

HOPE CHURCH ORPINGTON

England & Wales · Charity number 1126718

Details

Status	Registered
Legal form	Charitable company
Company number	06738209
Registered	2008-11-14
Register	View on the Charity Commission register

Contact

Address	8 The Walnuts Orpington Kent BR6 0TW
Phone	0168924170
Email	barry@hopechurchuk.org
Website	www.hopechurchuk.org

Activities

Objects: TO ADVANCE THE CHRISTIAN FAITH IN ACCORDANCE WITH THE STATEMENT OF BELIEFS APPEARING IN THE SCHEDULE HERETO IN ORPINGTON KENT AND IN SUCH OTHER PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS OF THE CHARITY 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; TO RELIEVE SICKNESS AND FINANCIAL HARDSHIP AND TO PROMOTE AND PRESERVE GOOD HEALTH BY THE PROVISION OF FUNDS, GOODS OR SERVICES OF ANY KIND, INCLUDING THROUGH THE PROVISION OF COUNSELLING AND SUPPORT IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS FROM TIME TO TIME MAY THINK FIT; TO ADVANCE EDUCATION IN ACCORDANCE WITH CHRISTIAN PRINCIPLES BY SUCH MEANS AS THE DIRECTORS MAY CONSIDER APPROPRIATE INCLUDING BY MEANS OF ESTABLISHING AND OPERATING ANY EDUCATIONAL ESTABLISHMENT OR ESTABLISHMENTS IN THE SAID LOCATION AND IN SUCH OTHER PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS MAY FROM TIME TO TIME THINK FIT.

Activities: Hope Church Orpington is a charity whose objectives are the advancement of the Christian faith and the relief of hardship. In addition the charity operates a church based at five sites in the local area offering a range of activities and pastoral support to both church members and the wider community.

Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Other Finance, Provides Buildings/facilities/open Space, Other Charitable Activities
- **What:** Education/training, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** Children/young People, Elderly/old People, The General Public/mankind

Geography

- **Area of benefit:** GLOBAL
- Bromley
- Lewisham

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£1,151,799	£1,253,939	£1,618,819	12
2023-12-31	£1,064,541	£1,215,676	£1,720,959	11
2022-12-31	£1,805,269	£1,051,049	£1,872,094	18
2021-12-31	£895,521	£992,228	£1,117,874	18
2020-12-31	£945,902	£757,820	£1,214,581	15

Trustees

Name	Role	Appointed
BARRY RAYMOND PALMER		2015-04-01
Gary David Carvosso		2019-02-21
Matthew Dominique Bulpitt		2019-02-21
Olayemi Gbolahan Shyllon		2019-02-21
Ruth Carol Marchant		2019-02-21
Sarah Anne Palmer		2021-06-24

Accounts

Company registration number: 06738209

Charity registration number: 1126718

Hope Church Orpington

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2024

Field Sullivan Limited
Statutory Auditor
9 Hare & Billet Road
Blackheath
SE3 0RB

Hope Church Orpington

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Hope Church Orpington

Reference and Administrative Details

Chairman	Barry Palmer
Directors	Barry Palmer Matthew Bulpitt Gary Carvosso Anthony Hall Ruth Marchant Sarah Palmer Olayemi Shyllon
Charity Registration Number	1126718
Company Registration Number	06738209
Registered Office	The charity is incorporated in England and Wales. Unit 8 The Walnuts Orpington BR6 0TW
Auditor	Field Sullivan Limited Statutory Auditor 9 Hare & Billet Road Blackheath SE3 0RB

Hope Church Orpington

Directors' Report

The directors, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 2024.

Introduction and Overview

2024 was a year marked by significant progress, strategic clarity, and continued faithfulness in the midst of financial pressures. The church continued to operate across five congregational locations and remained committed to its twin goals: the advancement of the Christian faith and the relief of hardship within our communities and beyond. Despite navigating a deficit budget, we saw God's provision in many ways—through consistent giving, special offerings, and tangible spiritual fruit across our congregations.

Key Activities and Achievements

Throughout the year, our work has focused on four key areas: strengthening our congregational life, investing in mission and outreach, stewarding our resources well, and preparing for long-term sustainability.

•**Congregational Life & Discipleship;** We have continued to grow and deepen discipleship through regular Sunday gatherings, Alpha courses, and the relaunch of our Vision & Values course. Two interns joined the team this year, with several staff adjusting hours to better meet ministry needs. Congregations such as Chislehurst have experienced renewed momentum, with new families joining and signs of spiritual growth. The Hayes congregation, formerly West Wickham, which moved to Hayes in 2023 has grown since then and from the beginning of 2024 has been running a weekly toddler group. The Orpington congregation continues to flourish, mutually benefitting from its central position within the community.

•**Facilities & Site Developments;** The long-awaited structural repairs at St Luke's Church commenced in August 2024. The initial provision of £140,000 created in 2023 was increased to £170,000 during 2024 to support this work. At Downham, progress was made in dialogue with London City Mission around purchasing the site. The Purchase was finally completed in May 2025 for a total consideration of £780,000.

•**Together 25;** Planning for the Together 25 event (August 2025) gained significant traction this year. Budgeting and pricing models were prepared and approved, and early promotion has already created strong engagement across Regions Beyond churches. We expect this event to be a unifying and faith-building time for many across our network.

Outreach & Global Mission

Hope Church continued to invest deeply in both local outreach and global mission throughout 2024.

•**Ukraine Partnership;** Our commitment to supporting churches and communities affected by the war in Ukraine remained a significant focus. In total, five trips were undertaken, purchasing over 25 tonnes of food, medicine, winter clothing, and other supplies. These visits, which included members from Hope Church and partner congregations, provided both practical aid and spiritual encouragement. Local church leaders expressed deep gratitude for the personal presence of our teams, and a generous donation of £10,000 was received specifically for this work. These trips reinforced the value of sustained relationship-based mission, not just aid.

•**Lesotho Mission Trip;** In June, a team from Hope Church visited Lesotho to support leadership development and local ministry efforts. The visit included teaching sessions, prayer gatherings, and strategy meetings with local leaders. This relational investment reflects our long-standing commitment to empowering indigenous leadership within our Regions Beyond family.

Hope Church Orpington

Directors' Report

• **Emerging European Relationships;** During the year, promising connections were established with churches in Italy, following a visit by an Italian couple to our evening prayer meeting. This has led to ongoing dialogue and a growing sense of mutual encouragement and potential partnership. We are also developing a partnership with a Regions Beyond church in Holland to plant more churches in Europe, particularly Belgium.

• **Local Outreach;** The Downham Foodbank, now under Hope Church's administration, continued to provide critical support to families facing food insecurity. Staffed by a dedicated part-time team and volunteers, this work has grown in both impact and efficiency. Baby Basics also expanded its partnerships with health professionals and social services, offering supplies and dignity to vulnerable women and young families. We continue to provide pop-in clubs for the elderly at Orpington, Bromley and Downham and an art club and craft group at Orpington. There has been emphasis on continuing to resource the drop-in sessions for vulnerable people in Orpington and the English language learning Café in Bromley.

Financial Review

The church entered 2024 with a budgeted (unrestricted) deficit of £98,538. The actual year-end (unrestricted) deficit is £148,440 after adjusting for capital expenditure depreciation and the extra St Lukes building provision. Despite pressures from rising salaries, building costs, and reduced investment income, some offsetting savings (particularly in utilities) helped cushion the impact.

The church's principal source of income is from voluntary donations. Giving remained steady, with special offerings providing additional support for capital needs, especially towards the purchase of the Downham building. Discussions were ongoing about achieving a balanced budget in the near future. The Directors and Elders are continuing to monitor financial trends, engage the church family on giving, and explore staffing structures for greater sustainability.

Gifts to external organisations and individuals are considered and approved by the Elders on the basis of need and fulfilment of the charitable objectives. We gave away 10.45% of our income, excluding restricted funds.

The Directors have set aside designated funds from general funds for various purposes. The total amount set aside as designated funds at the end of the year was £84,141 (2023: £27,380). £75,011 of this was collected as part of the 2024 Special Offering and put aside towards the Downham building purchase.

Risk Management

A revised Risk Register was presented, discussed, and updated during the year, with clearer identification of core risks (e.g., Fire, Safeguarding, Governance). Subcommittees have been created to support governance functions, with a renewed emphasis on board succession planning. Particular attention was paid to staff wellbeing, building safety, and financial oversight.

Hope Church Orpington

Directors' Report

Reserves Policy and Designated Funds

The church aims to hold unrestricted reserves covering at least two months of operational expenditure, with a maximum cap of twelve months. As of year-end, unrestricted reserves (excluding designated funds) comfortably exceeded the minimum threshold, although ongoing deficits will need to be carefully managed in the coming years. Two month's unrestricted fund expenditure in 2024 amounted to approximately £163k (2023: £154k) and unrestricted reserves on general fund, excluding designated funds, held as net current assets amounted to approximately £1.43m (2023: £1.59m).

Plans for 2025

Looking ahead, our priorities include:

- Securing a long-term solution for Downham's site. - Building purchased May 2025.
- Delivering Together 25 as a spiritually significant event for our wider Regions Beyond family.
- Continuing to serve the borough through food justice, Baby Basics, and community partnerships.
- Developing new leadership through internships, staff development, and church-wide discipleship.
- Progressing toward a balanced, sustainable budget.

We remain confident in the faithfulness of God and the generosity of His people. The Board is deeply grateful to the staff, volunteers, and congregation members who have served so diligently during the year.

Directors and officers

The Directors and officers serving during the year and since the year end were as follows:

Directors:

Barry Palmer
Matthew Bulpitt
Gary Carvosso
Cassandra Chiwaridzo (Resigned 29 February 2024)
Anthony Hall
Esau Maponda (Resigned 22 September 2024)
Ruth Marchant
Ifeyinwa Njoku (Resigned 15 March 2024)
Sarah Palmer
Olayemi Shyllon

Chairman:

Barry Palmer

Hope Church Orpington

Directors' Report

Structure, governance and management

Nature of governing document

The organisation is a charitable company limited by guarantee as defined by the Companies Act 2006, company registration number 06738209 and registered as a charity with the Charity Commission, charity registration number 1126718. The company was established under a Memorandum and Articles of Association which established the objects and powers of the charitable company and is governed by its Articles of Association.

Hope Church Orpington is part of the Regions Beyond movement and a member of the Evangelical Alliance. Neither of these bodies has control over the operation of the church or its financial affairs.

Recruitment and appointment of directors

Directors are appointed and removed by a majority of Elders. Elders are appointed by existing Elders.

Induction and training of directors

New Directors are given induction training provided by the Chair of Directors. They receive recent minutes, the latest report and accounts, the governing document and the guidance produced by Stewardship on being a Director/Trustee. Directors are encouraged to attend training and are informed of relevant training opportunities.

Organisational structure

Organisation and staffing of Hope Church - Hope Church Orpington is an orthodox, evangelical Protestant Christian church. The Church is currently governed by fifteen Elders, headed by a lead Elder who is employed by the Church. In total seven of the Elders are employed by the Church. Four are full time and three are part time. There are also a further four full time staff employed and five part time members of staff.

A significant number of volunteer members of the church lead, sustain and develop ministries and activities of the church. Their contribution is vital to the success of the charity.

Staffing needs are kept under regular review by the Elders and other Directors. The Elders, Directors and staff are all committed members of the Church, and support the vision and values of the Church. The Church has a structured approach to staff induction, supervision and annual review. Each employee has a written job description that reflects the scope of the role and responsibility they undertake. Their line manager is responsible for coordinating a planned induction at the beginning of their employment. Regular supervision, usually monthly, is given to all employees and interns.

Salaries for staff are set annually by the Board appointed salary subcommittee. They make recommendations based on performance during the year, any significant changes in responsibilities and CPI.

Hope Church Orpington

Directors' Report

The oversight of the Church is the responsibility of a team of fifteen Elders (Tony Hall - lead Elder, Gary Carvosso, David Jackson, Julian Sanders, Matt Lofthouse, Kennedy Mark, Mike Garforth, Colin Potter, Peter Heath, Darren Upton, Matthew Bulpitt, Olayemi Shyllon, Jacob Webb, Alex Beaken and Greg Shepherd), assisted by the other Directors, particularly in the administrative and regulatory oversight of the church. Gideon Bodi resigned as an Elder on 17 March 2024. Jacob Webb was appointed as an Elder on 24 March 2024. Andrew Wilmhurst resigned as an Elder on 29 September 2024. Alex Beaken and Greg Shepherd were appointed as Elders on 18 May 2025.

The Directors and the Elders are assisted by a team of paid employees and, in common with many churches, a large number of volunteers.

The day to day running of the charity is delegated by the Directors to the Core Team which meets regularly. The Directors agree the overall strategy and budgets, as recommended by the Core Team. Two of the Directors usually sit on the Core Team and are responsible for communicating any changes and representing the Directors' decisions.

During the financial year 2024, the Whitefoot and Downham Community Food Plus Project Limited operated a food club out of Hope Church Downham premises in Lewisham, free of charge, providing much needed food to the local community.

Hope Church Orpington provides a member of staff on a part-time contract to manage the project on behalf of the food club.

Hope Church Orpington

Directors' Report

Statement of directors' responsibilities

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

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Disclosure of information to auditor

Each member has taken steps that they ought to have taken as a member in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the directors of the charity on 4 September 2025 and signed on its behalf by:



Barry Palmer
Chairman and director

Hope Church Orpington

Independent Auditor's Report to the Members of Hope Church Orpington

Opinion

We have audited the financial statements of Hope Church Orpington (the 'charity') for the year ended 31 December 2024, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Conclusions relating to going concern

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

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

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

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Hope Church Orpington

Independent Auditor's Report to the Members of Hope Church Orpington

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matter prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of directors' responsibilities (set out on page 7), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Hope Church Orpington

Independent Auditor's Report to the Members of Hope Church Orpington

Auditor responsibilities for the audit of the financial statements

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

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

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: enquiries of management and those charged with governance as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of board minutes; testing the appropriateness of entries in the nominal ledger, including journal entries; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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



Tim Sullivan FCA (Senior Statutory Auditor)
For and on behalf of Field Sullivan Limited, Statutory Auditor

9 Hare & Billet Road
Blackheath
SE3 0RB

Date: 5/9/25

Hope Church Orpington

Statement of Financial Activities for the Year Ended 31 December 2024 (Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2024 £	Unrestricted £	Restricted £	Total 2023 £
Income and Endowments from:							
Donations and legacies		826,091	201,006	1,027,097	760,606	188,422	949,028
Charitable activities		49,958	417	50,375	63,348	(11,531)	51,817
Investment income	5	73,571	-	73,571	62,616	-	62,616
Other income		756	-	756	1,080	-	1,080
Total income		950,376	201,423	1,151,799	887,650	176,891	1,064,541
Expenditure on:							
Charitable activities		(1,037,136)	(216,803)	(1,253,939)	(1,062,128)	(153,548)	(1,215,676)
Total expenditure		(1,037,136)	(216,803)	(1,253,939)	(1,062,128)	(153,548)	(1,215,676)
Net movement in funds		(86,760)	(15,380)	(102,140)	(174,478)	23,343	(151,135)
Reconciliation of funds							
Total funds brought forward		1,617,296	103,663	1,720,959	1,791,774	80,320	1,872,094
Total funds carried forward	22	1,530,536	88,283	1,618,819	1,617,296	103,663	1,720,959

All of the charity's activities derive from continuing operations during the above two periods.

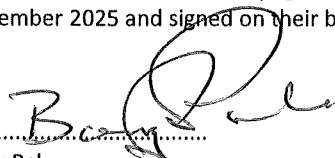
The funds breakdown for 2023 is shown in note 22.

The notes on pages 14 to 32 form an integral part of these financial statements.

Hope Church Orpington
(Registration number: 06738209)
Balance Sheet as at 31 December 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	14	17,144	40,786
Current assets			
Stocks	15	14,049	5,154
Debtors	16	70,961	34,862
Cash at bank and in hand	17	<u>1,627,368</u>	<u>1,856,545</u>
		1,712,378	1,896,561
Creditors: Amounts falling due within one year	18	<u>(47,673)</u>	<u>(76,388)</u>
Net current assets		<u>1,664,705</u>	<u>1,820,173</u>
Total assets less current liabilities		1,681,849	1,860,959
Provisions	20	<u>(63,030)</u>	<u>(140,000)</u>
Net assets		<u><u>1,618,819</u></u>	<u><u>1,720,959</u></u>
Funds of the charity:			
Restricted income funds			
Restricted funds		88,283	103,663
Unrestricted income funds			
Unrestricted funds		<u>1,530,536</u>	<u>1,617,296</u>
Total funds	22	<u><u>1,618,819</u></u>	<u><u>1,720,959</u></u>

The financial statements on pages 11 to 32 were approved by the directors, and authorised for issue on 4 September 2025 and signed on their behalf by:


.....
Barry Palmer
Chairman and director

The notes on pages 14 to 32 form an integral part of these financial statements.

Hope Church Orpington

Statement of Cash Flows for the Year Ended 31 December 2024

	Note	2024 £	2023 £
Cash flows from operating activities			
Net cash expenditure		(102,140)	(151,135)
Adjustments to cash flows from non-cash items			
Depreciation		45,008	42,338
Investment income	5	<u>(73,572)</u>	<u>(62,616)</u>
		(130,704)	(171,413)
Working capital adjustments			
(Increase)/decrease in stocks	15	(8,895)	11,680
(Increase)/decrease in debtors	16	(36,099)	60,854
(Decrease)/increase in creditors	18	(35,275)	17,143
(Decrease)/increase in provisions	20	(76,970)	140,000
Increase in deferred income		<u>6,560</u>	<u>1,212</u>
Net cash flows from operating activities		<u>(281,383)</u>	<u>59,476</u>
Cash flows from investing activities			
Interest receivable and similar income	5	73,571	62,616
Purchase of tangible fixed assets	14	<u>(21,365)</u>	<u>(50,557)</u>
Net cash flows from investing activities		<u>52,206</u>	<u>12,059</u>
Net (decrease)/increase in cash and cash equivalents		(229,177)	71,535
Cash and cash equivalents at 1 January		<u>1,856,545</u>	<u>1,785,010</u>
Cash and cash equivalents at 31 December		<u><u>1,627,368</u></u>	<u><u>1,856,545</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 14 to 32 form an integral part of these financial statements.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the directors is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Unit 8 The Walnuts
Orpington
BR6 0TW

These financial statements were authorised for issue by the directors on 4 September 2025.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102) - Second edition October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Hope Church Orpington meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The directors consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

Judgements and key sources of estimation uncertainty

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

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

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

- Repair works provision for the spire at St Luke's Church

A realistic assessment of the scale of the work that needs to be undertaken under the terms of the lease has been made and provided for in the financial statements.

- Valuation of stock

The Baby Basics restricted stock, which is not for resale but for distribution to new mothers, has been valued at a fair value as per section 6.23 FRS 102.

