounding sub-region there are strategic possibilities to support gospel work in these new communities.

In the immediate future, the resources will be focused on the refurbishment of the newly acquired house in Little Shelford (see subsequent events note 15). Supporters have offered loans to help finance the refurbishment to enable the project to proceed. The Trustees will review whether a supplementary appeal will be made once planning permission has been obtained and quotations received.

**Reserves policy**

The Trustees have resolved to retain sufficient funds for property maintenance, refurbishment obligations and to build reserves for future projects.

**Going concern**

Whilst the consequences of the coronavirus pandemic have adversely impacted the UK ecomony, and the charitable sector in particular, it has not had an impact on the Trust during 2021. Regular donations remained at a similar level and the tenants of its properties continued to be able to meet their rental payments.

The Trustees take reasonable steps to review and consider any factors that may affect the ability of the Trust to continue as a going concern. The Trustee's forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income.

In addition to the base case scenario, the Trustees reviewed a second scenario as part of its going concern assessment. The later assumed higher refurbishment cost for the newly acquired property; together with a delay in the refurbishment. This scenario was considered to illustrate the funding resources and headroom available to cover the risk relating to the new property, in making the assessment for the next two calendar years and the medium term.

After assessing the forecasts and liquidity of the Trust for the next two calendar years, the Trustees have a reasonable expectation that the Trust has adequate resources to continue for the foreseeable future. The Trust therefore continues to adopt the going concern basis in preparing the financial statements.

**Risk statement**

The Trustees annually review the risks that the Trust faces and set in place processes where possible to reduce these.

**Directors' responsibilities**

Company law requires us as Directors to prepare financial statements for each financial year which give a true and fair view of the state of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the Trustees are required to:

1 Select suitable accounting policies and apply them consistently
2 Observe the methods and principles in the Charities SORP;
3 Make judgements and estimates that are reasonable and prudent
4 State whether the applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.
5 Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 2006.

They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps to prevent fraud or any other irregularities.

**Approval**

This report, which has been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies, was approved by the Directors on 23 July 2022 and signed on their behalf by:

Rosemary Bridge
23/07/2022

**INDEPENDENT EXAMINER'S REPORT**
**TO THE TRUSTEES OF**
**SHELFORD GOSPEL TRUST**
**('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2021 on pages 7 to 14 following, which have been prepared on the basis of the accounting policies set out on pages 9 and 10.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants of Scotland, which is one of the listed bodies.

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

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

2 the accounts do not accord with those records; or

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

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

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

Archie McDowall, BA CA 25 July 2022
Institute of Chartered Accountants of Scotland

For and on behalf of:
Stewardship
1 Lamb's Passage
London EC1Y 8AB

**SHELFORD GOSPEL TRUST**
**STATEMENT OF FINANCIAL ACTIVITIES**
**FOR THE YEAR ENDED 31 DECEMBER 2021**
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

| | Note | Unrestricted Funds | Restricted Funds | Total Funds 2021 | Total Funds 2020 |
|---|---|---|---|---|---|
| | | £ | £ | £ | £ |
| **INCOME AND ENDOWMENTS FROM** | | | | | |
| Donations and legacies | 2 | 362,150 | 107,700 | 469,850 | 12,425 |
| Charitable activities | 3 | 28,966 | - | 28,966 | 26,075 |
| Investment income | | 161 | - | 161 | 315 |
| Total income and endowments | | 391,277 | 107,700 | 498,977 | 38,815 |
| **EXPENDITURE ON** | | | | | |
| Charitable activities | 4 | 4,308 | - | 4,308 | 2,786 |
| Other | 5 | 3,902 | - | 3,902 | 1,241 |
| Total expenditure | | 8,210 | - | 8,210 | 4,027 |
| **Net income/(expenditure)** | | 383,067 | 107,700 | 490,767 | 34,788 |
| Transfers between funds | | - | - | - | - |
| **Net movement in funds** | | 383,067 | 107,700 | 490,767 | 34,788 |
| **Reconciliation of funds:** | | | | | |
| Total funds brought forward | | 1,540,974 | - | 1,540,974 | 1,506,186 |
| **Total funds carried forward** | | 1,924,041 | 107,700 | 2,031,741 | 1,540,974 |

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

All income and expenditure derive from continuing operations.

The statement of financial activities also complies with the requirements for an income and expenditure account required by the Companies Act 2006.

The notes on pages 9 to 14 form part of these accounts.

**SHELFORD GOSPEL TRUST**
**BALANCE SHEET**
**AS AT 31 DECEMBER 2021**

| | Note | Unrestricted Funds | Restricted Funds | Total Funds 2021 | Total Funds 2020 |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | £ | £ | £ | £ |
| Tangible assets | 7 | 1,748,331 | - | 1,748,331 | 1,394,471 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 8 | 17,251 | - | 17,251 | 4,192 |
| Cash at bank | 9 | 169,306 | 107,700 | 277,006 | 145,757 |
| | | 186,557 | 107,700 | 294,257 | 149,949 |
| **CURRENT LIABILITIES** | | | | | |
| Liabilities falling due within one year | 10 | 10,846 | - | 10,846 | 3,446 |
| Net Current Assets | | 175,711 | 107,700 | 283,411 | 146,503 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 1,924,042 | 107,700 | 2,031,742 | 1,540,974 |
| **NET ASSETS** | | 1,924,042 | 107,700 | 2,031,742 | 1,540,974 |
| **FUND BALANCES** | | | | | |
| Unrestricted funds | 11 | 1,924,041 | - | 1,924,041 | 1,540,974 |
| Designated funds | | - | | - | - |
| Restricted Funds | 11 | - | 107,700 | 107,700 | - |
| | | 1,924,041 | 107,700 | 2,031,741 | 1,540,974 |

*For the year ended 31 December 2021, 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:*

a. *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.*

b. *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 the 23 July 2022 by:

Joanna Pearce 23/07/2022

Company number: 6474770 Charity number: 1123608

The notes on pages 9 to 14 form part of these accounts.

**SHELFORD GOSPEL TRUST**
**NOTES TO THE ACCOUNTS**
**FOR THE YEAR ENDED 31 DECEMBER 2021**

## 1 Accounting policies

The Trust is a public benefit entity. The accounts have been prepared under the historic cost convention, in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014; and with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102). The financial statements are prepared in sterling and rounded to the nearest £1.

The following are the accounting policies which have been applied in dealing with material items:-

a) Going Concern

The Trustees (who are the charitable company's directors for the purposes of company law) have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern.

The Trustee's forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income, that have not been impacted by the coronavirus. In addition to the base case scenario, the Trustees reviewed a second scenario as part of its going concern assessment. The later assumed higher refurbishment cost for the newly acquired property; together with a delay in the refurbishment. This scenario was considered to illustrate the funding resources and headroom available to cover the risk relating to the new property, in making the assessment for the next two calendar years and the medium term.

The Trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. Income received in circumstances where a claim for repayment of tax has been or will be made to HM Revenue & Customs is grossed up for the tax recoverable. Any amount of tax reclaimed from HM Revenue & Customs but not yet received is shown within the charity's debtors. Gifts in kind are included in income at their estimated value to the Trust and recognised as income when they are distributed to projects.

Investment income represents income generated by the charity's assets and is taken into account when receivable.

c) Expenditure

Expenditure, including irrecoverable VAT, when incurred by the charity, regardless of when payment is made. Grants payable are taken into account at the earlier of when they are paid or become constructive obligations. Expenditure is classified under the following activity headings:

* Cost of raising funds comprise the costs incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities
* Expenditure on charitable activities includes the revenue costs associated with the repairs and maintenance of the Trust’s properties or grants to individuals or churches.
* Other expenditure represents those items not falling into any other heading

c) Funds

Unrestricted funds are donations and other income received or generated for the objects of the charity without specified purpose and are available for purposes as directed by the trustees. Restricted funds are amounts received where the donor has specified the purpose for which it should be used.

Donations received in response to an appeal will be treated as restricted funds. Loan receipts raised for a project will be treated as (unrestricted) designated funds. Once the money in both funds is applied to the acquisition of a tangible asset, most likely a property, then the property will immediately be regarded as an unrestricted general fund asset. The Trustees are of the option that the terms of the appeal gifts are met once the specified assets is acquired, allowing the Trust to use the property on an unrestricted basis for any charitable purpose.

**1 Accounting policies (continued)**

c) Funds (continued)

Loan finance raised for a specific property will also be categorised as unrestricted general fund liabilities.

Where appeal donations are received after the purchase of an appeal asset, expenditure directly associated with the purchase of the property, will be allocated to the restricted fund. Otherwise all other expenditure related to the property will be borne by the general fund.

d) Key judgements

i Key estimate: Charitable donations

The Trustees make estimates and assumptions regarding the future. Actual results may differ from these estimates. The cash flow projections include assumptions about continued donations, the key one being that regular giving and rental income will not change significantly from historical levels.

ii Key judgement: classification of tangible fixed assets

When a tangible fixed asset is funded through an appeal or by way of a grant or donation, the accounting treatment of the asset acquired will depend on the circumstances of each case. In the Trustee's judgement, the terms of the gift are met once the specified asset is acquired, so allowing the charity to use the asset acquired on an unrestricted basis for any charitable purpose. Accordingly the properties purchased, including funding from specific appeals are classified as general fund assets.

iii Key judgement: Residual value of property

The Trustees believe that the properties held for charitable purposes have a high residual value which removes the need for depreciation to be charged.

e) Fixed assets and depreciation

Fixed assets acquired for use by the charity are capitalised and depreciated over their estimated useful life unless they cost less than £30 when they are written off on purchase.

Depreciation periods are as follows:

| | | |
|---|---|---|
| Freehold land | Not depreciated | |
| Freehold buildings | Not depreciated | see Key judgements d iii) above |
| Fixtures, fittings and equipment | Between 2 and 5 years | |

f) Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

g) Cash at bank

Cash at bank 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.

h) Creditors and provisions

Creditors and provisions are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

i) Financial instruments

The Trust 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 loans which are subsequently measured at amortised cost using the effective interest method.

j) Taxation

The company is a registered charity and is exempt from taxation under the Income & Corporation Taxes Acts.