Income and endowments

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

Gifts in kind

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

Investment income

Interest is recognised once it has been declared and notification has been received of the interest due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it's probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	straight line basis over 50 years (buildings only)
Fixtures, fittings & equipment	straight line basis over 3 - 10 years depending on useful life
Improvements to short leasehold	over the term of the lease to the earliest break point

Research and development

Research and development expenditure is written off as incurred.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out basis. (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Provisions

Provisions are recognised when the charity has an obligation at the reporting date as a result of a past event, it is probable that the charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

Fund structure

Unrestricted income funds are general funds that are available for use at the directors' discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the directors.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

3 Income from donations and legacies

	Unrestricted funds Designated £	General £	Restricted funds £	Total 2024 £	Total 2023 £
Donations and legacies;					
Appeals and donations	75,048	651,874	97,605	824,527	740,557
Gift aid reclaimed	-	87,169	-	87,169	87,059
Grants, including capital grants;					
Grants from other charities	-	12,000	57,468	69,468	67,200
Gifts in kind	-	-	45,933	45,933	54,212
	<u>75,048</u>	<u>751,043</u>	<u>201,006</u>	<u>1,027,097</u>	<u>949,028</u>

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2024 £	Total 2023 £
Church activities	34,543	417	34,960	44,562
Rental income	15,415	-	15,415	7,255
	<u>49,958</u>	<u>417</u>	<u>50,375</u>	<u>51,817</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

5 Investment income

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Interest receivable and similar income; Interest receivable on bank deposits	<u>73,571</u>	<u>73,571</u>	<u>62,616</u>

6 Other income

	Unrestricted funds General £	Total 2024 £	Total 2023 £
Miscellaneous income	<u>756</u>	<u>756</u>	<u>1,080</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

7 Expenditure on charitable activities

	Note	Total 2024 £	Total 2023 £
Church family activities		8,424	3,862
Conferences and other training		3,971	2,110
Bromley premises and operating costs		40,543	46,226
West Wickham & Chislehurst premises and operating costs		25,257	25,355
Downham premises and operating costs		1,447	37,316
Other charitable expenditure		6,197	1,278
Orpington premises and operating costs		70,257	58,504
Evangelism and community outreach		18,734	19,745
Children's and youth work		49,452	81,031
Training future leaders		33,476	31,564
Ministerial and travel expenses		52,729	24,961
Repairs and maintenance		30,000	140,000
Depreciation, amortisation and other similar costs		45,009	42,338
Grants to individuals	9	55,533	50,518
Grants to institutions	9	201,552	125,557
Staff costs		458,333	395,462
Support costs	8	153,025	129,849
		<u>1,253,939</u>	<u>1,215,676</u>

In addition to the expenditure analysed above, there are also support costs of £153,025 (2023 - £129,849) which relate directly to charitable activities. See note 8 for further details.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

8 Analysis of support costs

	Total 2024 £	Total 2023 £
Staff costs		
Wages and salaries	87,681	75,211
Social security costs	4,841	6,546
Pension costs	6,959	6,669
Audit fees		
Audit of the financial statements	10,500	10,100
Bank interest payable	4,465	5,617
Administration expenses	35,080	24,956
Legal and professional	269	750
Bad debts written off	3,230	-
	<u>153,025</u>	<u>129,849</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

9 Grant-making

Analysis of grants

	Grants to institutions		Grants to individuals	
	2024	2023	2024	2023
	£	£	£	£
Analysis				
To individuals	-	-	55,533	50,518
To institutions	201,552	125,557	-	-
	<u>201,552</u>	<u>125,557</u>	<u>55,533</u>	<u>50,518</u>

Below are details of material grants made to institutions

Name of institution	Activity	2024	2023
		£	£
Regions Beyond	Church activities	65,133	25,200

10 Directors remuneration and expenses

During the year the charity made the following transactions with directors:

Anthony Hall received remuneration of £59,730 (2023: £56,359) plus pension contributions of £5,973 (2023: £5,636) and his wife, Tina Hall, received remuneration of £13,115 (2023: £12,367) plus pension contributions of £1,312 (2023: £1,237). Gary Carvosso received remuneration of £18,382 (2023: £17,343) plus pension contributions of £1,838 (2023: £1,734). During the year Molly Carvosso, daughter of Gary Carvosso, received £16,151 (2023: £13,293) plus pension contributions of £1,615 (2023: £1,329) in connection with her employment as media assistant with the charity. Their remuneration was in accordance with the provisions of the governing document.

Three directors and five persons related to them incurred expenses totalling £74,032 (2023: £26,007) in connection with their duties as employees or volunteers rather than as directors and one of them received £nil (2023: £1,200) to cover expenses accommodating an intern working at the church. The significant increase from previous year is due to £59,935 (2023: £16,669) being reimbursed for Ukraine aid expenditure in the last year.

Donations received from the directors and persons connected to them for the year totalled £118,010 (2023: £126,824).

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

11 Staff costs

The aggregate payroll costs were as follows:

	2024 £	2023 £
Staff costs during the year were:		
Wages and salaries	473,061	412,168
Social security costs	39,035	32,600
Pension costs	45,718	39,120
	<u>557,814</u>	<u>483,888</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2024 No	2023 No
Ministerial	9	9
Support	3	2
	<u>12</u>	<u>11</u>

11 (2023 - 9) of the above employees participated in the Defined Contribution Pension Schemes.

The number of employees whose emoluments fell within the following bands was:

	2024 No	2023 No
£60,001 - £70,000	<u>1</u>	<u>1</u>

The total employee benefits of the key management personnel of the charity were £244,969 (2023 - £186,115).

The chief executive officer, as the highest paid member of staff, received benefits totalling £65,703 (2023 - £61,995).

12 Auditors' remuneration

	2024 £	2023 £
Audit of the financial statements	<u>10,500</u>	<u>10,100</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

13 Taxation

The charity is a registered charity and is therefore exempt from taxation.

14 Tangible fixed assets

	Furniture and equipment £	Improvements to short leasehold £	Total £
Cost			
At 1 January 2024	166,390	226,669	393,059
Additions	<u>21,365</u>	<u>-</u>	<u>21,365</u>
At 31 December 2024	<u>187,755</u>	<u>226,669</u>	<u>414,424</u>
Depreciation			
At 1 January 2024	157,024	195,248	352,272
Charge for the year	<u>13,587</u>	<u>31,421</u>	<u>45,008</u>
At 31 December 2024	<u>170,611</u>	<u>226,669</u>	<u>397,280</u>
Net book value			
At 31 December 2024	<u>17,144</u>	<u>-</u>	<u>17,144</u>
At 31 December 2023	<u>9,366</u>	<u>31,421</u>	<u>40,787</u>

15 Stock

	2024 £	2023 £
Stocks	<u>14,049</u>	<u>5,154</u>

16 Debtors

	2024 £	2023 £
Trade debtors	2,381	2,868
Prepayments	28,912	7,605
Accrued income	13,000	-
Other debtors	<u>26,668</u>	<u>24,389</u>
	<u>70,961</u>	<u>34,862</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

17 Cash and cash equivalents

	2024 £	2023 £
Cash on hand	287	1,111
Cash at bank	<u>1,627,081</u>	<u>1,855,434</u>
	<u><u>1,627,368</u></u>	<u><u>1,856,545</u></u>

18 Creditors: amounts falling due within one year

	2024 £	2023 £
Other taxation and social security	12,571	10,427
PAYE/Ni Liability Provision	-	631
Other creditors	1,922	2,248
Accruals	24,620	61,082
Deferred income	<u>8,560</u>	<u>2,000</u>
	<u><u>47,673</u></u>	<u><u>76,388</u></u>

	2024 £	2023 £
Deferred income at 1 January 2024	2,000	788
Resources deferred in the period	(2,000)	2,000
Amounts released from previous periods	<u>8,560</u>	<u>(788)</u>
Deferred income at year end	<u><u>8,560</u></u>	<u><u>2,000</u></u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

19 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2024 £	2023 £
Land and buildings		
Within one year	15,600	7,500
Between one and five years	<u>25,854</u>	<u>-</u>
	<u><u>41,454</u></u>	<u><u>7,500</u></u>

20 Provisions

	St Luke's Church spire	Total £
At 1 January 2024	140,000	140,000
Utilised during the period	(106,970)	(106,970)
Credited to the statement of recognised gains and losses	<u>30,000</u>	<u>30,000</u>
At 31 December 2024	<u><u>63,030</u></u>	<u><u>63,030</u></u>

21 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £45,718 (2023 - £39,120).

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

22 Funds

	Balance at 1 January 2024 £	Incoming resources £	Resources expended £	Balance at 31 December 2024 £
Unrestricted funds				
<i>General</i>				
General Funds	1,589,916	875,328	(1,018,849)	1,446,395
<i>Designated</i>				
New congregations	963	-	(963)	-
Social action fund	13,652	-	(10,475)	3,177
Hardship fund	251	-	(251)	-
Food distribution fund	5,223	-	(5,223)	-
Micro mission fund	7,291	-	(1,339)	5,952
Downham Building Purchase	-	75,048	(36)	75,012
	<u>27,380</u>	<u>75,048</u>	<u>(18,287)</u>	<u>84,141</u>
Total unrestricted funds	<u>1,617,296</u>	<u>950,376</u>	<u>(1,037,136)</u>	<u>1,530,536</u>
Restricted funds				
Special offering and collections	511	7,319	(3,206)	4,624
Overseas aid	-	1,450	(1,450)	-
Micro Mission	762	350	(833)	279
West Wickham	154	11,864	(11,880)	138
Baby Basics	12,757	29,647	(22,464)	19,940
Hardship fund	235	3,238	(3,473)	-
Food distribution fund	5,691	33,597	(39,288)	-
Ukraine fund	41,896	71,486	(87,986)	25,396
Regions Beyond Global fund	38,531	36,319	(39,118)	35,732
Hope Centre New Door fund	1,626	80	(1,706)	-
Mission Sponsorship	1,000	2,460	(2,731)	729
Release International	233	-	-	233
Together 25 Event Sponsorship	-	942	-	942
Interns Support fund	-	2,668	(2,668)	-
Warm Space fund	267	3	-	270
	<u>103,663</u>	<u>201,423</u>	<u>(216,803)</u>	<u>88,283</u>
Total funds	<u>1,720,959</u>	<u>1,151,799</u>	<u>(1,253,939)</u>	<u>1,618,819</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2023 £
Unrestricted funds					
<i>General</i>					
General Funds	1,663,129	887,650	(920,263)	(40,600)	1,589,916
<i>Designated</i>					
New congregations	963	-	-	-	963
Repair and maintenance fund	100,000	-	(140,600)	40,600	-
Social action fund	13,652	-	-	-	13,652
Central funds and infrastructure team	577	-	(577)	-	-
Hardship fund	689	-	(438)	-	251
Food distribution fund	5,223	-	-	-	5,223
Micro mission fund	7,541	-	(250)	-	7,291
	<u>128,645</u>	<u>-</u>	<u>(141,865)</u>	<u>40,600</u>	<u>27,380</u>
Total unrestricted funds	<u>1,791,774</u>	<u>887,650</u>	<u>(1,062,128)</u>	<u>-</u>	<u>1,617,296</u>
Restricted funds					
Special offering and collections	511	-	-	-	511
Overseas aid	-	1,500	(1,500)	-	-
Micro Mission	162	600	-	-	762
West Wickham	154	-	-	-	154
Baby Basics	21,138	20,954	(29,335)	-	12,757
Hardship fund	2,070	1,496	(3,331)	-	235
Food distribution fund	21,100	47,412	(62,821)	-	5,691
Ukraine fund	35,185	56,234	(49,523)	-	41,896
Regions Beyond Global fund	-	38,572	(41)	-	38,531
Hope Centre New Door fund	-	3,936	(2,310)	-	1,626
Mission Sponsorship	-	1,000	-	-	1,000
Release International	-	245	(12)	-	233
Gift fund	-	3,636	(3,636)	-	-
Interns Support fund	-	1,000	(1,000)	-	-
Warm Space fund	-	306	(39)	-	267
	<u>80,320</u>	<u>176,891</u>	<u>(153,548)</u>	<u>-</u>	<u>103,663</u>
Total funds	<u>1,872,094</u>	<u>1,064,541</u>	<u>(1,215,676)</u>	<u>-</u>	<u>1,720,959</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

Designated funds:

New Congregations - money set aside to establish new congregations.

Repair and maintenance fund - transfers have been made to this fund to facilitate repair of the spire at St Luke's Church Bromley Common. In accordance with a lease dated 23 December 2014 the charity is to repair and restore the spire within 5 years of the date of the lease. Work on repairing and restoring the spire together with other works started in August 2024. At the 31 December 2023 a provision of £140,000 was created (See note 20) thereby reducing the balance on this designated fund to zero.

Christ Central Church, Penge - are funds for mentoring services.

Social action fund - a gift was received towards the social action of the church. It has since been clarified with the donor that the funds can be used at the discretion of the directors who have agreed it will be used as far as possible for social action and therefore the income has been treated as designated.

Central funds and infrastructure team - money set aside to facilitate the work of the infrastructure team.

Hardship fund - a fund to provided help for those facing financial hardship.

Food distribution fund - funds set aside to assist the work of the Transform Bromley Borough Food Partnership initiative.

Micro mission fund - funds set aside to facilitate smaller evangelistic ventures and initiatives.

Restricted funds:

Special offerings and collections - monies from special offerings or gifts received for a restricted purpose which do not form part of another restricted fund. The transfer out of restricted funds reflects restricted income fully expended on assets for ongoing use for unrestricted purposes.

Overseas aid - this fund represents monies raised specifically for relief of poverty in overseas countries.

Micro Mission - funds received to facilitate smaller evangelistic ventures and initiatives.

Hayes and West Wickham - this fund receives income restricted for the purchase of sensory play equipment for the Little Gems toddler group.

Baby Basics - this fund receives income restricted for use in providing essential equipment, clothing and toiletries for women and families in extreme need.

Hardship fund - this fund receives gifts for helping those facing financial difficulties.

Food distribution fund - this fund receives income to facilitate the activities of the Transform Bromley Food Partnership initiative.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

Ukraine fund - this fund receives income to provide food and necessities for faith communities that we partner with living in unoccupied Ukraine.

Regions Beyond Global fund - Gifts received to further the evangelistic work of the Regions Beyond Global family movement that we are part of.

Hope Centre New Door fund - Gifts to improve the infrastructure at the Orpington Hope Centre site.

Mission Sponsorship - Gifts to allow overseas Mission for those unable to afford to go.

Release International - Money raised at events to support Release International.

Gift fund - Small Gifts made for specific purposes within the church activities.

Intern Support fund - Grants received to support the church intern programme.

Warm Space - Gifts received to help provide a warm space for anyone to meet and share hot food and drink. Based in the Orpington Walnuts HUB building.

Together 25 Event Sponsorship - Money given to allow those unable to afford to go.

23 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2024 £
Tangible fixed assets	17,144	-	17,144
Current assets	1,624,095	88,283	1,712,378
Current liabilities	(47,673)	-	(47,673)
Provisions	(63,030)	-	(63,030)
Total net assets	<u>1,530,536</u>	<u>88,283</u>	<u>1,618,819</u>
	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2023 £
Tangible fixed assets	40,786	-	40,786
Current assets	1,792,898	103,663	1,896,561
Current liabilities	(76,388)	-	(76,388)
Provisions	(140,000)	-	(140,000)
Total net assets	<u>1,617,296</u>	<u>103,663</u>	<u>1,720,959</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2024

24 Related party transactions

There were no related party transactions in the year other than those highlighted in Note 10.

25 Non-adjusting events after the financial period

In April 2025, the charity completed the purchase of the Whitefoot Christian Centre for a total consideration of £780,000. The acquisition occurred after the balance sheet date of 31 December 2024 and does not relate to conditions existing at the year end. Accordingly, the transaction has not been recognised in the 2024 financial statements.

Accounts

Company registration number: 06738209

Charity registration number: 1126718

Hope Church Orpington

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2023

Field Sullivan Limited
9 Hare & Billet Road
Blackheath
SE3 ORB

Hope Church Orpington

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Hope Church Orpington

Reference and Administrative Details

Chairman	Barry Palmer
Directors	Barry Palmer Matthew Bulpitt Gary Carvosso Anthony Hall Esau Maponda Ruth Marchant Sarah Palmer Olayemi Shyllon
Charity Registration Number	1126718
Company Registration Number	06738209
Registered Office	The charity is incorporated in England and Wales. Unit 8 The Walnuts Orpington BR6 0TW
Auditor	Field Sullivan Limited 9 Hare & Billet Road Blackheath SE3 0RB

Hope Church Orpington

Directors' Report

The directors, who are directors for the purposes of company law, present the annual report together with the financial statements and auditors' report of the charitable company for the year ended 31 December 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects of the charity are the advancement of the Christian faith and the relief of hardship. There have been no changes in the charitable objects of Hope Church Orpington (the "Church") during the year. In furtherance of these objects the charity operates congregations in five locations in the local area offering a range of activities and pastoral support to both church members and the wider community.

When considering the aims and objectives in general and those that were to apply for the year, the Elders and the other Directors have considered the Charity Commission's (the "Commission") guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

Values statement

The Church has a detailed values statement which can be summarised as follows:

We are an evangelical church built upon apostolic and prophetic foundations to display and express the love and grace of God to the community around us committed to worship, prayer, evangelism, discipleship and building friendships that endorse family life where everyone can feel secure enough to grow.

Practices Adopted

The holding of regular Sunday and weekday services and meetings open to all. The worship of God, the preaching of His Word, the baptism of believers and the regular holding of Communion.

- A wide range of evangelistic activities, both inside the church building and outside in the community e.g. the Food HUB project which used one of our buildings as a food warehouse servicing foodbanks in the Borough of Bromley.
- The provision of facilities and support for the local community e.g. parent and toddler resources, single parent resources, support and advice for families with children.
- The teaching and training of both full and part time staff and lay members.
- The resourcing and empowering (including the provision of personnel and finance) of other churches and of Christian work and ministries both in the UK and overseas.

These practices, plus many other activities resulting from our aims and Vision Statement, have continued throughout the year, with many members being involved in various types of mission work of one kind or another. The use of social media to make contact has become part of the way the church does mission.

Hope Church Orpington

Directors' Report

In addition, it is our policy to alleviate distress and provide care when appropriate in Hope Church and the Local Community.

The Church is a member of the Churches Together groups in Orpington, Chislehurst, Bromley Common and Hayes, and regularly participates in church forums in Downham. We are also part of Transform Bromley Borough ("TBB") and actively participate in joint initiatives. Through our contacts and direct referrals, we have been able to use funds that have been set aside to alleviate hardship caused by rising food bills, the cost of living crisis, and also to offer support and help from our staff and church members.

Part of the Church's values statement is to "express the love and grace of God to the community". The Church recognises the need to serve the local community and is involved in many initiatives to achieve this; including the following:

Parents & Toddlers - three groups that meet every week during term time in two of the church buildings and a hired hall and provide a service for parents with their young children.

Pop In - three groups that meet every week in three of the church buildings and provide a service for the older generation from the community.

Baby Basics – in conjunction with the Metropolitan Police Sexual Exploitation Unit, The Family Nurse Partnership, Local Bromley Young Persons, midwives and health visitors, Baby Basics provides essential supplies and help for vulnerable women including teenage mums, asylum seekers and domestic violence sufferers.

Youth Work - the youth work team run youth meetings and activities for teenagers and young people from the church and the local community. The main meeting is held centrally on a Friday night at St Luke's church for all our congregations. In addition, we hold a number of targeted events and teachings based within our local congregations.

Citizens Advice - the Orpington building is made available to the activities of Citizens Advice helping the local community with legal, social and general advice.

Work with women exiting domestic violent relationships - support group with practical help.

Partnering with the NHS training teams to up-skill their staff.

Teaching English as a second language launched online for families in the local area and further afield.

Schools Work - local schools are invited to visit the Church as part of their religious education and training and during the year we have run a lunch club in a local primary school.

Street Pastors - in conjunction with other local churches, we support the street pastors in Orpington and Bromley Town Centres helping the local police and community.

Marriage Preparation and Support - an opportunity for couples planning to get married to get training as well as life skills for building strong marriages is offered on demand.

The Church operates out of five locations within the London Boroughs of Bromley and Lewisham.

Hope Church Orpington

Directors' Report

In December 2022 we sold the Goodmead Centre in Orpington to Triumphant Church International, a church re-locating into Orpington. The Capital receipts have been set aside for:

- Seed Capital for future capital investment.
- Capital investments at St Luke's and in the Walnuts Centre.
- Extending our Community and Social Action Ministries.
- Creating a Central Services team.
- Expanding our ministerial and general intern programme.