**SHELFORD GOSPEL TRUST**
**NOTES TO THE ACCOUNTS**
**FOR THE YEAR ENDED 31 DECEMBER 2021**

| 2 **Donations and legacies** | Unrestricted Funds | Restricted Funds | Total 2021 | Total 2020 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Donations from individuals | 360,200 | 87,200 | 447,400 | 10,420 |
| Tax recoverable | 1,950 | 20,500 | 22,450 | 2,005 |
| | 362,150 | 107,700 | 469,850 | 12,425 |

Included in unrestriced funds donations from individuals is £350,000 relating to the market value, in June 2021, of a gift of a residential property in Sawston,Cambridgeshire.

| 3 **Income from charitable activities** | Unrestricted Funds | Restricted Funds | Total 2021 | Total 2020 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Rental property income | 28,966 | - | 28,966 | 26,075 |
| | 28,966 | - | 28,966 | 26,075 |

| 4 **Expenditure on charitable activities** | Unrestricted Funds | Restricted Funds | Total 2021 | Total 2020 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Direct cost incurred on rental property | 3,476 | - | 3,476 | 2,655 |
| Depreciation | 832 | - | 832 | 131 |
| | 4,308 | - | 4,308 | 2,786 |

| 5 **Support and administration expenditure** | £ | £ | £ | £ |
|---|---|---|---|---|
| Governance costs | 2,935 | - | 2935 | 26 |
| Independent examination | 840 | - | 840 | 1,090 |
| Insurance | 127 | - | 127 | 125 |
| | 3,902 | - | 3,902 | 1,241 |
| **Combined charitable activity cost** | 8,210 | - | 8,210 | 4,027 |

**6 Staff & Trustees**

The Trust has not employed a member of staff. The administrative duties and accounting have been undertaken by the Trustees. No remuneration was paid to any trustee during the year nor to any person connected to them.

The total amount of donations funded by Trustees and connected parties was £434,775 (2020: £9,520).

No other transactions have taken place with related parties during the year.

## 7 Tangible fixed assets

| Cost | Land & buildings £ | Fixtures, fittings equipment £ | Total £ |
|---|---|---|---|
| At 1 January 2021 | 1,393,643 | 4,344 | 1,397,987 |
| Additions | 354,397 | 295 | 354,692 |
| Disposals | - | (265) | (265) |
| At 31 December 2021 | 1,748,040 | 4,374 | 1,752,414 |
| Accumulated Depreciation | | | |
| At 1 January 2021 | - | 3,516 | 3,516 |
| Charge for the year | - | 832 | 832 |
| Disposals | - | (265) | (265) |
| At 31 December 2021 | - | 4,083 | 4,083 |
| Net book value | | | |
| At 31 December 2021 | 1,748,040 | 291 | 1,748,331 |
| At 1 January 2021 | 1,393,643 | 828 | 1,394,471 |

The freehold land and buildings relates to:

a) a residential property in Little Shelford, and

b) a chapel and community hall in Trumpington.

c) a residential property in Sawston, gifted during the year with a June 2021 market valuation of £350,000 (see note2).

The Charities SORP acknowledges that some assets may have a high residual value which will remove the need for depreciation to be charged. The Trustees are of the opinion that South Cambridge has a buoyant property market and that the residential property in Little Shelford will have increased in value since acquired and that the residual values will be above the purchase prices for both properties. We anticipate that no depreciation will be charged in future.

## 8 Debtors

| | 2021 £ | 2020 £ |
|---|---|---|
| Tax recoverable | 581 | 498 |
| Other debtors | - | 3,075 |
| Prepayments | 16,670 | 619 |
| | 17,251 | 4,192 |

## 9 Cash at bank

| | 2021 £ | 2020 £ |
|---|---|---|
| Bank operating accounts | 176,080 | 64,993 |
| Bank deposits | 100,926 | 80,764 |
| | 277,006 | 145,757 |

## 10 Creditors: liabilities falling due within one year

| | 2021 £ | 2020 £ |
|---|---|---|
| Accruals | 7,929 | 1,113 |
| Rent received in advance | 2,917 | 2,333 |
| | 10,846 | 3,446 |

## 11 Movement of funds

The restricted funds represent amounts received for purchase of properties and the movements in the year are as follows:

| | Opening balance | Incoming resources | Outgoing resources | Closing balance |
|---|---|---|---|---|
| **2021** | £ | £ | £ | £ |
| Unrestricted funds | 1,540,974 | 391,277 | (8,210) | 1,924,041 |
| Restricted funds | - | 107,700 | - | 107,700 |
| | 1,540,974 | 498,977 | (8,210) | 2,031,741 |
| **2020** | | | | |
| Unrestricted funds | 1,506,186 | 38,815 | (4,027) | 1,540,974 |
| Restricted funds | - | - | | - |
| | 1,506,186 | 38,815 | (4,027) | 1,540,974 |

## 12 Analysis of net assets between funds

The assets and liabilities represented by the various funds are as follows:

| | Fixed assets | Bank & cash balances | Other net assets | Total |
|---|---|---|---|---|
| Fund balances at 31 December 2021 | £ | £ | £ | £ |
| Restricted funds | - | 107,700 | - | 107,700 |
| Unrestricted funds | 1,748,331 | 169,306 | 6,405 | 1,924,042 |
| | 1,748,331 | 277,006 | 6,405 | 2,031,742 |
| Fund balances at 31 December 2020 | £ | £ | £ | £ |
| Restricted funds | - | - | - | - |
| Unrestricted funds | 1,394,471 | 145,757 | 746 | 1,540,974 |
| | 1,394,471 | 145,757 | 746 | 1,540,974 |

## 13 Commitments

The Trust did not have any commitments at the year end (2020: nil).

## 14 Members

Each member of the company commits to contribute if the charity is wound up an amount of £10.

## 15 Subsequent events

On 12 January 2022, the Trust completed the purchase of 26 Church Street, Little Shelford, Cambridge, a large house ideally located opposite All Saints, Little Shelford. As well as housing an assistant minister with a family, this property would provide a one-bedroom flat for a church worker. The purchase was funded by a combination of a charitable gift by the estate of Miss Marjorie Powell deceased, existing cash reserves, appeal donations of £107,700 and a mortgage of £425,000 from Kingdom Bank. The property is in need of extensive refurbishment, following planning permission and competitive tendering. The Trust plans to fund the refurbishment from the proceeds of the sale of the smaller property in Hauxton Road, Little Shelford and by accepting and formallising offers of interest free loans it received during the 2021 Appeal.

The Kingdom Bank loan, with a 30 year term, was drawn down on 11 January 2022. The interest rate is variable, subject to certain criteria, and at inception was 3.45% per annum. The interest rate is variable and will be applied for the first 5 years. The repayments for the first year will be interest only.

**SHELFORD GOSPEL TRUST**

**Detailed Statement of Financial Activities with Comparatives**

**FOR THE YEAR ENDED 31 DECEMBER 2021**

| | Note | Unrestricted Funds 2021 £ | Unrestricted Funds 2020 £ | Unrestricted Funds - Designated 2021 £ | Unrestricted Funds - Designated 2020 £ | Restricted Funds 2021 £ | Restricted Funds 2020 £ | Total Funds 2021 £ | Total Funds 2020 £ |
|---|---|---|---|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | | | | | |
| Donations and legacies | 2 | 362,150 | 12,425 | - | - | 107,700 | - | 469,850 | 12,425 |
| Charitable activities | 3 | 28,966 | 26,075 | - | - | - | - | 28,966 | 26,075 |
| Investment income | | 161 | 315 | - | - | - | - | 161 | 315 |
| Total income and endowments | | 391,277 | 38,815 | - | - | 107,700 | - | 498,977 | 38,815 |
| **EXPENDITURE ON** | | | | | | | | | |
| Charitable activities | 4 | 4,308 | 2,786 | - | - | - | - | 4,308 | 2,786 |
| Other | 5 | 3,902 | 1,241 | - | - | - | - | 3,902 | 1,241 |
| Total expenditure | | 8,210 | 4,027 | - | - | - | - | 8,210 | 4,027 |
| **Net income/(expenditure)** | | 383,067 | 34,788 | - | - | 107,700 | - | 490,767 | 34,788 |
| Transfers between funds | | - | - | - | - | - | - | - | - |
| **Net movement in funds** | | 383,067 | 34,788 | - | - | 107,700 | - | 490,767 | 34,788 |
| **Reconciliation of funds:** | | | | | | | | | |
| Total funds brought forward | | 1,540,974 | 1,506,186 | - | - | - | - | 1,540,974 | 1,506,186 |
| **Total funds carried forward** | | 1,924,041 | 1,540,974 | - | - | 107,700 | - | 2,031,741 | 1,540,974 |

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

**SHELFORD GOSPEL TRUST**

England & Wales - Charity number 1123608

# Accounts

Shelford Gospel Trust

# Report and Accounts

year ended 31 December 2020

stewardship®

1 Lamb's Passage LONDON EC1Y 8AB
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e: enquiries@stewardship.org.uk
w: www.stewardship.org.uk

**SHELFORD GOSPEL TRUST**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

## COMPANY INFORMATION

| | |
|---|---|
| **Directors/Trustees** | Rosemary Bridge<br>Robert White<br>Christopher Ash<br>Nicholas Bewes<br>Joanna Pearce |
| **Company Secretary** | Rosemary Bridge |
| **Governing Document** | Memorandum and Articles of Association |
| **Company Registration Number** | 6474770 |
| **Charity Registration Number** | 1123608 |
| **Registered Office** | 43 Sedley Taylor Road, Cambridge, CB2 8PN |
| **Independent Examiner** | Archie McDowall, BA CA<br>Stewardship<br>1 Lamb's Passage, London EC1Y 8AB |
| **Financial Institutions** | Barclays Bank PLC<br>28 Chesterton Road, Cambridge CB4 3AZ<br><br>Stewardship Services (UKET) Limited<br>1 Lamb's Passage, London EC1Y 8AB |

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**SHELFORD GOSPEL TRUST**
**REPORT OF THE DIRECTORS**
**FOR THE YEAR ENDED 31 DECEMBER 2020**

The Directors have pleasure in submitting the Report and Accounts for Shelford Gospel Trust ("the Trust") for the year.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, 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 1 January 2015).

**Objects of the charity**

The primary objects of the Trust are:

* to advance the Christian faith, in accordance with a statement of beliefs set out below.

* to relieve sickness and financial hardship and to promote and preserve good health by the provision of goods or services of any kind, including through the provision of counselling and support.

in Little Shelford, Cambridgeshire and in such other parts of the UK or the world as the Trustees may from time to time think fit.

The Trustees have regard to the Charity Commission's guidance on public benefit and take this into account when considering possible new projects. The main activities undertaken to date have been the provision of staff housing for All Saints Church, Little Shelford and a building for Christ Church Trumpington. Both churches provide wide ranging ministries in their local areas.