Following the outbreak of the Ukraine conflict in February 2022 the Church partnered with the community, other churches in the UK and our members to resource and support sister churches in Ukraine, providing food and support to their communities. Throughout this last year we have overseen 7 van trips to Krakow in Poland, delivering 19.5 tonnes of food and supplies. In addition, there were 4 trips to Krakow by aeroplane to purchase food and supplies locally for loading into vans from Ukraine, spending over £5,000 each time.

Achievements and performance

Given that the objects of the Church are to advance the Christian faith and relieve hardship, the Directors are pleased with what has been achieved during the year under review. There has been continued expansion of the work of the Church in spreading the Christian faith through the five congregations now in operation. Various courses have been run to encourage Christians in their faith, and to give opportunity to those wishing to explore the Christian faith. The Alpha course was run several times, and the Vision and Values course was run frequently for new members to the Church.

In addition, grants totalling £176,075 have been made to various organisations and individuals which are advancing the Christian faith or seeking to relieve hardship. (The £176,075 does not include food and other supplies given to us at zero cost for onward distribution).

Financial review

The Church's principal source of income is from voluntary donations. Reviewing our financial position for 2023:

We gave away 18% of our income and ended the year with a deficit of £ (184,802) (2022 surplus £699,397) on unrestricted funds (including designated funds).

Gifts to external organisations and individuals are considered, by the Elders and approved by the Directors, on the basis of need and fulfilment of the Charitable objectives. There is no upper or lower limit of support.

The reserves policy of the charity is to maintain reserves of a minimum of two months to a maximum of twelve months expenditure, which would cover the employment needs for approximately 3 months and act as operating capital. Two month's unrestricted fund expenditure in 2023 amounted to approximately £154,000 and unrestricted reserves on general fund, excluding designated funds, held as net current assets amounted to approximately £1,591,351.

The Directors have set aside designated funds from general funds for various purposes. The total amount set aside as designated funds at the end of the year was £27,380 (2022 £128,645).

Hope Church Orpington

Directors' Report

A provision for repair works on St Lukes of £140,000 has been created at 31 December 2023 as shown in the financial statements. The work which includes repairs to the spire has started in August 2024 and is likely to take several months. The exact cost of the work will not be known until the work progresses but the provision is the best prudent estimate. The designated fund that had been put aside for the work now has a zero balance at the 31 December 2023 (2022 £100,000). See note 22 to the financial statements.

Reserves, which were restricted and not available for general purposes of the charity, amounted to £103,662. Details of the purpose for which these funds were held are detailed in note 21 to the accounts.

Reference and administrative information is provided on the page following the cover sheet.

The Elders are responsible for monitoring risks and a Risk Register is in place that is reviewed at both Elders and Directors meetings at least annually. All major insurable risks are subject to normal church and employers' insurance. The Elders and Directors of The Church believe that the most acute risks facing the organisation lie in the area of health and safety: either risks in the way that we use our buildings or risks because a building's fabric is old and not up to modern standards.

We have been doing, and are continuing to do, a significant amount of work in these areas by implementing a programme of repairs to our buildings, communication with staff, volunteers and church attendees and liaison with third parties regarding security. With respect to church finances, we recognise that the Church is always dependent on the continued generosity of church members and members of the public in support of the charity. Income (Donations and Legacies excluding food donated in kind) increased by 2% during the year. The Directors are constantly monitoring cash flow and forward budget to ensure that the Church can meet all its liabilities as they fall due.

Plans for the future

During 2024 we will seek to remain flexible in the delivering of ministry and meeting the physical needs of the people of the Borough of Bromley and through our wider work with Regions Beyond into the UK and abroad. We will achieve this by:

- Continuing to seek opportunities to be in the High Streets and other places of prominence where we can better serve our communities.
- Continuing to invest in and coordinating a pan church response to the increase in poverty arising from the increase in the cost of living, by continuing to manage and grow the food HUB project in collaboration with TBB and the London Borough of Bromley.
- Seeking to find a permanent location for our Downham Congregation as London City Mission have decided to sell the site we currently use and we have been unable to agree a sale price
- Increasing the number of partners who use the new Walnuts Centre facilities to reach more of the community and provide more outreach opportunities.

Hope Church Orpington

Directors' Report

Directors and officers

The Directors and officers serving during the year and since the year end were as follows:

Directors:	Barry Palmer
	Matthew Bulpitt
	Gary Carvosso
	Cassandra Chiwaridzo (Resigned 29 February 2024)
	Anthony Hall
	Esau Maponda
	Ruth Marchant
	Ifeyinwa Njoku (Resigned 15 March 2024)
	Sarah Palmer
	Olayemi Shyllon

Chairman: Barry Palmer

Structure, governance and management

Nature of governing document

The organisation is a charitable company limited by guarantee as defined by the Companies Act 2006, company registration number 6738209 and registered as a charity with the Charity Commission, charity registration number 1126718. The company was established under a Memorandum and Articles of Association which established the objects and powers of the charitable company and is governed by its Articles of Association.

Hope Church Orpington is part of the Regions Beyond movement and a member of the Evangelical Alliance. Neither of these bodies has control over the operation of the church or its financial affairs.

Recruitment and appointment of directors

Directors are appointed and removed by a majority of Elders. Elders are appointed by existing Elders.

Induction and training of directors

New Directors are given induction training provided by the Chair of Directors. They receive recent minutes, the latest report and accounts, the governing document and the guidance produced by Stewardship on being a Director/Trustee. Directors are encouraged to attend training and are informed of relevant training opportunities.

Hope Church Orpington

Directors' Report

Organisational structure

Organisation and staffing of Hope Church - Hope Church Orpington is an orthodox, evangelical Protestant Christian church. The Church is currently governed by fourteen Elders, headed by a lead Elder who is employed by the Church. In total six of the Elders are employed by the Church. Three are full time and three are part time. There are also a further four full time staff employed and five part time members of staff.

A significant number of volunteer members of the church lead, sustain and develop ministries and activities of the church. Their contribution is vital to the success of the charity.

Staffing needs are kept under regular review by the Elders and other Directors. The Elders, Directors and staff are all committed members of the Church, and support the vision and values of the Church. The Church has a structured approach to staff induction, supervision and annual review. Each employee has a written job description that reflects the scope of the role and responsibility they undertake. Their line manager is responsible for coordinating a planned induction at the beginning of their employment. Regular supervision, usually monthly, is given to all employees and interns.

Salaries for staff are set annually by the salary subcommittee. They make recommendations based on performance during the year, any significant changes in responsibilities and RPI.

The oversight of the Church is the responsibility of a team of fourteen Elders (Tony Hall - lead Elder, Gary Carvosso, David Jackson, Julian Sanders, Matt Lofthouse, Kennedy Mark, Mike Garforth, Colin Potter, Peter Heath, Darren Upton, Mathew Bulpitt, Olayemi Shyllon, Andrew Wilmshurst and Jacob Webb), assisted by the other Directors, particularly in the administrative and regulatory oversight of the church. Bruce Anderson resigned as an Elder on 30 June 2023, Jerome Kalan resigned as an Elder on 16 July 2023 and Gideon Bodi resigned as an Elder on 17 March 2024. Andrew Wilmshurst was appointed as an Elder on 5 February 2023 and Jacob Webb was appointed as an Elder on 24 March 2024.

The Directors and the Elders are assisted by a team of paid employees and, in common with many churches, a large number of volunteers.

The day to day running of the charity is delegated by the Directors to the Core Team which meets weekly. The Directors agree the overall strategy and budgets, as recommended by the Core Team. Two of the Directors usually sit on the Core Team and are responsible for communicating any changes and representing the Directors' decisions.

During the financial year 2023, the Whitefoot and Downham Community Food Plus Project Limited operated a food club out of Hope Church Downham premises in Lewisham, free of charge, providing much needed food to the local community.

Hope Church Orpington

Directors' Report

From the 1st December 2023 the Directors of the Food Club requested that Hope Church Orpington as Hope Church Downham take over the responsibility of continuing the project and 2 out of the 4 Directors stood down.

Since that date Hope Church Orpington has been responsible for continuing to run the Food Club, still rent free, and provided 2 replacement Directors short term and a member of staff on a short-term contract to manage the project.

This arrangement will be reviewed during 2024.

Hope Church Orpington

Directors' Report

Statement of directors' responsibilities

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

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Disclosure of information to auditor

Each member has taken steps that they ought to have taken as a member in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The directors confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

The annual report was approved by the directors of the charity on 5 September 2024 and signed on its behalf by:



Barry Palmer
Chairman and director

Hope Church Orpington

Independent Auditor's Report to the Members of Hope Church Orpington

Opinion

We have audited the financial statements of Hope Church Orpington (the 'charity') for the year ended 31 December 2023, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, and Notes to the Financial Statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is United Kingdom Accounting Standards, comprising Charities SORP - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

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

Other matters

The corresponding figures and comparative financial statements in the current year's financial statements were derived from the financial statements for the year ended 31 December 2022 which were not audited.

Conclusions relating to going concern

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

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

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

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Hope Church Orpington

Independent Auditor's Report to the Members of Hope Church Orpington

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matter prescribed by the Companies Act 2006

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

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

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Directors' Report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the Statement of directors' responsibilities (set out on page 9), the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Hope Church Orpington

Independent Auditor's Report to the Members of Hope Church Orpington

Auditor responsibilities for the audit of the financial statements

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

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

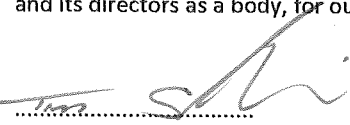
Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) comprised of: enquiries of management and those charged with governance as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review of board minutes; testing the appropriateness of entries in the nominal ledger, including journal entries; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

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


Tim Sullivan FCA (Senior Statutory Auditor)

For and on behalf of Field Sullivan Limited, Statutory Auditor

9 Hare & Billet Road
Blackheath
SE3 ORB

Date: 6/9/24

Hope Church Orpington

Statement of Financial Activities for the Year Ended 31 December 2023
(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2023 £	Unrestricted £	Restricted £	Total 2022 £
Income and Endowments from:							
Donations and legacies		760,606	188,422	949,028	671,723	200,248	871,971
Charitable activities		63,348	(11,531)	51,817	22,095	-	22,095
Investment income	5	62,616	-	62,616	13,716	-	13,716
Other income		1,080	-	1,080	897,487	-	897,487
Total income		887,650	176,891	1,064,541	1,605,021	200,248	1,805,269
Expenditure on:							
Charitable activities		(1,062,128)	(153,548)	(1,215,676)	(905,624)	(145,425)	(1,051,049)
Total expenditure		(1,062,128)	(153,548)	(1,215,676)	(905,624)	(145,425)	(1,051,049)
Net movement in funds		(174,478)	23,343	(151,135)	699,397	54,823	754,220
Reconciliation of funds							
Total funds brought forward		1,791,774	80,320	1,872,094	1,092,377	25,497	1,117,874
Total funds carried forward	22	1,617,296	103,663	1,720,959	1,791,774	80,320	1,872,094

All of the charity's activities derive from continuing operations during the above two periods.

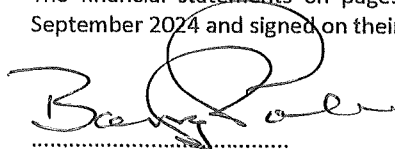
The funds breakdown for 2022 is shown in note 22.

The notes on pages 16 to 35 form an integral part of these financial statements.

Hope Church Orpington
(Registration number: 06738209)
Balance Sheet as at 31 December 2023

	Note	2023 £	2022 £
Fixed assets			
Tangible assets	14	40,786	32,567
Current assets			
Stocks	15	5,154	16,834
Debtors	16	34,862	95,716
Cash at bank and in hand	17	1,856,545	1,785,010
		1,896,561	1,897,560
Creditors: Amounts falling due within one year	18	(76,388)	(58,033)
Net current assets		1,820,173	1,839,527
Total assets less current liabilities		1,860,959	1,872,094
Provisions	20	(140,000)	-
Net assets		1,720,959	1,872,094
Funds of the charity:			
Restricted income funds			
Restricted funds		103,663	80,320
Unrestricted income funds			
Unrestricted funds		1,617,296	1,791,774
Total funds	22	1,720,959	1,872,094

The financial statements on pages 13 to 35 were approved by the directors, and authorised for issue on 5 September 2024 and signed on their behalf by:



Barry Palmer
Chairman and director

Hope Church Orpington

Statement of Cash Flows for the Year Ended 31 December 2023

	Note	2023 £	2022 £
Cash flows from operating activities			
Net cash (expenditure)/income		(151,135)	754,220
Adjustments to cash flows from non-cash items			
Depreciation		42,338	62,294
Investment income	5	<u>(62,616)</u>	<u>(13,715)</u>
		(171,413)	802,799
Working capital adjustments			
Decrease/(increase) in stocks	15	11,680	(5,773)
Decrease/(increase) in debtors	16	60,854	(63,393)
Increase in creditors	18	17,143	13,102
Increase in provisions	20	140,000	-
Increase in deferred income		<u>1,212</u>	<u>788</u>
Net cash flows from operating activities		<u>59,476</u>	<u>747,523</u>
Cash flows from investing activities			
Interest receivable and similar income	5	62,616	13,716
Purchase of tangible fixed assets	14	(50,557)	(19,186)
Sale of tangible fixed assets		<u>-</u>	<u>1,157,857</u>
Net cash flows from investing activities		12,059	1,152,387
Cash flows from financing activities			
Repayment of loans and borrowings	18	<u>-</u>	<u>(357,362)</u>
Net increase in cash and cash equivalents		71,535	1,542,548
Cash and cash equivalents at 1 January		<u>1,785,010</u>	<u>242,462</u>
Cash and cash equivalents at 31 December		<u><u>1,856,545</u></u>	<u><u>1,785,010</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

The notes on pages 16 to 35 form an integral part of these financial statements.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the directors is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Unit 8 The Walnuts

Orpington

BR6 0TW

These financial statements were authorised for issue by the directors on 5 September 2024.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102) - Second edition October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Hope Church Orpington meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The directors consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

Judgements and key sources of estimation uncertainty

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

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

The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are addressed below:

- Repair works provision for the spire at St Luke's Church

A realistic assessment of the scale of the work that needs to be undertaken under the terms of the lease has been made and provided for in the financial statements.

- Valuation of stock

The Baby Basics restricted stock, which is not for resale but for distribution to new mothers, has been valued at a fair value as per section 6.23 FRS 102.

Income and endowments

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

Gifts in kind

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

Investment income

Interest is recognised once it has been declared and notification has been received of the interest due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it's probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	straight line basis over 50 years (buildings only)
Fixtures, fittings & equipment	straight line basis over 3 - 10 years depending on useful life
Improvements to short leasehold	over the term of the lease to the earliest break point

Research and development

Research and development expenditure is written off as incurred.

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Provisions

Provisions are recognised when the charity has an obligation at the reporting date as a result of a past event, it is probable that the charity will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

Fund structure

Unrestricted income funds are general funds that are available for use at the directors discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the directors.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2023 £	Total 2022 £
Donations and legacies;				
Appeals and donations	663,547	77,010	740,557	649,605
Gift aid reclaimed	87,059	-	87,059	81,039
Grants, including capital grants;				
Grants from other charities	10,000	57,200	67,200	61,000
Gifts in kind	-	54,212	54,212	80,327
	<u>760,606</u>	<u>188,422</u>	<u>949,028</u>	<u>871,971</u>

4 Income from charitable activities

	Unrestricted funds General £	Restricted funds £	Total 2023 £	Total 2022 £
Church activities	56,093	(11,531)	44,562	18,802
Rental income	7,255	-	7,255	3,293
	<u>63,348</u>	<u>(11,531)</u>	<u>51,817</u>	<u>22,095</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

5 Investment income

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Interest receivable and similar income;			
Interest receivable on bank deposits	62,616	62,616	13,716
	<u>62,616</u>	<u>62,616</u>	<u>13,716</u>

6 Other income

	Unrestricted funds General £	Total 2023 £	Total 2022 £
Miscellaneous income	1,080	1,080	-
Gains on sale of tangible fixed assets for charity's own use	-	-	897,487
	<u>1,080</u>	<u>1,080</u>	<u>897,487</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

7 Expenditure on charitable activities

	Note	Total 2023 £	Total 2022 £
Church family activities		3,862	3,494
Conferences and other training		2,110	1,754
Orpington premises and operating costs		58,504	71,364
Bromley premises and operating costs		46,226	44,259
West Wickham & Chislehurst premises and operating costs		25,355	21,808
Downham premises and operating costs		37,316	34,755
Repairs and maintenance	20	140,000	-
Other charitable expenditure		1,278	871
Evangelism and community outreach		19,745	10,216
Children's and youth work		81,031	25,688
Training future leaders		31,564	29,080
Ministerial and travel expenses		24,961	10,308
Depreciation, amortisation and other similar costs		42,338	62,294
Grants to individuals	9	50,518	34,838
Grants to institutions	9	125,557	146,187
Staff costs		395,462	403,815
Support costs	8	129,849	150,318
		<u>1,215,676</u>	<u>1,051,049</u>

In addition to the expenditure analysed above, there are also support costs of £129,849 (2022 - £150,318) which relate directly to charitable activities. See note 8 for further details.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

8 Analysis of support costs

	Restricted funds £	Total 2023 £	Total 2022 £
Staff costs			
Wages and salaries	-	75,211	85,343
Social security costs	-	6,546	7,753
Pension costs	-	6,669	6,815
Audit fees			
Audit of the financial statements	-	10,100	-
Bank interest payable	142	5,617	17,720
Administration expenses	-	24,956	25,339
Independent examination	-	-	5,200
Legal and professional	-	750	2,148
	<u>142</u>	<u>129,849</u>	<u>150,318</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

9 Grant-making

Analysis of grants

	Grants to institutions		Grants to individuals	
	2023	2022	2023	2022
	£	£	£	£
Analysis				
To individuals	-	-	50,518	34,838
To institutions	125,557	146,187	-	-
	<u>125,557</u>	<u>146,187</u>	<u>50,518</u>	<u>34,838</u>

Below are details of material grants made to institutions

Name of institution	Activity	2023	2022
		£	£
Regions Beyond	Church activities	25,200	25,200
Lesotho Church	Church activities	-	2,900
Transform Bromley Borough Food Partnership	Food distribution	56,019	50,757
Other grants of less than £1,000	Church activities	2,408	1,551
Various organisations	Church activities	2,168	8,160
Bridge School	Church activities	1,200	3,200
Ukraine Support	Church activities	38,562	54,419
		<u>125,557</u>	<u>146,187</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

10 Directors remuneration and expenses

During the year the charity made the following transactions with directors:

Anthony Hall received remuneration of £56,359 (2022: £55,295) plus pension contributions of £5,636 (2022: £5,410) and his wife, Tina Hall, received remuneration of £12,367 (2022: £12,587) plus pension contributions of £1,237 (2022: £1,187). Gary Carvosso received remuneration of £17,343 (2022: £17,125) plus pension contributions of £1,734 (2022: £1,616). During the year Molly Carvosso, daughter of Gary Carvosso, received £13,293 (2022: £10,667) plus pension contributions of £1,329 (2022: £106) in connection with her employment as media assistant with the charity. Their remuneration was in accordance with the provisions of the governing document.

Three directors and two persons related to them incurred expenses totaling £26,007 (2022: £39,699) in connection with their duties as employees or volunteers rather than as directors and one of them received £1,200 (2022: £1,200) to cover expenses accommodating an intern working at the church. The significant decrease from previous year is due to £16,669 (2022: £34,767) being reimbursed for Ukraine aid expenditure in the last two years.

Donations received from the directors and persons connected to them for the year totalled £126,824 (2022: £90,476).

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

11 Staff costs

The aggregate payroll costs were as follows:

	2023 £	2022 £
Staff costs during the year were:		
Wages and salaries	412,168	422,211
Social security costs	32,600	36,628
Pension costs	39,120	44,887
	<u>483,888</u>	<u>503,726</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2023 No	2022 No
Ministerial	9	9
Support	2	3
	<u>11</u>	<u>12</u>

9 (2022 - 9) of the above employees participated in the Defined Contribution Pension Schemes.