**Statement of beliefs**

We believe in the fundamental truths of Christianity as revealed in Holy Scripture including:

a) There is one God in three persons, the Father, the Son and the Holy Spirit.
b) God is sovereign in creation, revelation, redemption and final judgment.
c) The Bible, as originally given, is the inspired and infallible Word of God. It is the supreme authority in all matters of belief and behaviour.
d) Since the fall, the whole of humankind is sinful and guilty, so that everyone is subject to God's wrath and condemnation.
e) The Lord Jesus Christ, God's incarnate Son, is fully God; he was born of a virgin; his humanity is real and sinless; he died on the cross, was raised bodily from death and is now reigning over heaven and earth.
f) Sinful human beings are redeemed from the guilt, penalty and power of sin only through the sacrificial death once and for all time of their representative and substitute, Jesus Christ, the only mediator between them and God.
g) Those who believe in Christ are pardoned all their sins and accepted in God's sight only because of the righteousness of Christ credited to them; this justification is God's act of undeserved mercy, received solely by trust in him and not by their own efforts.
h) The Holy Spirit alone makes the work of Christ effective to individual sinners, enabling them to turn to God from their sin and to trust in Jesus Christ.
i) The Holy Spirit lives in all those he has regenerated. He makes them increasingly Christ like in character and behaviour and gives them power for their witness in the world.
j) The only holy universal church is the Body of Christ, to which all true believers belong.
k) The Lord Jesus Christ will return in person to judge everyone, to execute God's just condemnation on those who have not repented and to receive the redeemed to eternal glory.

**Government**

The Trust is a company limited by guarantee governed by its Memorandum and Articles of Association. It was incorporated in England and Wales on 16 January 2008 and registered with the Charities Commission on 12 April 2008.

The number of Trustees shall be not fewer than three. The Trustees are those persons named in the company information section of the report. At annual general meetings one-third of the Trustees retire by rotation. The Trustees may by ordinary resolution appoint a person who is willing to act to be a Trustee either to fill a vacancy or as an additional Trustee, subject to certain conditions, including his willingness to subscribe to the Statement of Beliefs above.

Continuing Trustees are responsible for the induction of any new Trustee, which involves awareness of a Trustee's responsibilities, the governing document, administrative procedures, the history and philosophical approach of the Trust.

The business of the Trust will be managed and administered by the Trustees who may exercise all the powers of the Charity. None of the Trustees receive remuneration or other benefit from their work with the charity.

Individual requests for assistance will be considered by the Trustees on application and subject to their discretion. Normally they would require formal applications saying how the funds would be used and what would be achieved. The Trustees will seek feedback on the actual use of grants given and the achievements made. The explanations and feedback received are sufficient for monitoring the quality of the grants made.

The Memorandum and Articles of Association give the Trustees discretion over whether funds are held in cash or investments. During the year, the Trust held cash in two separate bank accounts, Barclays Bank Plc and Stewardship.

**Review of activities**

During 2020, the Trust received charitable donations and rent from its charitable activities, being the provision of residential accommodation to support the gospel ministry of the church in Little Shelford, Cambridge and a property in Alpha Terrace for Christ Church Trumpington.

In March 2010, the Trustees launched an Appeal for funds to provide staff housing for All Saints Parish Church, Little Shelford, Cambridge, in order to support the long-term Christian witness and work in Little Shelford. The Trust completed the purchase of an appropriate property in Hauxton Road, Little Shelford, Cambridge in May 2012. Since then, The Trust has entered into tenancy agreements to enable staff members at All Saints Little Shelford and non-stipendiary clergy to live in the village, which supports the gospel ministry of the church in Little Shelford in accordance with the Trust's primary object.

In August 2016, the Trustees launched an Appeal for funds to acquire a chapel building and adjacent community hall in Alpha Terrace, Trumpington, Cambridge, in order to support the long-term Christian witness and work of Christ Church Trumpington. The Trust completed the purchase of this property in November 2016. The Trust has entered into a 16 year lease agreement with Christ Church Trumpington. The provision of this building for Christ Church Trumpington will support and facilitate gospel ministry in South Cambridge in accordance with the Trust's primary object.

**Financial review**

Income for the year amounted to £38,815 (2019: £36,226), none of which was from the 2016 appeal (2019: nil) .

There was no expenditure on generating funds but there were administration costs during the year of £1,241 (2019: £977) and expenditure on charitable activities of £2,786 (2019: £3,416).

**Future plans**

The Trustees intend to have fund raising activities in order to provide the Trust with financial resources to facilitate grants that can further the objects of the Trust. Examples of possible projects are:

* Paying for housing of Christian workers involved in new gospel initiatives in the Cambridge area, where properties are very expensive.
* Strategic projects - with the large and increasingly visible expansion of housing stock in Cambridge and the surrounding sub-region there are strategic possibilities to support gospel work in these new communities, through the provision of accommodation and other buildings and resources.

The Trustees are actively considering various projects and initiatives which by their nature are relatively large and infrequent. The intention is to acquire properties and make these available on a cost-effective basis to support bible based ministry.

**Reserves policy**

The Trustees have resolved to retain sufficient funds for property maintenance, refurbishment obligations and to build reserves for future projects.

**Going concern**

Whilst the consequences of the coronavirus pandemic have materially and adversely impacted the UK economy, and the charitable sector in particular, it has not had an impact on the Trust during 2020. Regular donations remained at a similar level and the tenants of its properties continued to be able to meet their rental payments.

The Trustees take reasonable steps to review and consider any factors that may affect the ability of the Trust to continue as a going concern. The Trustee's forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income. The absence of any third party debt further reduces the level of risk and uncertainty.

In addition to the base case scenario, the Trustees reviewed a second scenario as part of its going concern assessment. The latter assumed that donations were halved and no property income was received. This scenario was not considered likely, but was included in the assessment for the next two calendar years.

After assessing the forecasts and liquidity of the Trust for the next two calendar years, the Trustees have a reasonable expectation that the Trust has adequate resources to continue for the foreseeable future. The Trust therefore continues to adopt the going concern basis in preparing the financial statements.

**Risk statement**

The Trustees annually review the risks that the Trust faces and set in place processes where possible to reduce these.