The number of employees whose emoluments fell within the following bands was:

	2023 No	2022 No
£60,001 - £70,000	<u>1</u>	<u>1</u>

The total employee benefits of the key management personnel of the charity were £186,115 (2022 - £182,713).

The chief executive officer, as the highest paid member of staff, received benefits totalling £61,995 (2022 - £60,704).

12 Auditors' remuneration

	2023 £
Audit of the financial statements	<u>10,100</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

13 Taxation

The charity is a registered charity and is therefore exempt from taxation.

14 Tangible fixed assets

	Furniture and equipment £	Improvements to short leasehold £	Total £
Cost			
At 1 January 2023	157,705	184,797	342,502
Additions	8,685	41,872	50,557
At 31 December 2023	<u>166,390</u>	<u>226,669</u>	<u>393,059</u>
Depreciation			
At 1 January 2023	146,107	163,828	309,935
Charge for the year	10,918	31,420	42,338
At 31 December 2023	<u>157,025</u>	<u>195,248</u>	<u>352,273</u>
Net book value			
At 31 December 2023	<u>9,365</u>	<u>31,421</u>	<u>40,786</u>
At 31 December 2022	<u>11,598</u>	<u>20,969</u>	<u>32,567</u>

15 Stock

	2023 £	2022 £
Stocks	<u>5,154</u>	<u>16,834</u>

16 Debtors

	2023 £	2022 £
Trade debtors	2,868	52,446
Prepayments	7,605	14,635
Other debtors	<u>24,389</u>	<u>28,635</u>
	<u>34,862</u>	<u>95,716</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

17 Cash and cash equivalents

	2023 £	2022 £
Cash on hand	1,111	406
Cash at bank	1,855,434	1,784,604
	<u>1,856,545</u>	<u>1,785,010</u>

18 Creditors: amounts falling due within one year

	2023 £	2022 £
Other taxation and social security	10,427	15,937
PAYE/Ni Liability Provision	631	-
Other creditors	2,248	2,584
Accruals	61,082	38,724
Deferred income	2,000	788
	<u>76,388</u>	<u>58,033</u>

	2023 £	2022 £
Deferred income at 1 January 2023	788	-
Resources deferred in the period	2,000	788
Amounts released from previous periods	<u>(788)</u>	<u>-</u>
Deferred income at year end	<u>2,000</u>	<u>788</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

19 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2023 £	2022 £
Land and buildings		
Within one year	7,500	10,000
Between one and five years	-	7,500
	<u>7,500</u>	<u>17,500</u>

20 Provisions

	St Luke's Church spire £	Total £
Utilised during the period	<u>(140,000)</u>	<u>(140,000)</u>

21 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £39,120 (2022 - £44,887).

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

22 Funds

	Balance at 1 January 2023 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2023 £
Unrestricted funds					
<i>General</i>					
General Funds	1,663,129	887,650	(920,263)	(40,600)	1,589,916
<i>Designated</i>					
New congregations	963	-	-	-	963
Repair and maintenance fund	100,000	-	(140,600)	40,600	-
Social action fund	13,652	-	-	-	13,652
Central funds and infrastructure team	577	-	(577)	-	-
Hardship fund	689	-	(438)	-	251
Food distribution fund	5,223	-	-	-	5,223
Micro mission fund	7,541	-	(250)	-	7,291
	<u>128,645</u>	<u>-</u>	<u>(141,865)</u>	<u>40,600</u>	<u>27,380</u>
Total unrestricted funds	<u>1,791,774</u>	<u>887,650</u>	<u>(1,062,128)</u>	<u>-</u>	<u>1,617,296</u>
Restricted funds					
Special offering and collections	511	-	-	-	511
Overseas aid	-	1,500	(1,500)	-	-
Micro Mission	162	600	-	-	762
West Wickham	154	-	-	-	154
Baby Basics	21,138	20,954	(29,335)	-	12,757
Hardship fund	2,070	1,496	(3,331)	-	235
Food distribution fund	21,100	47,412	(62,821)	-	5,691
Ukraine fund	35,185	56,234	(49,523)	-	41,896
Regions Beyond Global fund	-	38,572	(41)	-	38,531
Hope Centre New Door fund	-	3,936	(2,310)	-	1,626
Mission Sponsorship	-	1,000	-	-	1,000
Release International	-	245	(12)	-	233
Gift fund	-	3,636	(3,636)	-	-
Interns Support fund	-	1,000	(1,000)	-	-
Warm Space fund	-	306	(39)	-	267
	<u>80,320</u>	<u>176,891</u>	<u>(153,548)</u>	<u>-</u>	<u>103,663</u>
Total funds	<u>1,872,094</u>	<u>1,064,541</u>	<u>(1,215,676)</u>	<u>-</u>	<u>1,720,959</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Unrestricted funds						
<i>General</i>						
General Funds	985,436	707,534	(877,328)	(50,000)	897,487	1,663,129
<i>Designated</i>						
New congregations	18,684	-	(17,721)	-	-	963
Repair and maintenance fund	50,000	-	-	50,000	-	100,000
Christ Central Church, Penge	9,000	-	(9,000)	-	-	-
Social action fund	13,652	-	-	-	-	13,652
Central funds and infrastructure team	1,154	-	(577)	-	-	577
Hardship fund	1,087	-	(398)	-	-	689
Food distribution fund	5,223	-	-	-	-	5,223
Micro mission fund	8,141	-	(600)	-	-	7,541
	<u>106,941</u>	<u>-</u>	<u>(28,296)</u>	<u>50,000</u>	<u>-</u>	<u>128,645</u>
Total unrestricted funds	<u>1,092,377</u>	<u>707,534</u>	<u>(905,624)</u>	<u>-</u>	<u>897,487</u>	<u>1,791,774</u>
Restricted funds						
Special offering and collections	726	1,538	(1,753)	-	-	511
Overseas aid	-	1,500	(1,500)	-	-	-
Micro Mission	251	60	(149)	-	-	162
West Wickham	154	-	-	-	-	154
Baby Basics	12,570	31,536	(22,968)	-	-	21,138

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Hardship fund	2,774	12,257	(12,961)	-	-	2,070
Food distribution fund	9,022	63,717	(51,639)	-	-	21,100
Ukraine fund	-	89,640	(54,455)	-	-	35,185
	<u>25,497</u>	<u>200,248</u>	<u>(145,425)</u>	<u>-</u>	<u>-</u>	<u>80,320</u>
Total funds	<u>1,117,874</u>	<u>907,782</u>	<u>(1,051,049)</u>	<u>-</u>	<u>897,487</u>	<u>1,872,094</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

Designated funds:

New Congregations - money set aside to establish new congregations.

Repair and maintenance fund - transfers have been made to this fund to facilitate repair of the spire at St Luke's Church Bromley Common. In accordance with a lease dated 23 December 2014 the charity is to repair and restore the spire within 5 years of the date of the lease. Work on repairing and restoring the spire together with other works started in August 2024. At the 31 December 2023 a provision of £140,000 was created (See note 20) thereby reducing the balance on this designated fund to zero.

Christ Central Church, Penge - are funds for mentoring services.

Social action fund - a gift was received towards the social action of the church. It has since been clarified with the donor that the funds can be used at the discretion of the directors who have agreed it will be used as far as possible for social action and therefore the income has been treated as designated.

Central funds and infrastructure team - money set aside to facilitate the work of the infrastructure team.

Hardship fund - a fund to provide help for those facing financial hardship.

Food distribution fund - funds set aside to assist the work of the Transform Bromley Borough Food Partnership initiative.

Micro mission fund - funds set aside to facilitate smaller evangelistic ventures and initiatives.

Restricted funds:

Special offerings and collections - monies from special offerings or gifts received for a restricted purpose which do not form part of another restricted fund. The transfer out of restricted funds reflects restricted income fully expended on assets for ongoing use for unrestricted purposes.

Overseas aid - this fund represents monies raised specifically for relief of poverty in overseas countries.

Micro Mission - funds received to facilitate smaller evangelistic ventures and initiatives.

Hayes and West Wickham - this fund receives income restricted for the purchase of sensory play equipment for the Little Gems toddler group.

Baby Basics - this fund receives income restricted for use in providing essential equipment, clothing and toiletries for women and families in extreme need.

Hardship fund - this fund receives gifts for helping those facing financial difficulties.

Food distribution fund - this fund receives income to facilitate the activities of the Transform Bromley Food Partnership initiative.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2023

Ukraine fund - this fund receives income to provide food and necessities for faith communities that we partner with living in unoccupied Ukraine.

Regions Beyond Global fund - Gifts received to further the evangelistic work of the Regions Beyond Global family movement that we are part of.

Hope Centre New Door fund - Gifts to improve the infrastructure at the Orpington Hope Centre site.

Mission Sponsorship - Gifts to allow overseas Mission for those unable to afford to go.

Release International - Money raised at events to support Release International.

Gift fund - Small Gifts made for specific purposes within the church activities.

Intern Support fund - Grants received to support the church intern programme.

Warm Space - Gifts received to help provide a warm space for anyone to meet and share hot food and drink. Based in the Orpington Walnuts HUB building.

23 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2023 £
Tangible fixed assets	40,786	-	40,786
Current assets	1,792,898	103,663	1,896,561
Current liabilities	(76,388)	-	(76,388)
Provisions	(140,000)	-	(140,000)
Total net assets	<u>1,617,296</u>	<u>103,663</u>	<u>1,720,959</u>
	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2022 £
Tangible fixed assets	32,567	-	32,567
Current assets	1,817,240	80,320	1,897,560
Current liabilities	(58,033)	-	(58,033)
Total net assets	<u>1,791,774</u>	<u>80,320</u>	<u>1,872,094</u>

24 Related party transactions

There were no related party transactions in the year other than those highlighted in Note 10.

Accounts

Company registration number: 06738209

Charity registration number: 1126718

Hope Church Orpington

(A company limited by guarantee)

Annual Report and Financial Statements

for the Year Ended 31 December 2022

Field Sullivan Limited
9 Hare & Billet Road
Blackheath
SE3 0RB

Hope Church Orpington

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Hope Church Orpington

Reference and Administrative Details

Chairman	Barry Palmer
Directors	Barry Palmer Matthew Bulpitt Gary Carvosso Cassandra Chiwaridzo Anthony Hall Esau Maponda Ruth Marchant Ifeyinwa Njoku Sarah Palmer Olayemi Shyllon
Charity Registration Number	1126718
Company Registration Number	06738209
Registered Office	The charity is incorporated in England and Wales. Unit 8 The Walnuts ORPINGTON BR6 0TW
Independent Examiner	Field Sullivan Limited 9 Hare & Billet Road Blackheath SE3 0RB

Hope Church Orpington

Directors' Report

The Directors present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects of the charity are the advancement of the Christian faith and the relief of hardship. There have been no changes in the charitable objects of Hope Church Orpington (the "Church") during the year. In furtherance of these objects the charity operates congregations in five locations in the local area offering a range of activities and pastoral support to both church members and the wider community.

When considering the aims and objectives in general and those that were to apply for the year, the Elders and the other Directors have considered the Charity Commission's (the "Commission") guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

Values statement

The Church has a detailed values statement which can be summarised as follows:

We are an evangelical church built upon apostolic and prophetic foundations to display and express the love and grace of God to the community around us committed to worship, prayer, evangelism, discipleship and building friendships that endorse family life where everyone can feel secure enough to grow.

Practices Adopted

The holding of regular Sunday and weekday services and meetings open to all. The worship of God, the preaching of His Word, the baptism of believers and the regular holding of Communion. During the year an inter-active live recording was maintained at one of the congregations for those who felt uncomfortable attending a physical meeting after the Covid-19 Pandemic.

- The holding of regular Sunday and weekday services and meetings open to all. The worship of God, the preaching of His Word, the baptism of believers and the regular holding of Communion. During the year an inter-active live recording was maintained at one of the congregations for those who felt uncomfortable attending a physical meeting after the Covid-19 Pandemic.
- A wide range of evangelistic activities, both inside the church building and outside in the community e.g. the Food HUB project which used one of our buildings as a food warehouse servicing foodbanks in the Borough of Bromley.
- The provision of facilities and support for the local community e.g. parent and toddler resources, single parent resources, support and advice for families with children.
- The teaching and training of both full time staff and lay members.
- The resourcing and empowering (including the provision of personnel and finance) of other churches and of Christian work and ministries both in the UK and overseas.

These practices, plus many other activities resulting from our aims and Vision Statement, have continued throughout the year, with many members being involved in various types of mission work of one kind or another. The use of social media to make contact has become part of the way the church does mission.

Hope Church Orpington

Directors' Report

In addition, it is our policy to alleviate distress and provide care when appropriate Hope Church and the Local Community

The Church is a member of the Churches Together groups in Orpington, Chislehurst, Bromley Common and West Wickham, and regularly participates in church forums in Downham. We are also part of Transform Bromley Borough ("TBB") and actively participate in joint initiatives. Through our contacts and direct referrals we have been able to use funds that have been set aside to alleviate hardship caused by rising fuel bills, the cost of living crisis and also to offer support and help from our staff and church members.

Part of the Church's values statement is to "express the love and grace of God to the community". The Church recognises the need to serve the local community and is involved in many initiatives to achieve this; including the following:

- Parents & Toddlers - two groups that meet every week during term time in two of the church buildings and provide a service for parents with their young children.
- Pop In - three groups that meet every week in three of the church buildings and provide a service for the older generation from the community. We launched a new group in Downham this year.
- Baby Basics – in conjunction with the Metropolitan Police Sexual Exploitation Unit, The Family Nurse Partnership, Local Bromley Young Persons, midwives and health visitors, Baby Basics provides essential supplies and help for vulnerable women including teenage mums, asylum seekers and domestic violence sufferers.
- Youth Work - the youth work team run youth meetings and activities for teenagers and young people from the church and the local community. The main meeting is held centrally on a Friday night at St Luke's church for all our congregations. In addition, we hold a number of targeted events and teachings based within our local congregations.
- Citizens Advice - the Orpington building is made available to the activities of Citizens Advice helping the local community with legal, social and general advice.
- Schools Work - local schools are invited to visit the Church as part of their religious education and training and during the year we have run a lunch club in a local primary school.
- Street Pastors - in conjunction with other local churches, we support the street pastors in Orpington and Bromley Town Centres helping the local police and community.
- Marriage Preparation and Support - an opportunity for couples planning to get married to get training as well as life skills for building strong marriages is offered on demand.
- Work with women exiting domestic violent relationships – support group with practical help.
- Partnering with the NHS training teams to up-skill their staff.
- Teaching English as a second language launched online for families in the local area and further afield.

The Church operates out of five locations within the London Boroughs of Bromley and Lewisham.

Hope Church Orpington

Directors' Report

In December 2022 we sold the Goodmead Centre in Orpington to Triumphant Church International, a church re-locating into Orpington. The Capital receipts have been set aside for:

- Seed Capital for future capital investment.
- Capital investments at St Luke's and in the Walnuts Centre.
- Extending our Community and Social Action Ministries.
- Creating a Central Services team.
- Expanding our ministerial and general intern programme.

Following the outbreak of the Ukraine conflict in February 2022 the Church partnered with the community, other churches in the UK and our members to resource and support sister churches in Ukraine, providing food and support to their communities. Throughout this last year we have overseen 13 trips to Krakow in Poland, delivering 21 tonnes of food and supplies, including 20 generators.

Achievements and performance

Given that the objects of the Church are to advance the Christian faith and relieve hardship, the Directors are pleased with what has been achieved during the year under review. There has been continued expansion of the work of the Church in spreading the Christian faith through the five congregations now in operation. Various courses have been run to encourage Christians in their faith, and to give opportunity to those wishing to explore the Christian faith. The Alpha course was run several times, and the Vision and Values course was run frequently for new members to the Church.

In addition, grants totaling £100,698 have been made to various organisations and individuals which are advancing the Christian faith or seeking to relieve hardship. (The £100,698 does not include food and other supplies given to us at zero cost for onward distribution)

Financial review

The Church's principal source of income is from voluntary donations. Reviewing our financial position for 2022:

We gave away 14% of our income, excluding receipts from the sale of the Goodmead building, and ended the year with a surplus of £699,397 (2021 deficit £67,226) on unrestricted funds (including designated funds).

Gifts to external organisations and individuals are considered, by the Elders and approved by the Directors, on the basis of need and fulfilment of the Charitable objectives. There is no upper or lower limit of support.

The reserves policy of the charity is to maintain reserves of a minimum of two months' to a maximum of twelve months' expenditure, which would cover the employment needs for approximately 3 months and act as operating capital. Two month's unrestricted fund expenditure in 2022 amounted to approximately £151,000 and unrestricted reserves on general fund, excluding designated funds, held as net current assets amounted to approximately £1,630,562.

The Directors have set aside designated funds from general funds for various purposes. The total amount set aside as designated funds at the end of the year was £128,645.

Reserves, which were restricted and not available for general purposes of the charity, amounted to £80,320. Details of the purpose for which these funds were held are detailed in note 21 to the accounts.

Hope Church Orpington

Directors' Report

Reference and administrative information is provided on the page following the cover sheet.

The Elders are responsible for monitoring risks and a Risk Register is in place that is reviewed at both Elders and Directors meetings at least annually. All major insurable risks are subject to normal church and employers' insurance. The Elders and Directors of The Church believe that the most acute risks facing the organisation lie in the area of health and safety: either risks in the way that we use our buildings or risks because a building's fabric is old and not up to modern standards.

We have been doing, and are continuing to do, a significant amount of work in these areas by implementing a programme of repairs to our buildings, communication with staff, volunteers and church attendees and liaison with third parties regarding security. With respect to church finances, we recognise that the Church is always dependent on the continued generosity of church members and members of the public in support of the charity. Income (Donations and Legacies excluding food donated in kind) increased by 2% during the year. The Directors are constantly monitoring cash flow and forward budget to ensure that the Church can meet all its liabilities as they fall due.

Plans for the future

During 2023 we will seek to remain flexible in the delivering of ministry and meeting the physical needs of the people of the Borough of Bromley and through our wider work with Regions Beyond into the UK and abroad. We will achieve this by:

- Continuing to seek opportunities to be in the High Streets and other places of prominence where we can better serve our communities.
- Continuing to invest in and coordinating a pan church response to the increase in poverty arising from the increase in the cost of living, by continuing to manage and grow the food HUB project in collaboration with TBB and the London Borough of Bromley.
- Working with the London City Mission at our Downham Congregation to redevelop the site where the Hope Downham congregation meets to create a community HUB and worship centre within the next 12 months and allow for the expansion of community mission and congregational growth in 3 to 4 years' time.
- Increasing the number of partners who use the new Walnuts Centre facilities to reach more of the community and provide more outreach opportunities.

Hope Church Orpington

Directors' Report

Directors and officers

The Directors and officers serving during the year and since the year end were as follows:

Directors:	Barry Palmer
	Matthew Bulpitt
	Gary Carvosso
	Cassandra Chiwaridzo
	Anthony Hall
	Esau Maponda
	Ruth Marchant
	Ifeyinwa Njoku
	Sarah Palmer
	Olayemi Shyllon

Chairman:	Barry Palmer
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Structure, governance and management

Nature of governing document

The organisation is a charitable company limited by guarantee as defined by the Companies Act 2006, company registration number 6738209 and registered as a charity with the Charity Commission, charity registration number 1126718. The company was established under a Memorandum and Articles of Association which established the objects and powers of the charitable company and is governed by its Articles of Association.

Hope Church Orpington is part of the Regions Beyond movement and a member of the Evangelical Alliance. Neither of these bodies has control over the operation of the church or its financial affairs.

Recruitment and appointment of directors

Directors are appointed and removed by a majority of Elders. Elders are appointed by existing Elders.