**Directors' responsibilities**

Company law requires us as Directors to prepare financial statements for each financial year which give a true and fair view of the state of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the Trustees are required to:

1 Select suitable accounting policies and apply them consistently
2 Observe the methods and principles in the Charities SORP;
3 Make judgements and estimates that are reasonable and prudent
4 State whether the applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.
5 Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Trustees are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 2006.

They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps to prevent fraud or any other irregularities.

**Approval**

This report, which has been prepared in accordance with the provisions of the Companies Act 2006 relating to small companies, was approved by the Directors on 18th June 2021 and signed on their behalf by:

Rosemary Bridge
18/06/2021

**INDEPENDENT EXAMINER'S REPORT**
**TO THE TRUSTEES OF**
**SHELFORD GOSPEL TRUST**
**('the Company')**

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2020 on pages 7 to 14 following, which have been prepared on the basis of the accounting policies set out on pages 9 and 10.

**Responsibilities and basis of report**

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

**Independent examiner's statement**

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

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

2 the accounts do not accord with those records; or

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

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

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

Archie McDowall, BA CA 24 June 2021
Institute of Chartered Accountants of Scotland

For and on behalf of:
Stewardship
1 Lamb's Passage
London EC1Y 8AB

**SHELFORD GOSPEL TRUST**
**STATEMENT OF FINANCIAL ACTIVITIES**
**FOR THE YEAR ENDED 31 DECEMBER 2020**
**SUMMARY INCOME AND EXPENDITURE ACCOUNT**

| | Note | Unrestricted Funds | Restricted Funds | Total Funds 2020 | Total Funds 2019 |
|---|---|---|---|---|---|
| | | £ | £ | £ | £ |
| **INCOME AND ENDOWMENTS FROM** | | | | | |
| Donations and legacies | 2 | 12,425 | - | 12,425 | 13,300 |
| Charitable activities | 3 | 26,075 | - | 26,075 | 22,667 |
| Investment income | | 315 | - | 315 | 259 |
| Total income and endowments | | 38,815 | - | 38,815 | 36,226 |
| **EXPENDITURE ON** | | | | | |
| Charitable activities | 4 | 2,786 | - | 2,786 | 3,416 |
| Other | 5 | 1,241 | - | 1,241 | 977 |
| Total expenditure | | 4,027 | - | 4,027 | 4,393 |
| **Net income/(expenditure)** | | 34,788 | - | 34,788 | 31,833 |
| Transfers between funds | | - | - | - | - |
| **Net movement in funds** | | 34,788 | - | 34,788 | 31,833 |
| **Reconciliation of funds:** | | | | | |
| Total funds brought forward | | 1,506,186 | - | 1,506,186 | 1,474,353 |
| **Total funds carried forward** | | 1,540,974 | - | 1,540,974 | 1,506,186 |

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

All income and expenditure derive from continuing operations.

The statement of financial activities also complies with the requirements for an income and expenditure account required by the Companies Act 2006.

**SHELFORD GOSPEL TRUST**
**BALANCE SHEET**
**AS AT 31 DECEMBER 2020**

| | Note | Unrestricted Funds | Restricted Funds | Total Funds 2020 | Total Funds 2019 |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | £ | £ | £ | £ |
| Tangible assets | 7 | 1,394,471 | - | 1,394,471 | 1,394,173 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 8 | 4,192 | - | 4,192 | 1,097 |
| Cash at bank | 9 | 145,757 | - | 145,757 | 114,249 |
| | | 149,949 | - | 149,949 | 115,346 |
| **CURRENT LIABILITIES** | | | | | |
| Liabilities falling due within one year | 10 | 3,446 | - | 3,446 | 3,333 |
| Net Current Assets | | 146,503 | - | 146,503 | 112,013 |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | 1,540,974 | - | 1,540,974 | 1,506,186 |
| **NET ASSETS** | | 1,540,974 | - | 1,540,974 | 1,506,186 |
| **FUND BALANCES** | | | | | |
| Unrestricted funds | 11 | 1,540,974 | - | 1,540,974 | 1,506,186 |
| Restricted Funds | 11 | - | - | - | - |
| | | 1,540,974 | - | 1,540,974 | 1,506,186 |

*For the year ended 31 December 2020, 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:*

a. *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.*

b. *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 the 18th June 2021 by:

Joanna Pearce 18/06/2021

Company number: 6474770 Charity number: 1123608

The notes on pages 9 to 14 form part of these accounts.

## 1 Accounting policies

The Trust is a public benefit entity. The accounts have been prepared under the historic cost convention, in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014; and with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102). The financial statements are prepared in sterling and rounded to the nearest £1.

The following are the accounting policies which have been applied in dealing with material items:-

a) Going Concern

The Trustees (who are the charitable company's directors for the purposes of company law) have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern.

The Trustee's forecasts and projections, taking account of reasonable possible changes in income, show that the Trust is able to generate sufficient liquidity. The Trust enjoys an income stream from its individual donors and rental income, that have not been impacted by the coronavirus. However, given the uncertainty surrounding the possible economic impact from the coronavirus, in addition to the base case scenario, the Trustees reviewed a second scenario as part of its going concern assessment. The latter assumed that donations were halved and no property income was received. This scenario was not considered likely, but was included in the assessment for the next two calendar years.

The Trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. Income received in circumstances where a claim for repayment of tax has been or will be made to HM Revenue & Customs is grossed up for the tax recoverable. Any amount of tax reclaimed from HM Revenue & Customs but not yet received is shown within the charity's debtors. Gifts in kind are included in income at their estimated value to the Trust and recognised as income when they are distributed to projects.

Investment income represents income generated by the charity's assets and is taken into account when receivable.

c) Expenditure

Expenditure, including irrecoverable VAT, when incurred by the charity, regardless of when payment is made. Grants payable are taken into account at the earlier of when they are paid or become constructive obligations. Expenditure is classified under the following activity headings:

* Cost of raising funds comprise the costs incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities
* Expenditure on charitable activities includes the revenue costs associated with the repairs and maintenance of the Trust’s properties or grants to individuals or churches.
* Other expenditure represents those items not falling into any other heading

c) Funds

Unrestricted funds are donations and other income received or generated for the objects of the charity without specified purpose and are available for purposes as directed by the trustees. Restricted funds are amounts received where the donor has specified the purpose for which it should be used.

Donations received in response to an appeal will be treated as restricted funds. Loan receipts raised for a project will be treated as (unrestricted) designated funds. Once the money in both funds is applied to the acquisition of a tangible asset, most likely a property, then the property will immediately be regarded as an unrestricted general fund asset. The Trustees are of the option that the terms of the appeal gifts are met once the specified assets is acquired, allowing the Trust to use the property on an unrestricted basis for any charitable purpose.

**1 Accounting policies (continued)**

c) Funds (continued)

Loan finance raised for a specific property will also be categorised as unrestricted general fund liabilities.

Where appeal donations are received after the purchase of an appeal asset, expenditure directly associated with the purchase of the property, will be allocated to the restricted fund. Otherwise all other expenditure related to the property will be borne by the general fund.

d) Key judgements

i Key estimate: Charitable donations

The Trustees make estimates and assumptions regarding the future. Actual results may differ from these estimates. The cash flow projections include assumptions about continued donations, the key one being that regular giving will not change significantly from historical levels.

ii Key judgement: classification of tangible fixed assets

When a tangible fixed asset is funded through an appeal or by way of a grant or donation, the accounting treatment of the asset acquired will depend on the circumstances of each case. In the Trustee's judgement, the terms of the gift are met once the specified asset is acquired, so allowing the charity to use the asset acquired on an unrestricted basis for any charitable purpose. Accordingly the properties purchased, including funding from specific appeals are classified as general fund assets.

iii Key judgement: Residual value of property

The Trustees believe that the properties held for charitable purposes have a high residual value which removes the need for depreciation to be charged.

e) Fixed assets and depreciation

Fixed assets acquired for use by the charity are capitalised and depreciated over their estimated useful life unless they cost less than £30 when they are written off on purchase.

Depreciation periods are as follows:

| | | |
|---|---|---|
| Freehold land | Not depreciated | |
| Freehold buildings | Not depreciated | see Key judgements d iii) above |
| Fixtures, fittings and equipment | Between 2 and 5 years | |

f) Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

g) Cash at bank

Cash at bank 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.

h) Creditors and provisions

Creditors and provisions are recognised where the Trust has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any discounts due.

i) Financial instruments

The Trust 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 loans which are subsequently measured at amortised cost using the effective interest method.

j) Taxation

The company is a registered charity and is exempt from taxation under the Income & Corporation Taxes Acts.

**SHELFORD GOSPEL TRUST**
**NOTES TO THE ACCOUNTS**
**FOR THE YEAR ENDED 31 DECEMBER 2020**

| 2 | **Donations and legacies** | Unrestricted Funds | Restricted Funds | Total 2020 | Total 2019 |
|---|---|---|---|---|---|
| | | £ | £ | £ | £ |
| | Donations from individuals | 10,420 | - | 10,420 | 11,320 |
| | Tax recoverable | 2,005 | - | 2,005 | 1,980 |
| | | 12,425 | - | 12,425 | 13,300 |

| 3 | **Income from charitable activities** | Unrestricted Funds | Restricted Funds | Total 2020 | Total 2019 |
|---|---|---|---|---|---|
| | | £ | £ | £ | £ |
| | Rental property income | 26,075 | - | 26,075 | 22,667 |
| | | 26,075 | - | 26,075 | 22,667 |

| 4 | **Expenditure on charitable activities** | Unrestricted Funds | Restricted Funds | Total 2020 | Total 2019 |
|---|---|---|---|---|---|
| | | £ | £ | £ | £ |
| | Direct cost incurred on rental property | 2,655 | - | 2,655 | 1,459 |
| | Grants to other charities | - | - | - | 1,500 |
| | Depreciation | 131 | - | 131 | 457 |
| | | 2,786 | - | 2,786 | 3,416 |

| 5 | **Support and administration expenditure** | £ | £ | £ | £ |
|---|---|---|---|---|---|
| | Governance costs | 26 | - | 26 | 13 |
| | Independent examination | 1,090 | - | 1,090 | 840 |
| | Insurance | 125 | - | 125 | 124 |
| | | 1,241 | - | 1,241 | 977 |
| | **Combined charitable activity cost** | 4,027 | - | 4,027 | 4,393 |

**6 Staff & Trustees**

The Trust has not employed a member of staff. The administrative duties and accounting have been undertaken by the Trustees. No remuneration was paid to any trustee during the year nor to any person connected to them.

The total amount of donations funded by Trustees and connected parties was £9,520 (2019: £10,420).

No other transactions have taken place with related parties during the year.