Induction and training of directors

New Directors are given induction training provided by the Chair of Directors. They receive recent minutes, the latest report and accounts, the governing document and the guidance produced by Stewardship on being a Director/Trustee. Directors are encouraged to attend training and are informed of relevant training opportunities.

Hope Church Orpington

Directors' Report

Organisational structure

Organisation and staffing of Hope Church - Hope Church Orpington is an orthodox, evangelical Protestant Christian church. The Church is currently governed by fourteen Elders, headed by a lead Elder who is employed by the Church. In total five of the Elders are employed by the Church. Two are full time and three are part time. There are also a further five full time staff employed and five part time members of staff.

A significant number of volunteer members of the church lead, sustain and develop ministries and activities of the church. Their contribution is vital to the success of the charity.

Staffing needs are kept under regular review by the Elders and other Directors. The Elders, Directors and staff are all committed members of the Church, and support the vision and values of the Church. The Church has a structured approach to staff induction, supervision and annual review. Each employee has a written job description that reflects the scope of the role and responsibility they undertake. Their line manager is responsible for coordinating a planned induction at the beginning of their employment. Regular supervision, usually monthly, is given to all employees and interns.

Salaries for staff are set annually by the salary subcommittee. They make recommendations based on performance during the year, any significant changes in responsibilities and RPI.

The oversight of the Church is the responsibility of a team of fourteen Elders (Tony Hall - lead Elder, Gary Carvosso, David Jackson, Julian Sanders, Matt Lofthouse, Kennedy Mark, Mike Garforth, Colin Potter, Peter Heath, Darren Upton, Gideon Bodi, Mathew Bulpitt, Olayemi Shyllon and Andrew Wilmshurst), assisted by the other Directors, particularly in the administrative and regulatory oversight of the church. Trevor Payne resigned as an Elder on 1 January 2022, Peter Harwood resigned as an Elder on 17 July 2022, Bruce Anderson resigned as an Elder on 30 June 2023 and Jerome Kalan resigned as an Elder on 16 July 2023. Andrew Wilmshurst was appointed as an Elder on 5 February 2023.

The Directors and the Elders are assisted by a team of paid employees and, in common with many churches, a large number of volunteers.

The day to day running of the charity is delegated by the Directors to the Core Team which meets weekly. The Directors agree the overall strategy and budgets, as recommended by the Core Team. Two of the Directors usually sit on the Core Team and are responsible for communicating any changes and representing the Directors' decisions.

Hope Church Orpington

Directors' Report

Statement of directors' responsibilities

The directors (who are also the directors of Hope Church Orpington for the purposes of company law) are responsible for preparing the directors' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The report and accounts have been prepared in accordance with the provisions in the Companies Act 2006 relating to small companies.

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

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards, comprising FRS 102 have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

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

The directors are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Small companies provision statement

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the directors of the charity on 7 September 2023 and signed on its behalf by:



Barry Palmer
Chairman and director

Hope Church Orpington

Independent Examiner's Report to the directors of Hope Church Orpington ('the Company')

I report to the charity directors (who are also Directors for the purpose of company law) on my examination of the accounts of the Hope Church Orpington ('the charitable company') for the year ended 31 December 2022 which comprise the Statement of Financial Activities, the Balance Sheet and related notes. 11 30

This report is made solely to the charity's directors, as a body, in accordance with section 145 of the Charities Act 2011. My work has been undertaken so that I might state to the charity's directors those matters I am required to state to them in this report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the charity and the charity's directors as a body, for my work, for this report, or for the opinions I have formed.

Responsibilities and basis of report

As the charity's directors of Hope Church Orpington 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 Hope Church Orpington 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.

An audit dispensation was granted by the Charity Commission on 06 January 2023 under Regulation 34(3)(b) of the Charities (Accounts and Reports) Regulations 2008.

An independent examination does not involve gathering all the evidence that would be required in an audit and consequently does not cover all the matters that an auditor considers in giving their opinion on the financial statements. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide. Consequently I express no opinion as to whether the financial statements present a 'true and fair' view and my report is limited to those specific matters set out in the independent examiner's statement.

Independent examiner's statement

Since Hope Church Orpington'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 ICAEW, 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 Hope Church Orpington 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

Hope Church Orpington

Independent Examiner's Report to the directors of Hope Church Orpington ('the Company')

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.



Tim Sullivan FCA
Field Sullivan Limited
9 Hare & Billet Road
Blackheath
SE3 0RB

Date: 18/9/23

Hope Church Orpington

Statement of Financial Activities for the Year Ended 31 December 2022
(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted £	Restricted £	Total 2022 £	Unrestricted £	Restricted £	Total 2021 £
Income and Endowments from:							
Donations and legacies		671,723	200,248	871,971	758,927	102,281	861,208
Charitable activities		22,095	-	22,095	32,971	384	33,355
Investment Income	5	13,716	-	13,716	958	-	958
Other Income		897,487	-	897,487	-	-	-
Total income		1,605,021	200,248	1,805,269	792,856	102,665	895,521
Expenditure on:							
Charitable activities		(905,624)	(145,425)	(1,051,049)	(860,082)	(132,146)	(992,228)
Total expenditure		(905,624)	(145,425)	(1,051,049)	(860,082)	(132,146)	(992,228)
Net movement in funds		699,397	54,823	754,220	(67,226)	(29,481)	(96,707)
Reconciliation of funds							
Total funds brought forward		1,092,377	25,497	1,117,874	1,159,603	54,978	1,214,581
Total funds carried forward	21	1,791,774	80,320	1,872,094	1,092,377	25,497	1,117,874

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2021 is shown in note 21.

The notes on pages 14 to 30 form an integral part of these financial statements.

Hope Church Orpington
(Registration number: 06738209)
Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	32,567	1,233,533
Current assets			
Stocks	14	16,834	11,061
Debtors	15	95,716	32,323
Cash at bank and in hand	16	<u>1,785,010</u>	<u>242,462</u>
		1,897,560	285,846
Creditors: Amounts falling due within one year	17	<u>(58,033)</u>	<u>(70,692)</u>
Net current assets		<u>1,839,527</u>	<u>215,154</u>
Total assets less current liabilities		1,872,094	1,448,687
Creditors: Amounts falling due after more than one year	18	<u>-</u>	<u>(330,813)</u>
Net assets		<u>1,872,094</u>	<u>1,117,874</u>
Funds of the charity:			
Restricted income funds			
Restricted funds		80,320	25,497
Unrestricted income funds			
Unrestricted funds		<u>1,791,774</u>	<u>1,092,377</u>
Total funds	21	<u>1,872,094</u>	<u>1,117,874</u>

For the financial year ending 31 December 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These financial statements have been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

The notes on pages 14 to 30 form an integral part of these financial statements.

Hope Church Orpington

(Registration number: 06738209)
Balance Sheet as at 31 December 2022

The financial statements on pages 11 to 30 were approved by the directors, and authorised for issue on 7 September 2023 and signed on their behalf by:

A handwritten signature in black ink, appearing to read 'Barry Palmer', written over a dotted line.

Barry Palmer
Chairman and director

The notes on pages 14 to 30 form an integral part of these financial statements.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Charity status

The charity is limited by guarantee, incorporated in England and Wales, and consequently does not have share capital. Each of the directors is liable to contribute an amount not exceeding £1 towards the assets of the charity in the event of liquidation.

The address of its registered office is:

Unit 8 The Walnuts
ORPINGTON
BR6 0TW

These financial statements were authorised for issue by the directors on 7 September 2023.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102) - Second edition October 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

Basis of preparation

Hope Church Orpington meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The directors consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

Judgements and key sources of estimation uncertainty

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

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

Income and endowments

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

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Deferred income

Deferred income represents amounts received for future periods and is released to incoming resources in the period for which, it has been received. Such income is only deferred when:

- The donor specifies that the grant or donation must only be used in future accounting periods; or
- The donor has imposed conditions which must be met before the charity has unconditional entitlement.

Gifts in kind

Gifts in kind are recognised in different ways dependent on how they are used by the charity:

- (i) Those donated for resale produce income when they are sold. They are valued at the amount actually realised.
- (ii) Those donated for onward transmission to beneficiaries are included in the Statement of Financial Activities as incoming resources and resources expended when they are distributed. They are valued at the amount the charity would have had to pay to acquire them.
- (iii) Those donated for use by the charity itself are included when receivable. They are valued at the amount the charity would have had to pay to acquire them.

Investment income

Interest is recognised once it has been declared and notification has been received of the interest due.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Grant provisions

Provisions for grants are made when the intention to make a grant has been communicated to the recipient but there is uncertainty about either the timing of the grant or the amount of grant payable.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £250.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Land and buildings	straight line basis over 50 years (buildings only)
Fixtures, fittings & equipment	straight line basis over 3 - 10 years depending on useful life
Improvements to short leasehold	over the term of the lease to the earliest break point

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the directors discretion in furtherance of the objectives of the charity.

Designated funds are unrestricted funds set aside for specific purposes at the discretion of the directors.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

3 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies;				
Appeals and donations	507,357	142,248	649,605	653,556
Gift aid reclaimed	81,039	-	81,039	93,865
Grants, including capital grants;				
Grants from other charities	3,000	58,000	61,000	30,000
Gifts in kind	80,327	-	80,327	83,787
	<u>671,723</u>	<u>200,248</u>	<u>871,971</u>	<u>861,208</u>

4 Income from charitable activities

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Church activities	18,802	18,802	8,298
Services provided under contract	-	-	20,000
Rental income	3,293	3,293	1,237
Other income	-	-	3,820
	<u>22,095</u>	<u>22,095</u>	<u>33,355</u>

5 Investment income

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Interest receivable and similar income;			
Interest receivable on bank deposits	13,716	13,716	958

6 Other income

	Unrestricted funds General £	Total 2022 £
Gains on sale of tangible fixed assets for charity's own use	897,487	897,487

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

7 Expenditure on charitable activities

	Note	Total 2022 £	Total 2021 £
Evangelism and community outreach		10,216	6,296
Children's and youth work		25,688	17,084
Church family activities		3,494	1,299
Training future leaders		29,080	19,143
Conferences and other training		1,754	1,305
Orpington premises and operating costs		71,364	60,681
Bromley premises and operating costs		44,259	36,046
West Wickham & Chislehurst premises and operating costs		21,808	7,328
Downham premises and operating costs		34,755	7,571
Other charitable expenditure		871	1,077
Ministerial and travel expenses		10,308	8,193
Depreciation, amortisation and other similar costs		62,294	77,513
Grants to individuals	9	34,838	48,242
Grants to institutions	9	146,187	113,717
Staff costs		396,113	441,163
Support costs	8	158,020	145,570
		<u>1,051,049</u>	<u>992,228</u>

In addition to the expenditure analysed above, there are also support costs of £158,020 (2021 - £145,570) which relate directly to charitable activities. See note 8 for further details.

8 Analysis of support costs

	Total 2022 £	Total 2021 £
Staff costs		
Wages and salaries	100,834	80,039
Social security costs	6,779	-
Administration expenses	25,339	40,303
Independent examination	5,200	4,050
Legal and professional	2,148	3,955
Bank interest payable	17,720	17,223
	<u>158,020</u>	<u>145,570</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

9 Grant-making

Analysis of grants

	Grants to institutions		Grants to individuals	
	2022	2021	2022	2021
	£	£	£	£
Analysis				
To individuals	-	-	34,838	48,242
To institutions	<u>146,187</u>	<u>113,717</u>	<u>-</u>	<u>-</u>
	<u>146,187</u>	<u>113,717</u>	<u>34,838</u>	<u>48,242</u>

Below are details of material grants made to institutions

Name of institution	Activity	2022 £	2021 £
Regions Beyond	Church activities	25,200	25,200
London City Mission	Church activities	-	8,750
Hope for Tomorrow Global	Church activities	-	6,000
Lesotho Church	Church activities	2,900	3,000
Transform Bromley Borough Food Partnership	Food distribution	50,757	70,453
Other grants of less than £1,000	Church activities	1,551	314
Bridge School	Church activities	3,200	-
Ukraine Support	Church activities	54,419	-
Various organisations	Church activities	<u>8,160</u>	<u>-</u>
		<u>146,187</u>	<u>113,717</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

10 Directors remuneration and expenses

During the year the charity made the following transactions with directors:

Anthony Hall received remuneration of £55,295 (2021: £52,520) plus pension contributions of £5,410 (2021: £5,252) and his wife, Tina Hall, received remuneration of £12,587 (2021: £11,517) plus pension contributions of £1,187 (2021: £1,152). Gary Carvosso received remuneration of £17,125 (2021: £16,160) plus pension contributions of £1,616 (2021: £1,664). During the year Molly Carvosso, daughter of Gary Carvosso, received £10,667 (2021: £3,616) plus pension contributions of £106 (2021: £nil) in connection with her employment as media assistant with the charity. Their remuneration was in accordance with the provisions of the governing document.

Three directors and two persons related to them incurred expenses totaling £39,699 (2021: £2,316) in connection with their duties as employees or volunteers rather than as directors and one of them received £1,200 (2021: £200) to cover expenses accommodating an intern working at the church. The significant increase from previous year is due to £34,767 being reimbursed for Ukraine aid expenditure in current year.

Donations received from the directors and persons connected to them for the year totalled £90,476 (2021: £81,301).

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

11 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	430,000	448,855
Social security costs	35,654	36,467
Pension costs	38,072	35,880
	<u>503,726</u>	<u>521,202</u>

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Ministerial	14	13
Support	4	5
	<u>18</u>	<u>18</u>

14 (2021 - 13) of the above employees participated in the Defined Contribution Pension Schemes.

The number of employees whose emoluments fell within the following bands was:

	2022 No
£60,001 - £70,000	<u>1</u>

The total employee benefits of the key management personnel of the charity were £182,713 (2021 - £173,209).

The Hope Team Leader, as the highest paid member of staff, received benefits totalling £60,704 (2021 - £57,772).

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

13 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Improvements to short leasehold £	Total £
Cost				
At 1 January 2022	1,359,421	178,177	176,338	1,713,936
Additions	-	10,727	8,459	19,186
Disposals	<u>(1,359,421)</u>	<u>(31,199)</u>	<u>-</u>	<u>(1,390,620)</u>
At 31 December 2022	<u>-</u>	<u>157,705</u>	<u>184,797</u>	<u>342,502</u>
Depreciation				
At 1 January 2022	208,795	157,390	114,219	480,404
Charge for the year	-	12,685	49,609	62,294
Eliminated on disposals	<u>(208,795)</u>	<u>(23,968)</u>	<u>-</u>	<u>(232,763)</u>
At 31 December 2022	<u>-</u>	<u>146,107</u>	<u>163,828</u>	<u>309,935</u>
Net book value				
At 31 December 2022	<u>-</u>	<u>11,598</u>	<u>20,969</u>	<u>32,567</u>
At 31 December 2021	<u>1,150,626</u>	<u>20,787</u>	<u>62,119</u>	<u>1,233,532</u>

Included within the net book value of land and buildings above is £Nil (2021 - £1,150,626) in respect of freehold land and buildings and £20,969 (2021 - £62,119) in respect of leaseholds.

14 Stock

	2022 £	2021 £
Stocks	<u>16,834</u>	<u>11,061</u>

15 Debtors

	2022 £	2021 £
Trade debtors	52,446	-
Prepayments	14,635	12,849
Other debtors	<u>28,635</u>	<u>19,474</u>
	<u>95,716</u>	<u>32,323</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

16 Cash and cash equivalents

	2022 £	2021 £
Cash on hand	406	-
Cash at bank	<u>1,784,604</u>	<u>242,462</u>
	<u>1,785,010</u>	<u>242,462</u>

17 Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans	-	26,549
Other taxation and social security	15,937	11,631
Other creditors	2,584	-
Accruals	38,724	32,512
Deferred Income	<u>788</u>	<u>-</u>
	<u>58,033</u>	<u>70,692</u>

18 Creditors: amounts falling due after one year

	2022 £	2021 £
Bank loans	<u>-</u>	<u>330,813</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

19 Obligations under leases and hire purchase contracts

Operating lease commitments

Total future minimum lease payments under non-cancellable operating leases are as follows:

	2022 £	2021 £
Land and buildings		
Within one year	10,000	10,000
Between one and five years	<u>7,500</u>	<u>17,500</u>
	<u>17,500</u>	<u>27,500</u>
Other		
Within one year	<u>-</u>	<u>2,658</u>

20 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £38,072 (2021 - £35,880).

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

21 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Unrestricted funds						
<i>General</i>						
General Funds	985,436	707,534	(877,328)	(50,000)	897,487	1,663,129
<i>Designated</i>						
New congregations	18,684	-	(17,721)	-	-	963
Repair and maintenance fund	50,000	-	-	50,000	-	100,000
Christ Central Church, Penge	9,000	-	(9,000)	-	-	-
Social action fund	13,652	-	-	-	-	13,652
Central funds and infrastructure team	1,154	-	(577)	-	-	577
Hardship fund	1,087	-	(398)	-	-	689
Food distribution fund	5,223	-	-	-	-	5,223
Micro mission fund	8,141	-	(600)	-	-	7,541
	<u>106,941</u>	<u>-</u>	<u>(28,296)</u>	<u>50,000</u>	<u>-</u>	<u>128,645</u>
Total unrestricted funds	<u>1,092,377</u>	<u>707,534</u>	<u>(905,624)</u>	<u>-</u>	<u>897,487</u>	<u>1,791,774</u>
Restricted funds						
Special offering and collections	726	1,538	(2,089)	-	-	175
Overseas aid	-	1,500	(1,500)	-	-	-
Micro Mission	251	60	(149)	-	-	162
West Wickham	154	-	-	-	-	154
Baby Basics	12,570	31,536	(23,003)	-	-	21,103
Hardship fund	2,774	12,257	(12,590)	-	-	2,441
Food distribution fund	9,022	63,717	(51,639)	-	-	21,100
Ukraine fund	-	89,640	(54,455)	-	-	35,185
	<u>25,497</u>	<u>200,248</u>	<u>(145,425)</u>	<u>-</u>	<u>-</u>	<u>80,320</u>
Total funds	<u>1,117,874</u>	<u>907,782</u>	<u>(1,051,049)</u>	<u>-</u>	<u>897,487</u>	<u>1,872,094</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Balance at 31 December 2021 £
Unrestricted funds				
<i>General</i>				
General Funds	986,700	783,856	(785,120)	985,436
<i>Designated</i>				
New congregations	38,000	-	(19,316)	18,684
Repair and maintenance fund	50,000	-	-	50,000
Christ Central Church, Penge	-	9,000	-	9,000
Social action fund	13,652	-	-	13,652
Central funds and infrastructure team	44,000	-	(42,846)	1,154
Hardship fund	1,387	-	(300)	1,087
Food distribution fund	17,223	-	(12,000)	5,223
Micro mission fund	8,641	-	(500)	8,141
	<u>172,903</u>	<u>9,000</u>	<u>(74,962)</u>	<u>106,941</u>
Total unrestricted funds	<u>1,159,603</u>	<u>792,856</u>	<u>(860,082)</u>	<u>1,092,377</u>
Restricted funds				
Special offering and collections	376	2,736	(2,386)	726
Overseas aid	50	1,500	(1,550)	-
Micro Mission	-	1,250	(999)	251
West Wickham	154	-	-	154
Baby Basics	9,622	36,230	(33,282)	12,570
Hardship fund	3,317	3,960	(4,503)	2,774
Food distribution fund	41,459	56,989	(89,426)	9,022
	<u>54,978</u>	<u>102,665</u>	<u>(132,146)</u>	<u>25,497</u>
Total funds	<u>1,214,581</u>	<u>895,521</u>	<u>(992,228)</u>	<u>1,117,874</u>

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

Designated funds:

New Congregations - money set aside to establish new congregations.

Repair and maintenance fund - transfers have been made to this fund to facilitate repair of the spire at St Luke's Church Bromley Common. In accordance with a lease dated 23 December 2014 the charity is to repair and restore the spire within 5 years of the date of the lease. The spire repair was not carried out within 5 years of the date of the lease due to lengthy negotiations with the Diocese Rochester and the Covid pandemic. The repairs expected cost was initially estimated to be between £40,000 and £50,000, but a more recent estimation shows a more realistic cost of £100,000. As a result of this, an additional £50,000 was transferred from the general fund.

Christ Central Church, Penge - are funds for mentoring services.

Social action fund - a gift was received towards the social action of the church. It has since been clarified with the donor that the funds can be used at the discretion of the directors who have agreed it will be used as far as possible for social action and therefore the income has been treated as designated.

Central funds and infrastructure team - money set aside to facilitate the work of the infrastructure team.

Hardship fund - a fund to provide help for those facing financial hardship.

Food distribution fund - funds set aside to assist the work of the Transform Bromley Borough Food Partnership initiative.

Micro mission fund - funds set aside to facilitate smaller evangelistic ventures and initiatives.

Restricted funds:

Special offerings and collections - receives monies from special offerings or gifts received for a restricted purpose which do not form part of another restricted fund. The transfer out of restricted funds reflects restricted income fully expended on assets for ongoing use for unrestricted purposes.

Overseas aid - this fund represents monies raised specifically for relief of poverty in overseas countries.

Micro Mission - funds received to facilitate smaller evangelistic ventures and initiatives.

West Wickham - this fund receives income restricted for use in meeting expenses of the West Wickham congregation.

Baby Basics - this fund receives income restricted for use in providing essential equipment, clothing and toiletries for women and families in extreme need.

Hardship fund - this fund receives gifts for helping those facing financial difficulties.

Food distribution fund - this fund receives income to facilitate the activities of the Transform Bromley Food Partnership initiative.

Hope Church Orpington

Notes to the Financial Statements for the Year Ended 31 December 2022

22 Analysis of net assets between funds

	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2022 £
Tangible fixed assets	32,567	-	32,567
Current assets	1,817,240	80,320	1,897,560
Current liabilities	(58,033)	-	(58,033)
Total net assets	<u>1,791,774</u>	<u>80,320</u>	<u>1,872,094</u>
	Unrestricted funds General £	Restricted funds £	Total funds at 31 December 2021 £
Tangible fixed assets	1,233,533	-	1,233,533
Current assets	260,349	25,497	285,846
Current liabilities	(70,692)	-	(70,692)
Creditors over 1 year	(330,813)	-	(330,813)
Total net assets	<u>1,092,377</u>	<u>25,497</u>	<u>1,117,874</u>

Accounts

Charity registration number 1126718

Company registration number 6738209 (England and Wales)

HOPE CHURCH ORPINGTON
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021

HOPE CHURCH ORPINGTON

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Tony Hall Barry Palmer Matthew Bulpitt Olayemi Shyllon Gary Carvosso Ruth Marchant Sarah Palmer Ifey Njoku Esau Maponda Cassandra Chiwaridzo	 (Appointed 24 June 2021) (Appointed 1 September 2021) (Appointed 1 September 2021) (Appointed 25 November 2021)
Secretary	Barry Palmer	
Charity number	1126718	
Company number	6738209	
Principal address	Unit 8 The Walnuts Centre Orpington BR6 0TW	
Registered office	The Goodmead Centre 36 Chislehurst Road Orpington Kent BR6 0DG	
Independent examiner	Nigel Hewson FCA DChA Hewsons Chartered Accountants 80 Woodhurst Avenue Orpington Kent BR5 1AT	
Bankers	Metro Bank 72-76 High Street Bromley BR1 1EG	

HOPE CHURCH ORPINGTON

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HOPE CHURCH ORPINGTON

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2021

The Directors present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects of the charity are the advancement of the Christian faith and the relief of hardship. There have been no changes in the charitable objects of the church during the year. In furtherance of these objects the charity operates congregations in six locations in the local area offering a range of activities and pastoral support to both church members and the wider community.

When considering the aims and objectives in general and those that were to apply for the year, the Elders and the other Directors have considered the Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. During this year particular attention has been paid to the Government regulations and best practice surrounding the Covid-19 pandemic that has hampered activities during the year. As with many other churches we have had to adapt and change our activities at various times during the year to meet our obligations to staff, members and to the wider society.

Values statement

The church has a detailed values statement which can be summarised as follows:

We are an evangelical church being built upon apostolic and prophetic foundations to display and express the love and grace of God to the community around us committed to worship, prayer, evangelism, discipleship and building friendships that endorse family life where everyone can feel secure enough to grow.

Practices Adopted

- The holding of regular Sunday and weekday services and meetings open to all. The worship of God, the preaching of His Word, the baptism of believers and the regular holding of Communion. Physical meetings resumed in April 2021 as the Covid-19 lockdown was eased. The central on-line service was later stopped but an inter-active live recording was maintained at one of the congregations for those who felt uncomfortable attending a physical meeting.

- A wide range of evangelistic activities, both inside the church building and outside in the community returned to a physical setting rather than online. However, the exception was the Food HUB project which utilised one of our buildings as a food warehouse servicing foodbanks in the Borough of Bromley and was able to carry on throughout the year.

- The provision of facilities and support for the local community had to be limited or not take place for most of the year e.g. parent and toddler resources, single parent resources, support and advice for families with children.

- The teaching and training of both full time staff and lay members.

- The resourcing and empowering (including the provision of personnel and finance) of other churches and of Christian work and ministries both in the UK and overseas.

These practices plus many other activities resulting from our aims and Vision Statement have continued throughout the year, with many members being involved in various types of mission work of one kind or another but subject to social distancing and travel restrictions. The use of social media to make contact has become part of the way the church does mission.

In addition it is our policy to alleviate distress and provide care when appropriate.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Hope Church and the Local Community

Hope Church Orpington is a member of the Churches Together in Orpington, Bromley Common, West Wickham and regularly participates in church forums in Downham. We are also part of Transform Bromley Borough and actively participate in joint initiatives. Through our contacts and direct referrals we have been able to use funds that have been set aside to alleviate hardship caused by the Covid-19 pandemic and also to offer support and help from our staff and church members.

Part of the church's value statement is to "express the love and grace of God to the community". The Church recognises the need to serve the local community and is involved in many initiatives to achieve this; some examples were as follows:

- Parents & Toddlers - two groups that meet every week during term time in two of the church buildings and provide a service for parents with their young children.
- Pop In - two groups that meet every week in two of the church buildings and provide a service for the older generation from the community.
- Baby Basics – in conjunction with the Met Police Sexual Exploitation Unit, The Family Nurse Partnership, Local Bromley Young Persons, midwives and health visitors, provide essential supplies and help for vulnerable women including teenage mums, asylum seekers and domestic violence sufferers.
- Youth Work - the youth work team also hold youth meetings and activities for teenagers and young people from the church and the local community. This is held centrally on a Friday night at St Luke's church for all our congregations. In addition, we hold a number of targeted events and teachings based within our local congregations.
- Single Parents - a single parents meeting is held in the church regularly, helping with life skills, dietary training and providing help and support with Social Services and the local courts.
- Citizens Advice Bureau - the Orpington building is made available to the activities of CAB helping the local community with legal, social and general advice.
- Schools Work - local schools are invited to visit the church as part of their religious education and training and during the year we have launched a lunch club in a local primary school.
- Street Pastors - in conjunction with other local churches we support the street pastors in Orpington and Bromley Town Centres helping the local police and community.
- Marriage Preparation and Support - an opportunity for couples planning to get married to get training as well as life skills for building strong marriages offered on demand.
- Work with women exiting domestic violent relationships – support group with practical help.
- Working in partnership with the Women in Prisons Support Group.
- Teaching English as a second language launched online for families in the local area and further afield.

The church operates out of six locations within the London Boroughs of Bromley and Lewisham, the latest starting in Bromley North in October 2021.

In October 2021 the Orpington congregation took over 3 units in the Orpington Walnuts Centre with approximately 23,000 sq ft of space. This is seen as a major ministry opportunity and puts the Orpington congregation at the heart of the local community and ready to serve. The units are able to facilitate a Community use and meeting HUB, a meeting place for the Orpington congregation which can hold large events together with an administration block.

The food distribution warehouse, servicing the TBB food project was able to re-locate to the Hope Centre in the Walnuts.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Achievements and performance

Given that the objects of the church are to advance the Christian Faith and relieve hardship the Directors are pleased with what has been achieved during the year under review. There has been continued expansion of the work of the church in spreading the Christian faith through the six congregations now in operation. Various courses have been run to encourage Christians in their faith, and to give opportunity to those wishing to explore the Christian faith. The Alpha course was run several times online, and the Vision and Values course was run frequently for new members to the church.

In addition, grants totalling £91,506 have been made to various organisations and individuals which are advancing the Christian faith or seeking to relieve hardship including individuals involved in those activities or to individuals who are facing hardship. (This does not include food distributed in kind from the Food Hub)

Financial review

The church's principal source of income is from voluntary donations. Reviewing our financial position for 2021:

We gave away 11% of our income from church activities and ended the year with a deficit of £67,226 (2020 surplus £144,823) on unrestricted funds (including designated funds).

Gifts to external organisations and individuals are considered by the Elders and approved by the Directors on the basis of need and fulfilment of the Charitable objectives. There is no upper or lower limit of support.

The reserves policy of the charity is to maintain the reserve of a minimum of two months' to a maximum of twelve months' expenditure, which would cover the employment needs for approximately 3 months and act as operating capital. Two month's unrestricted fund expenditure amounted to approximately £143,500 and unrestricted reserves on general fund, excluding designated funds, held as net current assets amounted to approximately £82,716. The directors continue to look for ways in which reserves may be strengthened although it would be possible to draw on designated fund balances if the need arose (see below).

The Directors have set aside designated funds from general funds for various purposes. The amounts set aside at the end of the year were £106,941.

Reserves which were restricted and not available for general purposes of the charity amounted to £25,497. Details of the purpose for which these funds were held are detailed in note 20 to the accounts.

A significant event after the end of the reporting period is the sale of the Goodmead Centre, 36 Chislehurst Road, Orpington BR6 0DG for £2.1m. Contracts were exchanged on the 24 August 2022 with a scheduled completion date of 10 November 2022. This freehold property is included in land and buildings in the financial statements at the year end with a net book value of £1,150,626. There is a long term bank loan associated with the property.

Impact of coronavirus (COVID19) pandemic

The impact of COVID-19 in 2020 and into 2021 with the lockdowns by the United Kingdom Government caused a huge impact on all aspects of life in the United Kingdom. Hope Church Orpington was not spared as it affected all aspects of church life and activities. However, the church managed to reach out to the community and its members with an online service and the church buildings in Orpington continued as a hub for food distribution in the area storing and distributing frozen, chilled, fresh, canned and dried food goods to various food banks and churches for wider distribution to the needy in the Borough. The Church took a cautious approach to returning to physical meetings which took place in the autumn.

Reference and administrative information is provided on the page following the cover sheet.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

The Elders are responsible for monitoring risks and a Risk Register is in place which is reviewed at both Elders and Directors meetings at least annually. All major insurable risks are subject to normal church and employers' insurance. The Elders and Directors of Hope Church Orpington believe that the most acute risks facing the organisation lie in the area of health and safety: either risks in the way that we use our buildings or risks because a building's fabric is old and not up to modern standards.

We have been doing and are continuing to do a significant amount of work in these areas by implementing a programme of repairs to our buildings, communication with staff, volunteers and church attendees, fire drills and liaison with third parties regarding security. With respect to church finances, we recognise that the church is always dependent on the continued generosity of church members and members of the public in support of the charity. Income (excluding food donated in kind) decreased by 8% during the year. The Directors are constantly monitoring cash flow and forward budget to ensure that the church can meet all its liabilities as they fall due. We do have a loan from Metro Bank which we used to purchase the Orpington Goodmead Centre. We see the loan as relatively low risk from the Bank's perspective as it is 50% underwritten by guarantors from the church.

Plans for the future

During 2022 we will seek to remain flexible in the delivering of ministry and meeting the physical needs of the people of the Borough of Bromley and through our wider work with Regions Beyond into the UK and abroad. We will achieve this by:

- Continuing to seek opportunities to be in the High Streets and other places of prominence where we can better serve our communities.
- Continuing to invest in and coordinating a pan church response to the increase in poverty arising from increase in the cost of living by continuing to manage and grow the food HUB project in collaboration with TBB and the London Borough of Bromley.
- Working with the London City Mission at our Downham Congregation to redevelop the site where the church meets to create a community HUB and worship centre within the next 12 months and allow for the expansion of community mission and congregational growth in 3 to 4 years time.
- Increasing the number of partners who use the new Walnuts Centre facilities to reach more of the community and provide more outreach opportunities.

Structure, governance and management

The charity is a company limited by guarantee.

The Directors who served during the year were:

Tony Hall

Barry Palmer

Matthew Bulpitt

Olayemi Shyllon

Gary Carvosso

Ruth Marchant

Sarah Palmer

(Appointed 24 June 2021)

Ifey Njoku

(Appointed 1 September 2021)

Esau Maponda

(Appointed 1 September 2021)

Cassandra Chiwaridzo

(Appointed 25 November 2021)

Directors are appointed and removed by a majority of Elders. Elders are appointed by existing Elders.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

Organisation and staffing of Hope Church - Hope Church Orpington is an orthodox, evangelical Protestant Christian church. The church is currently governed by fifteen Elders headed by a lead Elder who is employed by the Church. In total six of the Elders are employed by the Church. Two are full time and four are part time. There are also employed seven further full time staff, five part time members of staff.

A significant number of volunteer members of the church lead, sustain and develop ministries and activities of the church. Their contribution is vital to the success of the charity.

Staffing needs are kept under regular review by the Elders and other Directors. The Elders, Directors and staff are all committed members of the church, and support the vision and values of the church. Hope Church has a structured approach to staff induction, supervision and annual review. Each employee has a written job description that reflects the scope of the role and responsibility they undertake. Their line manager is responsible for coordinating a planned induction at the beginning of their employment. Regular supervision, usually monthly, is given to all employees and interns.

Salaries for staff are set annually by the salary subcommittee. They make recommendations based on performance during the year, any significant changes in responsibilities and RPI.

The oversight of the church is the responsibility of a team of fifteen Elders (Tony Hall - lead Elder, Gary Carvosso, David Jackson, Julian Sanders, Matt Lofthouse, Kennedy Mark, Mike Garforth, Colin Potter, Bruce Anderson, Peter Heath, Jerome Kalan, Darren Upton, Gideon Bodi, Mathew Bulpitt and Olayemi Shyllon), assisted by the other Directors, particularly in the administrative and regulatory oversight of the church. Trevor Payne resigned as an Elder on 1 January 2022 and Peter Harwood resigned as an Elder on 17 July 2022.

The Directors and the Elders are assisted by a team of paid employees and, in common with many churches, a large number of volunteers.

The day to day running of the charity is delegated by the Directors to the Core Team which meets weekly. The Directors agree the overall strategy and budgets, as recommended by the Core team. Two of the Directors usually sit on the Core team and are responsible for communicating any changes and representing the Directors' decisions.

New Directors are given induction training provided by the Chair of Directors. They receive recent minutes, the latest report and accounts, the governing document and the guidance produced by Stewardship on being a Director/Trustee. Directors are encouraged to attend training and are informed of relevant opportunities.

Hope Church Orpington is part of the Regions Beyond movement and a member of the Evangelical Alliance. Neither of these bodies has control over the operation of the church or its financial affairs.

Barry Palmer

Director

Dated: 8 September 2022

HOPE CHURCH ORPINGTON

STATEMENT OF DIRECTORS' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2021

The directors, who also act as trustees for the charitable activities of Hope Church Orpington, are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the Directors are required to:

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

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

HOPE CHURCH ORPINGTON

INDEPENDENT EXAMINER'S REPORT

TO THE DIRECTORS OF HOPE CHURCH ORPINGTON

I report to the Directors on my examination of the financial statements of Hope Church Orpington (the charity) for the year ended 31 December 2021.

Responsibilities and basis of report

As the Directors of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England & Wales, 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Nigel Hewson FCA DChA

Hewsons
Chartered Accountants
80 Woodhurst Avenue
Orpington
Kent
BR5 1AT

Dated: 9 September 2022

HOPE CHURCH ORPINGTON

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
	Notes						
Income from:							
Donations and legacies	3	758,927	102,281	861,208	777,867	154,678	932,545
Charitable activities	4	32,971	384	33,355	12,852	-	12,852
Investments	5	958	-	958	505	-	505
Total income		<u>792,856</u>	<u>102,665</u>	<u>895,521</u>	<u>791,224</u>	<u>154,678</u>	<u>945,902</u>
Expenditure on:							
Charitable activities	6	<u>860,082</u>	<u>132,146</u>	<u>992,228</u>	<u>646,401</u>	<u>111,419</u>	<u>757,820</u>
Net (expenditure)/income for the year/ Net movement in funds		(67,226)	(29,481)	(96,707)	144,823	43,259	188,082
Fund balances at 1 January 2021		<u>1,159,603</u>	<u>54,978</u>	<u>1,214,581</u>	<u>1,014,780</u>	<u>11,719</u>	<u>1,026,499</u>
Fund balances at 31 December 2021		<u><u>1,092,377</u></u>	<u><u>25,497</u></u>	<u><u>1,117,874</u></u>	<u><u>1,159,603</u></u>	<u><u>54,978</u></u>	<u><u>1,214,581</u></u>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

HOPE CHURCH ORPINGTON

BALANCE SHEET

AS AT 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Fixed assets					
Tangible assets	12		1,233,533		1,236,360
Current assets					
Stocks	14	11,061		6,660	
Debtors	15	32,323		25,699	
Cash at bank and in hand		242,462		354,675	
		285,846		387,034	
Creditors: amounts falling due within one year	16	(70,692)		(51,452)	
Net current assets			215,154		335,582
Total assets less current liabilities			1,448,687		1,571,942
Creditors: amounts falling due after more than one year	17		(330,813)		(357,361)
Net assets			1,117,874		1,214,581
Income funds					
Restricted funds	20		25,497		54,978
<u>Unrestricted funds</u>					
Designated funds	21	106,941		172,903	
General unrestricted funds		985,436		986,700	
			1,092,377		1,159,603
			1,117,874		1,214,581

HOPE CHURCH ORPINGTON

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2021

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021.

The Directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Directors on 8 September 2022

Barry Palmer
Director

Company Registration No. 6738209

HOPE CHURCH ORPINGTON

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	2021 £	£	2020 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	25		(13,040)		232,157
Investing activities					
Purchase of tangible fixed assets		(74,686)		(13,974)	
Investment income received		958		505	
Net cash used in investing activities			(73,728)		(13,469)
Financing activities					
Repayment of bank loans		(25,445)		(24,122)	
Net cash used in financing activities			(25,445)		(24,122)
Net (decrease)/increase in cash and cash equivalents			(112,213)		194,566
Cash and cash equivalents at beginning of year			354,675		160,109
Cash and cash equivalents at end of year			242,462		354,675

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

Hope Church Orpington is a private company limited by guarantee incorporated in England and Wales. The registered office is The Goodmead Centre, 36 Chislehurst Road, Orpington, Kent, BR6 0DG.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note..

1.2 Going concern

The Directors have considered the day to day cash flow requirements of the charity and have a reasonable expectation that the charity has adequate resources to continue in operational existence for at least a further 12 months. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements. This assessment is undertaken in light of the recent developments arising from the coronavirus (COVID 19) pandemic. The charity has not seen a significant reduction in voluntary income since lockdown measures were imposed in the UK and the directors believe that finances will not be significantly impacted by the pandemic.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Directors in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Designated funds comprise funds which have been set aside at the discretion of the Directors for specific purposes. The purposes and uses of the designated funds are set out in the notes to the accounts.

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

1.4 Income recognition

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

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

Goods donated for distribution are valued at estimated cost to the charity were it to purchase those goods itself and are included in income when received and in grants payable when distributed. Where impractical to measure the value of donated goods on receipt they are included in income when distributed.