## 7 Tangible fixed assets

| Cost | Land & buildings £ | Fixtures, fittings equipment £ | Total £ |
|---|---|---|---|
| At 1 January 2020 | 1,393,643 | 4,345 | 1,397,988 |
| Additions | - | 429 | 429 |
| Disposals | - | (430) | (430) |
| At 31 December 2020 | 1,393,643 | 4,344 | 1,397,987 |
| Accumulated Depreciation | | | |
| At 1 January 2020 | - | 3,815 | 3,815 |
| Charge for the year | - | 131 | 131 |
| Disposals | - | (430) | (430) |
| At 31 December 2020 | - | 3,516 | 3,516 |
| Net book value | | | |
| At 31 December 2020 | 1,393,643 | 828 | 1,394,471 |
| At 1 January 2020 | 1,393,643 | 530 | 1,394,173 |

The freehold land and buildings relates to:

a) a residential property in Little Shelford, and

b) a chapel and community hall in Trumpington, which was subject to a first charge under a mortgage facility but satisfaction of charges were filed in May 2019.

The Charities SORP acknowledges that some assets may have a high residual value which will remove the need for depreciation to be charged. The Trustees are of the opinion that South Cambridge has a buoyant property market and that the residential property in Little Shelford will have increased in value since acquired and that the residual values will be above the purchase prices for both properties. We anticipate that no depreciation will be charged in future.

## 8 Debtors

| | 2020 £ | 2019 £ |
|---|---|---|
| Tax recoverable | 498 | 495 |
| Other debtors | 3,075 | - |
| Prepayments | 619 | 602 |
| | 4,192 | 1,097 |

## 9 Cash at bank

| | 2020 £ | 2019 £ |
|---|---|---|
| Bank operating accounts | 64,993 | 33,799 |
| Bank deposits | 80,764 | 80,450 |
| | 145,757 | 114,249 |

## 10 Creditors: liabilities falling due within one year

| | 2020 £ | 2019 £ |
|---|---|---|
| Accruals | 1,113 | 1,000 |
| Rent received in advance | 2,333 | 2,333 |
| | 3,446 | 3,333 |

## 11 Movement of funds

The restricted funds represent amounts received for purchase of properties and the movements in the year are as follows:

| | Opening balance | Incoming resources | Outgoing resources | Closing balance |
|---|---|---|---|---|
| **2020** | £ | £ | £ | £ |
| Unrestricted funds | 1,506,186 | 38,815 | (4,027) | 1,540,974 |
| Restricted funds | - | - | - | - |
| | 1,506,186 | 38,815 | (4,027) | 1,540,974 |
| **2019** | | | | |
| Unrestricted funds | 1,474,353 | 36,226 | (4,393) | 1,506,186 |
| Restricted funds | - | - | | - |
| | 1,474,353 | 36,226 | (4,393) | 1,506,186 |

## 12 Analysis of net assets between funds

The assets and liabilities represented by the various funds are as follows:

| | Fixed assets | Bank & cash balances | Other net assets | Total |
|---|---|---|---|---|
| Fund balances at 31 December 2020 | £ | £ | £ | £ |
| Restricted funds | - | - | - | - |
| Unrestricted funds | 1,394,471 | 145,757 | 746 | 1,540,974 |
| | 1,394,471 | 145,757 | 746 | 1,540,974 |
| Fund balances at 31 December 2019 | £ | £ | £ | £ |
| Restricted funds | - | - | - | - |
| Unrestricted funds | 1,394,173 | 114,249 | (2,236) | 1,506,186 |
| | 1,394,173 | 114,249 | (2,236) | 1,506,186 |

## 13 Commitments

The Trust did not have any commitments at the year end (2019: nil).

## 14 Members

Each member of the company commits to contribute if the charity is wound up an amount of £10.

**SHELFORD GOSPEL TRUST**

**Detailed Statement of Financial Activities with Comparatives**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

| | Note | Unrestricted Funds 2020 £ | Unrestricted Funds 2019 £ | Unrestricted Funds - Designated 2020 £ | Unrestricted Funds - Designated 2019 £ | Restricted Funds 2020 £ | Restricted Funds 2019 £ | Total Funds 2020 £ | Total Funds 2019 £ |
|---|---|---|---|---|---|---|---|---|---|
| **INCOME AND ENDOWMENTS FROM** | | | | | | | | | |
| Donations and legacies | 2 | 12,425 | 13,300 | - | - | - | - | 12,425 | 13,300 |
| Charitable activities | 3 | 26,075 | 22,667 | - | - | - | - | 26,075 | 22,667 |
| Investment income | | 315 | 259 | - | - | - | - | 315 | 259 |
| Total income and endowments | | 38,815 | 36,226 | - | - | - | - | 38,815 | 36,226 |
| **EXPENDITURE ON** | | | | | | | | | |
| Charitable activities | 4 | 2,786 | 3,416 | - | - | - | - | 2,786 | 3,416 |
| Other | 5 | 1,241 | 977 | - | - | - | - | 1,241 | 977 |
| Total expenditure | | 4,027 | 4,393 | - | - | - | - | 4,027 | 4,393 |
| **Net income/(expenditure)** | | 34,788 | 31,833 | - | - | - | - | 34,788 | 31,833 |
| Transfers between funds | | - | - | - | - | - | - | - | - |
| **Net movement in funds** | | 34,788 | 31,833 | - | - | - | - | 34,788 | 31,833 |
| **Reconciliation of funds:** | | | | | | | | | |
| Total funds brought forward | | 1,506,186 | 1,474,353 | - | - | - | - | 1,506,186 | 1,474,353 |
| **Total funds carried forward** | | 1,540,974 | 1,506,186 | - | - | - | - | 1,540,974 | 1,506,186 |

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