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

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised in these accounts. More information about the contribution of volunteers is provided in the directors' report.

1.5 Expenditure recognition

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grants and donations payable are taken into account at the earlier of when they are paid or become legally enforceable.

Other than the normal commitments under contracts of employment there are no contractual or constructive obligations to future expenditure at the balance sheet date. Where the directors have authorised expenditure which is not yet legally enforceable or has become a constructive obligation, amounts are set aside into funds designated for the purpose.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.. The cost of assets transferred from Hope Church Orpington trust is the market value on the date of transfer. Assets costing less than £250 are written off as an expense in the year in which the expenditure is incurred. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	straight line basis over 50 years (buildings only)
Improvements to short leasehold	over the term of the lease to the earliest break point
Fixtures, fittings & equipment	straight line basis over 3 - 10 years depending on useful life

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

1.7 Impairment of fixed assets

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

1.8 Stocks

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

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

1.9 Cash and cash equivalents

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

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

(Continued)

1.10 Financial instruments

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2021 £	2021 £	2021 £	2020 £	2020 £	2020 £
Donations and gifts	728,927	18,494	747,421	747,867	25,113	772,980
Grants receivable	30,000	-	30,000	30,000	68,560	98,560
Donated goods and services	-	83,787	83,787	-	61,005	61,005
	<u>758,927</u>	<u>102,281</u>	<u>861,208</u>	<u>777,867</u>	<u>154,678</u>	<u>932,545</u>

Of the donated goods and services referred to above £48,331 (2020: £49,776) relates to the activities of the initiative operating under the name of the Transform Bromley Borough Food Partnership. More detailed information is provided at note 7. The balance of the donated goods relate to Baby Basics which is a general church initiative providing essential equipment, clothing and toiletries for women and families in extreme need.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

4 Charitable activities

	2021 £	2020 £
Church activities and events	8,298	1,848
Services provided under contract	20,000	-
Charitable rental income	1,237	560
Other income	3,820	10,444
	<u>33,355</u>	<u>12,852</u>
Analysis by fund		
Unrestricted funds	32,971	12,852
Restricted funds	384	-
	<u>33,355</u>	<u>12,852</u>

5 Investments

	Unrestricted funds 2021 £	Unrestricted funds 2020 £
Interest receivable	<u>958</u>	<u>505</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

6 Charitable activities

	Church activities £	Food distribution £	Total 2021 £	Total 2020 £
Staff costs	429,163	12,000	441,163	326,086
Depreciation and impairment	77,513	-	77,513	44,764
Orpington premises and operating costs	47,681	13,000	60,681	35,552
Bromley premises and operating costs	36,046	-	36,046	25,721
West Wickham & Chislehurst premises and operating costs	7,328	-	7,328	7,922
Downham premises and operating costs	7,571	-	7,571	8,854
Evangelism and community outreach	4,545	1,751	6,296	13,170
Children's and youth work	17,084	-	17,084	3,792
Church family activities	1,299	-	1,299	5,787
Training future leaders	19,143	-	19,143	5,551
Conferences and other training	1,305	-	1,305	4,000
Ministerial and travel expenses	8,193	-	8,193	8,001
Other charitable expenditure	1,077	-	1,077	563
	<u>657,948</u>	<u>26,751</u>	<u>684,699</u>	<u>489,763</u>
Grant funding of activities (see note 8)	91,506	70,453	161,959	141,182
Share of support costs (see note 9)	137,565	-	137,565	123,722
Share of governance costs (see note 9)	8,005	-	8,005	3,153
	<u>895,024</u>	<u>97,204</u>	<u>992,228</u>	<u>757,820</u>
Analysis by fund				
Unrestricted funds	848,082	12,000	860,082	646,401
Restricted funds	46,942	85,204	132,146	111,419
	<u>895,024</u>	<u>97,204</u>	<u>992,228</u>	<u>757,820</u>

Congregations meet in Orpington, Bromley Common, West Wickham, Downham, Chislehurst and Bromley North. The premises and operating costs referred to above reflect the costs of facilitating meetings in each of these locations.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

7 Description of charitable activities

Church activities

Church activities includes all expenditure directly related to the activities of the congregations meeting in Orpington, Bromley Common, West Wickham, Downham, Chislehurst and Bromley North.

Food distribution:

The figures reported relate to an initiative organised by churches in Bromley Borough, listed below, of which Hope Church Orpington is the lead church and provides warehouse space at their Orpington premises. The initiative operates under the name of Transform Bromley Borough Food Partnership (TBBFP). All the income of the initiative has been reported in these accounts and food distributed from the Orpington hub to food banks and other food distribution efforts by participating churches has been included as grants to institutions.

The majority of food received by TBBFP is from the Fareshare initiative with a very short shelf life and has been valued at 27p per kilo (2020: 26p per kilo) and included in income under the heading donated goods and services. Food purchased is included at cost. Food distributed and included in grants to organisations has been valued at cost or estimated market value in the same way as described for income. Due to the short life of the food no stock was held at the distribution centre at the year end as it is received and dispatched to food banks on the same day.

The participating churches and associated groups who have received food from the initiative are:

Hope Church Orpington
Bromley Christian Centre
Christ Church Anerley
Citygate Beckenham
Whitefoot & Downham Food Plus
Brook Lane Community Church
Hayes Community Food Bank
Living Well, Bromley
St Edwards Mottingham
Unity Church Community Fridge
Christchurch Orpington
St Nicholas Community Larder, Orpington

Jubilee Church Bromley is involved in supporting the initiative but did not receive donated food.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

8 Grants payable

	Church activities £	Food distribution £	Total £	2020 £
Grants to institutions:				
Regions Beyond	25,200	-	25,200	38,718
London City Mission	8,750	-	8,750	10,500
Hope for Tomorrow Global	6,000	-	6,000	-
Lesotho Church	3,000	-	3,000	-
Transform Bromley Borough Food Partnership	-	70,453	70,453	65,543
Rio Vivo Church Brazil	-	-	-	2,177
Other grants of less than £1,000	-	-	-	710
Other	314	-	314	-
	<u>43,264</u>	<u>70,453</u>	<u>113,717</u>	<u>117,648</u>
Grants to individuals	<u>48,242</u>	<u>-</u>	<u>48,242</u>	<u>23,534</u>
	<u>91,506</u>	<u>70,453</u>	<u>161,959</u>	<u>141,182</u>

Grants categorised above as Transform Bromley Borough Food Partnership represent food and equipment distributed by Hope Church to members of the Transform Bromley Borough Food Partnership initiative. Hope Church Orpington acted as lead church in the initiative offering warehouse facilities and coordinating distribution to the other organisations. The organisations participating in the initiative are listed in note 7.

9 Support costs

	Support costs £	Governance costs £	2021 Support costs £	Governance costs £	2020 £
Staff costs	80,039	-	80,039	69,043	69,043
Administration expenses	40,303	-	40,303	36,124	36,124
Interest & bank charges	17,223	-	17,223	18,555	18,555
Accountancy	-	4,050	4,050	-	2,640
Legal and professional	-	3,955	3,955	-	513
	<u>137,565</u>	<u>8,005</u>	<u>145,570</u>	<u>123,722</u>	<u>126,875</u>

Accountancy costs include fees payable to the independent examiner of £2,650 (2020: £2,500) for fees in connection with their report and £1,400 (2020: £1,400 less an over provision of £1,260) for other services.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

10 Directors

The following Directors received remuneration in accordance with the provisions of the governing document: Tony Hall received remuneration of £52,520 (2020: £50,667) plus pension contributions of £5,252 (2020: £5,067) and his wife, Tina Hall, received remuneration of £11,517 (2020: £11,200) plus pension contributions of £1,152 (2020: £1,120). Gary Carvosso received remuneration of £16,160 (2020: £15,733) plus pension contributions of £1,616 (2020: £1,573). During the year Molly Carvosso, daughter of Gary Carvosso, received £3,616 in connection with her employment as media assistance with the charity.

None of the other Directors (or any persons connected with them) received any remuneration during the year, but two of them incurred expenses of £2,316 (2020: £1,909) in connection with their duties as employees or volunteers rather than as directors and one of them received £200 (2020: £800) to cover expenses accommodating an intern working at the church.

Donations received from the directors and persons connected to them for the year totalled £81,301 (2020: £75,334).

11 Employees

Number of employees

The average monthly headcount during the year was:

	2021 Number	2020 Number
Ministerial staff	13	11
Support staff	5	4
	<u>18</u>	<u>15</u>

Employment costs

	2021 £	2020 £
Wages and salaries	448,855	341,781
Social security costs	36,467	26,550
Other pension costs	35,880	26,798
	<u>521,202</u>	<u>395,129</u>

There were no employees whose annual remuneration was £60,000 or more.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

12 Tangible fixed assets

	Land and buildings	Improvements to short leasehold	Fixtures, fittings & equipment	Total
	£	£	£	£
Cost				
At 1 January 2021	1,359,421	115,006	166,403	1,640,830
Additions	-	61,332	13,354	74,686
Disposals	-	-	(1,579)	(1,579)
At 31 December 2021	1,359,421	176,338	178,178	1,713,937
Depreciation and impairment				
At 1 January 2021	190,597	67,826	146,047	404,470
Depreciation charged in the year	18,198	46,393	12,922	77,513
Eliminated in respect of disposals	-	-	(1,579)	(1,579)
At 31 December 2021	208,795	114,219	157,390	480,404
Carrying amount				
At 31 December 2021	1,150,626	62,119	20,788	1,233,533
At 31 December 2020	1,168,824	47,180	20,356	1,236,360

On 24 August 2022 contracts were exchanged for the sale of the charity's entire freehold land and buildings at The Goodmead Centre, 36 Chislehurst Road, Orpington for £2.1 million with a scheduled completion date of 10 November 2022.

13 Financial instruments

Financial instruments measured at amortised cost comprise the loan financing provided by Metro Bank PLC to the church.

	2021	2020
	£	£
Bank loans	357,362	382,807
Payable within one year	26,549	25,446
Payable after one year	330,813	357,361
Amounts included above which fall due after five years:		
Payable by instalments	211,908	243,753

The bank loan financing is in the form of a secured loan with an interest rate of 4.25% above the lender's published base rate. The charge is over a property at the principal address of the charity which had a net book value at 31 December 2021 of £1,150,626. Two of the directors have each provided a personal guarantee of £41,250 in support of the bank loan.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

14 Stocks

	2021 £	2020 £
Finished goods and goods for resale	11,061	6,660

15 Debtors

	2021 £	2020 £
Amounts falling due within one year:		
Other debtors	19,474	12,087
Prepayments and accrued income	12,849	13,612
	32,323	25,699

16 Creditors: amounts falling due within one year

	2021 £	2020 £
Bank loans	26,549	25,446
Other taxation and social security	11,631	10,367
Deferred income	-	1,465
Accruals and deferred income	32,512	14,174
	70,692	51,452

17 Creditors: amounts falling due after more than one year

	2021 £	2020 £
Bank loans	330,813	357,361

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

18 Deferred income

	2021 £	2020 £
Other deferred income	-	1,465

Deferred income is included in the financial statements as follows:

	2021 £	2020 £
Deferred income is included within:		
Current liabilities	-	1,465
Movements in the year:		
Deferred income at 1 January 2021	1,465	1,226
Released from previous periods	(1,465)	-
Resources deferred in the year	-	239
Deferred income at 31 December 2021	-	1,465

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to the statement of financial activities in respect of defined contribution schemes was £35,880 (2020: £26,798). It is not currently the policy of the charity to make a re-charge to restricted funds for any employee costs including employer pension contributions; therefore the above costs are allocated entirely against unrestricted funds.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

20 Restricted funds

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

	Movement in funds			Movement in funds			
	Balance at 1 January 2020	Incoming resources	Resources expended	Balance at 1 January 2021	Incoming resources	Resources expended	Balance at 31 December 2021
	£	£	£	£	£	£	£
Special offering and collections	7,285	12,596	(19,505)	376	2,736	(2,386)	726
Overseas aid	709	2,131	(2,790)	50	1,500	(1,550)	-
Micro Mission	-	-	-	-	1,250	(999)	251
West Wickham	154	-	-	154	-	-	154
Baby Basics	3,571	14,621	(8,570)	9,622	36,230	(33,282)	12,570
Hardship fund	-	5,005	(1,688)	3,317	3,960	(4,503)	2,774
Food distribution fund	-	120,325	(78,866)	41,459	56,989	(89,426)	9,022
	<u>11,719</u>	<u>154,678</u>	<u>(111,419)</u>	<u>54,978</u>	<u>102,665</u>	<u>(132,146)</u>	<u>25,497</u>

Special offerings and collections - receives monies from special offerings or gifts received for a restricted purpose which do not form part of another restricted fund. The transfer out of restricted funds reflects restricted income fully expended on assets for ongoing use for unrestricted purposes.

Overseas aid - this fund represents monies raised specifically for relief of poverty in overseas countries.

Micro Mission - funds received to facilitate smaller evangelistic ventures and initiatives.

West Wickham - this fund receives income restricted for use in meeting expenses of the West Wickham congregation.

Baby Basics - this fund receives income restricted for use in providing essential equipment, clothing and toiletries for women and families in extreme need.

Hardship fund - this fund receives gifts for helping those facing financial difficulties.

Food distribution fund - this fund receives income to facilitate the activities of the Transform Bromley Food Partnership initiative.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

21 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				Movement in funds			
	Balance at 1 January 2020	Incoming resources	Resources expended	Transfers	Balance at 1 January 2021	Incoming resources	Resources expended	Balance at 31 December 2021
	£	£	£	£	£	£	£	£
New congregations	-	-	-	38,000	38,000	-	(19,316)	18,684
Repair and maintenance fund	43,000	-	-	7,000	50,000	-	-	50,000
Christ Central Church, Penge	-	-	-	-	-	9,000	-	9,000
Social action fund	13,652	-	-	-	13,652	-	-	13,652
Central funds and infrastructure team	-	-	-	44,000	44,000	-	(42,846)	1,154
Hardship fund	-	3,000	(1,613)	-	1,387	-	(300)	1,087
Food distribution fund	-	7,000	(1,777)	12,000	17,223	-	(12,000)	5,223
Micro mission fund	-	-	(1,359)	10,000	8,641	-	(500)	8,141
	<u>56,652</u>	<u>10,000</u>	<u>(4,749)</u>	<u>111,000</u>	<u>172,903</u>	<u>9,000</u>	<u>(74,962)</u>	<u>106,941</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

21 Designated funds

(Continued)

New Congregations - money set aside to establish new congregations.

Repair and maintenance fund - transfers have been made to this fund to facilitate repair of the spire at St Luke's Church Bromley Common. In accordance with a lease dated 23 December 2014 the charity is to repair and restore the spire within 5 years of the date of the lease. The spire repair was not carried out within 5 years of the date of the lease due to lengthy negotiations with the Diocese Rochester and the Covid pandemic. However, the repairs expected cost is estimated to be between £40,000 and £50,000.

Christ Central Church, Penge - are funds for mentoring services.

Social action fund - a gift was received towards the social action of the church. It has since been clarified with the donor that the funds can be used at the discretion of the directors who have agreed it will be used as far as possible for social action and therefore the income has been treated as designated.

Central funds and infrastructure team - money set aside to facilitate the work of the infrastructure team.

Hardship fund - a fund to provided help for those facing financial hardship.

Food distribution fund - funds set aside to assist the work of the Transform Bromley Borough Food Partnership initiative.

Micro mission fund - funds set aside to facilitate smaller evangelistic ventures and initiatives.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

22 Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £
Fund balances at 31 December 2021 are represented by:						
Tangible assets	1,233,533	-	1,233,533	1,236,360	-	1,236,360
Current assets/(liabilities)	189,657	25,497	215,154	280,604	54,978	335,582
Long term liabilities	(330,813)	-	(330,813)	(357,361)	-	(357,361)
	<u>1,092,377</u>	<u>25,497</u>	<u>1,117,874</u>	<u>1,159,603</u>	<u>54,978</u>	<u>1,214,581</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

23 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as shown below. The commitments relate to a lease of St Luke's Bromley Common and the lease of photocopier equipment.

	2021 £	2020 £
Within one year	12,658	20,632
Between two and five years	17,500	30,158
	<u>30,158</u>	<u>50,790</u>

24 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2021 £	2020 £
Aggregate compensation	<u>188,965</u>	<u>159,800</u>

Key management personnel comprise the employed directors and three other individuals who are part of the leadership team.

25 Cash generated from operations

	2021 £	2020 £
(Deficit)/surplus for the year	(96,707)	188,082
Adjustments for:		
Investment income recognised in statement of financial activities	(958)	(505)
Depreciation and impairment of tangible fixed assets	77,513	44,764
Movements in working capital:		
(Increase) in stocks	(4,401)	(3,479)
(Increase)/decrease in debtors	(6,624)	12,200
Increase/(decrease) in creditors	19,602	(9,144)
(Decrease)/increase in deferred income	(1,465)	239
Cash (absorbed by)/generated from operations	<u>(13,040)</u>	<u>232,157</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

26 Analysis of changes in net (debt)/funds

	At 1 January 2021 £	Cash flows £	At 31 December 2021 £
Cash at bank and in hand	354,675	(112,213)	242,462
Loans falling due within one year	(25,446)	(1,103)	(26,549)
Loans falling due after more than one year	(357,361)	26,548	(330,813)
	<u>(28,132)</u>	<u>(86,768)</u>	<u>(114,900)</u>

Accounts

Charity Registration No. 1126718

Company Registration No. 6738209 (England and Wales)

HOPE CHURCH ORPINGTON
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

HOPE CHURCH ORPINGTON

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Tony Hall Barry Palmer Matthew Bulpitt Olayemi Shyllon Gary Carvosso Ruth Marchant Sarah Palmer Ifey Njoku Esau Mapondo	(Appointed 24 June 2021) (Appointed 1 September 2021) (Appointed 1 September 2021)
Secretary	Barry Palmer	
Charity number	1126718	
Company number	6738209	
Principal address	The Goodmead Centre 36 Chislehurst Road Orpington Kent BR6 0DG	
Registered office	The Goodmead Centre 36 Chislehurst Road Orpington Kent BR6 0DG	
Independent examiner	Nigel Hewson FCA DChA Hewsons Chartered Accountants 80 Woodhurst Avenue Orpington Kent BR5 1AT	
Bankers	Metro Bank 72-76 High Street Bromley BR1 1EG	

HOPE CHURCH ORPINGTON

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HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2020

The Directors present their report and financial statements for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)".

Objectives and activities

The objects of the charity are the advancement of the Christian faith and the relief of hardship. There have been no changes in the charitable objects of the church during the year. In furtherance of these objects the charity operates churches in five locations in the local area offering a range of activities and pastoral support to both church members and the wider community.

When considering the aims and objectives in general and those that were to apply for the year, the Elders and the other Directors have considered the Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion. During this year particular attention has been paid to the Government regulations and best practice surrounding the Covid-19 pandemic that has hampered activities during the year. As with many other churches we have had to adapt and change our activities at various times during the year to meet our obligations to staff, members and to the wider society.

Values statement

The church has a detailed values statement which can be summarised as follows:

We are an evangelical church being built upon apostolic and prophetic foundations to display and express the love and grace of God to the community around us committed to worship, prayer, evangelism, discipleship and building friendships that endorse family life where everyone can feel secure enough to grow.

Practices Adopted

- The holding of regular Sunday and weekday services and meetings open to all. The worship of God, the preaching of His Word, the baptism of believers and the regular holding of Communion. When physical meetings were not possible due to the Covid-19 pandemic online services and meetings were offered. Some of the services and meetings were able to be interactive to participants.

- A wide range of evangelistic activities, both inside the church building and outside in the community but to a greater extent online in the year. However, the exception was the Food HUB project which utilised one of our buildings as a food warehouse servicing foodbanks in the Borough of Bromley.

- The provision of facilities and support for the local community had to be limited or not take place for most of the year e.g. parent and toddler resources, single parent resources, support and advice for families with children.

- The teaching and training of both full time staff and lay members, mainly online now.

- The resourcing and empowering (including the provision of personnel and finance) of other churches and of Christian work and ministries both in the UK and overseas.

These practices plus many other activities resulting from our aims and Vision Statement have continued throughout the year, with many members being involved in various types of mission work of one kind or another but subject to social distancing and travel restrictions. The use of social media to make contact has become part of the way the church does mission.

In addition it is our policy to alleviate distress and provide care when appropriate.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Hope Church and the Local Community

Hope Church Orpington is a member of the Churches Together in Orpington, Bromley Common, West Wickham and regularly participates in church forums in Downham. We are also part of Transform Bromley Borough and actively participate in joint initiatives. Through our contacts and direct referrals we have been able to use funds that have been set aside to alleviate hardship caused by the Covid-19 pandemic and also to offer support and help from our staff and church members.

Part of the church's value statement is to "express the love and grace of God to the community". The Church recognises the need to serve the local community and is involved in many initiatives to achieve this; some examples that we operated between January 2020 and the outbreak of the Covid-19 pandemic, were as follows:

- Parents & Toddlers - two groups that meet every week during term time in two of the church buildings and provide a service for parents with their young children. We also provide a parent and toddler musical sensory group that meets weekly during term time in West Wickham using another church's hall.
- Pop In - two groups that meet every week in two of the church buildings and provide a service for the older generation from the community.
- Baby Basics – in conjunction with the Met Police Sexual Exploitation Unit, The Family Nurse Partnership, Local Bromley Young Persons, midwives and health visitors, provide essential supplies and help for vulnerable women including teenage mums, asylum seekers, and domestic violence sufferers.
- Youth Work - the youth work team also hold youth meetings and activities for teenagers and young people from the church and the local community. This is held centrally on a Friday night at St Luke's church for all our congregations and we also hold monthly large youth celebrations for young people from across the Borough. In addition, we hold a number of targeted events and teachings based within our local congregations.
- Single Parents - a single parents meeting is held in the church regularly, helping with life skills, dietary training and providing help and support with Social Services and the local courts.
- Citizens Advice Bureau - the Orpington building is made available to the activities of CAB helping the local community with legal, social and general advice.
- Age UK - the Orpington building is also made available to Age UK providing care and guidance for the older people in the community.
- Schools Work - local schools are invited to visit the church as part of their religious education and training and during the year we have launched a lunch club in a local primary school.
- Street Pastors - in conjunction with other local churches we support the street pastors in Orpington and Bromley Town Centres helping the local police and community.
- Marriage Preparation and Support - an opportunity for couples planning to get married to get training as well as life skills for building strong marriages.
- Hope Café – the Orpington Goodmead Centre is used as a drop-in café and runs 3 days a week for the local community and visitors to the Orpington area.
- Other - Hospice support group meeting weekly, Indoor Bowls group each week for the older age range, a Hapifitness class and an Orpington 1st keep fit class for the older person.

The church operates out of five locations within the London Boroughs of Bromley and Lewisham.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

Achievements and performance

Given that the objects of the church are to advance the Christian Faith and relieve hardship the Directors are pleased with what has been achieved during the year under review. There has been continued expansion of the work of the church in spreading the Christian faith through the five congregations now in operation. Various courses have been run to encourage Christians in their faith, and to give opportunity to those wishing to explore the Christian faith. The Alpha course was run several times online, and the Vision and Values course was run frequently for new members to the church.

In addition, grants totalling £72,703 have been made to various organisations and individuals which are advancing the Christian faith or seeking to relieve hardship including individuals involved in those activities or to individuals who are facing hardship. (This does not include food distributed in kind from the Food Hub)

Financial review

The church's principal source of income is from voluntary donations. Reviewing our financial position for 2020:

We gave away 9% of our income from church activities, with a further 2.5% designated for making grants, and ended the year with a surplus of £144,823 (2019 deficit £21,607) on unrestricted funds (including designated funds).

Gifts to external organisations and individuals are considered by the Elders and approved by the Directors on the basis of need and fulfilment of the Charitable objectives. There is no upper or lower limit of support.

The reserves policy of the charity is to maintain the reserve of a minimum of two months' to a maximum of twelve months' expenditure, which would cover the employment needs for approximately 3 months and act as operating capital. Two month's unrestricted fund expenditure amounted to approximately £108,000 and unrestricted reserves on general fund, excluding designated funds, held as net current assets amounted to approximately £107,700. The directors continue to look for ways in which reserves may be strengthened although it would be possible to draw on designated fund balances if the need arose (see below).

The Directors have set aside designated funds from general funds for various purposes. The amounts set aside at the end of the year were £172,903.

Reserves which were restricted and not available for general purposes of the charity amounted to £54,978. Details of the purpose for which these funds were held are detailed in note 20 to the accounts.

Impact of coronavirus (COVID19) pandemic

The impact of COVID-19 in early 2020 and the subsequent lockdown by the United Kingdom Government has caused a huge impact on all aspects of life in the United Kingdom. Hope Church Orpington has not been spared as it has affected all aspects of church life and activities. However, the church is blessed to have a large percentage of attendees who contribute electronically, which has minimised the negative impact of lockdown of church gatherings. There has been a significant increase in regular income in 2020 and in fact a significant one off gift in excess of £80,000 meant that income to 31 May 2020 was considerably more than budgeted. The church building in Orpington has become a hub for food distribution in the area and the charity has received grants towards equipment and supplies to store and distribute frozen, chilled, fresh, canned and dried food goods to various food banks and churches for wider distribution to the needy in the Borough.

Reference and administrative information is provided on the page following the cover sheet.

The Elders are responsible for monitoring risks and a Risk Register is in place which is reviewed at both Elders and Directors meetings at least annually. All major insurable risks are subject to normal church and employers' insurance. The Elders and Directors of Hope Church Orpington believe that the most acute risks facing the organisation lie in the area of health and safety: either risks in the way that we use our buildings or risks because a building's fabric is old and not up to modern standards.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

We have been doing and are continuing to do a significant amount of work in these areas by implementing a programme of repairs to our buildings, communication with staff, volunteers and church attendees, fire drills and liaison with third parties regarding security. With respect to church finances, we recognise that the church is always dependent on the continued generosity of church members and members of the public in support of the charity. Income (excluding food donated in kind) increased by 18% during the year with a notable increase in regular giving. The Directors are constantly monitoring cash flow and forward budget to ensure that the church can meet all its liabilities as they fall due. We do have a loan from Metro Bank which we used to purchase the Orpington Goodmead Centre. We see the loan as relatively low risk from the Bank's perspective as it is 50% underwritten by guarantors from the church.

Plans for the future

During 2021 we recognise that the continuance of the pandemic is still shaping our civic lives and the work of the church. We will seek to remain flexible in the delivering of ministry and meeting the physical needs of the people of the Borough of Bromley and through our wider work with Regions Beyond into the UK and abroad. We will achieve this by

- Continuing to invest in and coordinating a pan church response to food poverty arising from the pandemic by appointing a manager to lead on the Food HUB project in collaboration with TBB and the London Borough of Bromley. We will continue to host the food warehouse from our Orpington site until alternative premises are available.
- Working with the London City Mission at our Downham Congregation to redevelop the site where the church meets to create a community HUB and worship centre within the next 12 / 24 months. This will represent a significant capital investment by the London City Mission and allow for the expansion of community mission and congregational growth.
- Relocating our Orpington Congregation to the High Street and launch a community HUB within a vacant shop unit or units in partnership with external partners and the local authority.
- Developing ministry of the church through a hybrid approach of both physical and online means. We will continue to make additional staff and resource investments within our media team to facilitate this.
- Looking to launch new in Bromley North in the later part of 2021. We will be gathering a launch team and running Alpha course's online to build momentum.
- Increasing the depth of skills and experience within our Directors group by adding 2 – 4 new Board members.

Structure, governance and management

The charity is a company limited by guarantee.

The Directors who served during the year were:

Tony Hall

Barry Palmer

Matthew Bulpitt

Olayemi Shyllon

Gary Carvosso

Ruth Marchant

Sarah Palmer

Ifey Njoku

Esau Mapondo

(Appointed 24 June 2021)

(Appointed 1 September 2021)

(Appointed 1 September 2021)

Directors are appointed and removed by a majority of Elders. Elders are appointed by existing Elders.

HOPE CHURCH ORPINGTON

DIRECTORS' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

Organisation and staffing of Hope Church - Hope Church Orpington is an orthodox, evangelical Protestant Christian church. The church is governed by seventeen Elders headed by a lead Elder who is employed by the Church. Seven of the Elders are employed by the Church. Two are full time and five are part time. There are also employed six further full time staff, four part time members of staff.

A significant number of volunteer members of the church lead, sustain and develop ministries and activities of the church. Their contribution is vital to the success of the charity.

Staffing needs are kept under regular review by the Elders and other Directors. The Elders, Directors and staff are all committed members of the church, and support the vision and values of the church. Hope Church has a structured approach to staff induction, supervision and annual review. Each employee has a written job description that reflects the scope of the role and responsibility they undertake. Their line manager is responsible for coordinating a planned induction at the beginning of their employment. Regular supervision, usually monthly, is given to all employees and interns.

Salaries for staff are set annually by the salary subcommittee. They make recommendations based on performance during the year, any significant changes in responsibilities and RPI.

The oversight of the church is the responsibility of a team of seventeen Elders (Tony Hall - lead Elder, Gary Carvosso, David Jackson, Trevor Payne, Julian Sanders, Peter Harwood, Matt Lofthouse, Kennedy Mark, Mike Garforth, Colin Potter, Bruce Anderson, Peter Heath, Jerome Kalan, Darren Upton, Gideon Bodi, Mathew Bulpitt and Olayemi shyllon), assisted by the other Directors, particularly in the administrative and regulatory oversight of the church.

The Directors and the Elders are assisted by a team of paid employees and, in common with many churches, a large number of volunteers.

The day to day running of the charity is delegated by the Directors to the Core Team which meets weekly. Summaries of these meetings are sent to all the Directors. The Directors agree the overall strategy and budgets, as recommended by the Core team. Two of the Directors usually sit on the Core team and are responsible for communicating any changes and representing the Directors' decisions.

New Directors are given induction training provided by the Chair of Directors. They receive recent minutes, the latest report and accounts, the governing document and the guidance produced by Stewardship on being a Director/Trustee. Directors are encouraged to attend training and are informed of relevant opportunities.

Hope Church Orpington is part of the Regions Beyond movement and a member of the Evangelical Alliance. Neither of these bodies has control over the operation of the church or its financial affairs.

Employee involvement

Applications for employment by disabled persons are always fully considered, bearing in mind the aptitudes of the applicant concerned. In the event of members of staff becoming disabled, every effort is made to ensure that their employment within the charity continues and that the appropriate training is arranged. It is the policy of the charity that the training, career development and promotion of disabled persons should, as far as possible, be identical to that of other employees.

Barry Palmer

Director

Dated: 9 September 2021

HOPE CHURCH ORPINGTON

STATEMENT OF DIRECTORS' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2020

The directors, who also act as trustees for the charitable activities of Hope Church Orpington, are responsible for preparing the Directors' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company Law requires the Directors to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these accounts, the Directors are required to:

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

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

HOPE CHURCH ORPINGTON

INDEPENDENT EXAMINER'S REPORT

TO THE DIRECTORS OF HOPE CHURCH ORPINGTON

I report to the Directors on my examination of the financial statements of Hope Church Orpington (the charity) for the year ended 31 December 2020.

Responsibilities and basis of report

As the Directors of the charity (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of the Companies Act 2006 (the 2006 Act).

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

Independent examiner's statement

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England & Wales, 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 that in any material respect:

- 1 accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
- 4 the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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

Nigel Hewson FCA DChA

Hewsons
Chartered Accountants
80 Woodhurst Avenue
Orpington
Kent
BR5 1AT

Dated: 10 September 2021

HOPE CHURCH ORPINGTON

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

		Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
	Notes						
Income from:							
Donations and legacies	3	777,867	154,678	932,545	659,609	61,292	720,901
Charitable activities	4	12,852	-	12,852	28,497	282	28,779
Investments	5	505	-	505	495	-	495
Total income		791,224	154,678	945,902	688,601	61,574	750,175
Expenditure on:							
Charitable activities	6	646,401	111,419	757,820	715,278	47,831	763,109
Gross transfers between funds		-	-	-	5,070	(5,070)	-
Net income/(expenditure) for the year/							
Net movement in funds		144,823	43,259	188,082	(21,607)	8,673	(12,934)
Fund balances at 1 January 2020		1,014,780	11,719	1,026,499	1,036,387	3,046	1,039,433
Fund balances at 31 December 2020		1,159,603	54,978	1,214,581	1,014,780	11,719	1,026,499

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

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

HOPE CHURCH ORPINGTON

BALANCE SHEET

AS AT 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Fixed assets					
Tangible assets	12		1,236,360		1,267,150
Current assets					
Stocks	14	6,660		3,181	
Debtors	15	25,699		37,899	
Cash at bank and in hand		354,675		160,109	
			387,034		201,189
Creditors: amounts falling due within one year	16	(51,452)		(58,281)	
Net current assets			335,582		142,908
Total assets less current liabilities			1,571,942		1,410,058
Creditors: amounts falling due after more than one year	17		(357,361)		(383,559)
Net assets			1,214,581		1,026,499
Income funds					
Restricted funds	20		54,978		11,719
<u>Unrestricted funds</u>					
Designated funds	21	172,903		56,652	
General unrestricted funds		986,700		958,128	
			1,159,603		1,014,780
			1,214,581		1,026,499

HOPE CHURCH ORPINGTON

BALANCE SHEET (CONTINUED)

AS AT 31 DECEMBER 2020

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2020.

The Directors acknowledge their responsibilities for ensuring that the charity keeps accounting records which comply with section 386 of the Act and for preparing accounts which give a true and fair view of the state of affairs of the company as at the end of the financial year and of its incoming resources and application of resources, including its income and expenditure, for the financial year in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

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

The financial statements were approved by the Directors on 9 September 2021

Barry Palmer

Trustee

Company Registration No. 6738209

HOPE CHURCH ORPINGTON

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	2020 £	£	2019 £	£
Cash flows from operating activities					
Cash generated from operations	25		232,157		45,997
Investing activities					
Purchase of tangible fixed assets		(13,974)		(35,289)	
Investment income received		505		495	
Net cash used in investing activities			(13,469)		(34,794)
Financing activities					
Repayment of bank loans		(24,122)		(22,255)	
Net cash used in financing activities			(24,122)		(22,255)
Net increase/(decrease) in cash and cash equivalents			194,566		(11,052)
Cash and cash equivalents at beginning of year			160,109		171,161
Cash and cash equivalents at end of year			354,675		160,109

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

Charity information

Hope Church Orpington is a private company limited by guarantee incorporated in England and Wales. The registered office is The Goodmead Centre, 36 Chislehurst Road, Orpington, Kent, BR6 0DG.

1.1 Accounting convention

The accounts have been prepared in accordance with the charity's memorandum and articles of association, the Companies Act 2006 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (effective 1 January 2019). The charity is a Public Benefit Entity as defined by FRS 102.

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

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note..

1.2 Going concern

The Directors have considered the day to day cash flow requirements of the charity and have a reasonable expectation that the charity has adequate resources to continue in operational existence for at least a further 12 months. Accordingly, they continue to adopt the going concern basis in preparing the annual report and financial statements. This assessment is undertaken in light of the recent developments arising from the coronavirus (COVID 19) pandemic. The charity has not seen a significant reduction in voluntary income since lockdown measures were imposed in the UK and the directors believe that finances will not be significantly impacted by the pandemic.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Directors in furtherance of their charitable objectives unless the funds have been designated for other purposes.

Designated funds comprise funds which have been set aside at the discretion of the Directors for specific purposes. The purposes and uses of the designated funds are set out in the notes to the accounts.

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

1.4 Income recognition

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

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

Goods donated for distribution are valued at estimated cost to the charity were it to purchase those goods itself and are included in income when received and in grants payable when distributed. Where impractical to measure the value of donated goods on receipt they are included in income when distributed.

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

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

In accordance with the Charities SORP (FRS 102), general volunteer time is not recognised in these accounts. More information about the contribution of volunteers is provided in the directors' report.

1.5 Expenditure recognition

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Grants and donations payable are taken into account at the earlier of when they are paid or become legally enforceable.

Other than the normal commitments under contracts of employment there are no contractual or constructive obligations to future expenditure at the balance sheet date. Where the directors have authorised expenditure which is not yet legally enforceable or has become a constructive obligation, amounts are set aside into funds designated for the purpose.

1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.. The cost of assets transferred from Hope Church Orpington trust is the market value on the date of transfer. Assets costing less than £250 are written off as an expense in the year in which the expenditure is incurred. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Land and buildings	straight line basis over 50 years (buildings only)
Improvements to short leasehold	over the term of the lease to the earliest break point
Fixtures, fittings & equipment	straight line basis over 3 - 10 years depending on useful life

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

1.7 Impairment of fixed assets

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

1.8 Stocks

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

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

1.9 Cash and cash equivalents

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

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

1 Accounting policies

(Continued)

1.10 Financial instruments

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

1.11 Employee benefits

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

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

1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

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

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

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2020	2020	2020	2019	2019	2019
	£	£	£	£	£	£
Donations and gifts	747,867	25,113	772,980	629,609	61,292	690,901
Grants receivable	30,000	68,560	98,560	30,000	-	30,000
Donated goods and services	-	61,005	61,005	-	-	-
	<u>777,867</u>	<u>154,678</u>	<u>932,545</u>	<u>659,609</u>	<u>61,292</u>	<u>720,901</u>

Of the donated goods and services referred to above £49,776 relates to the activities of the initiative operating under the name of the Transform Bromley Borough Food Partnership. More detailed information is provided at note 7. The balance of the donated goods relate to Baby Basics which is a general church initiative providing essential equipment, clothing and toiletries for women and families in extreme need.

During the year an amount of £nil (2019: £100) was received as agent, not as principal, for payment to a third party. This amount is not included in income or expenditure. No such amount was held at the year end.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

4 Charitable activities

	2020 £	2019 £
Church activities and events	1,848	24,554
Charitable rental income	560	4,225
Other income	10,444	-
	<u>12,852</u>	<u>28,779</u>
Analysis by fund		
Unrestricted funds	12,852	28,497
Restricted funds	-	282
	<u>-</u>	<u>282</u>

5 Investments

	Unrestricted funds 2020 £	Unrestricted funds 2019 £
Interest receivable	<u>505</u>	<u>495</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

6 Charitable activities

	Church activities £	Food distribution £	Total 2020 £	Total 2019 £
Staff costs	326,086	-	326,086	284,500
Depreciation and impairment	44,764	-	44,764	44,051
Orpington premises and operating costs	30,552	5,000	35,552	40,249
Bromley premises and operating costs	25,721	-	25,721	35,709
West Wickham & Chislehurst premises and operating costs	7,922	-	7,922	25,376
Downham premises and operating costs	8,854	-	8,854	10,167
Evangelism and community outreach	4,454	8,716	13,170	7,373
Children's and youth work	3,792	-	3,792	25,402
Church family activities	5,787	-	5,787	8,158
Training future leaders	5,551	-	5,551	14,511
Conferences and other training	4,000	-	4,000	6,526
Gifts for visiting speakers	-	-	-	3,500
Ministerial and travel expenses	8,001	-	8,001	12,714
Other charitable expenditure	563	-	563	-
	<u>476,047</u>	<u>13,716</u>	<u>489,763</u>	<u>518,236</u>
Grant funding of activities (see note 8)	72,703	68,479	141,182	93,662
Share of support costs (see note 9)	123,722	-	123,722	145,846
Share of governance costs (see note 9)	3,153	-	3,153	5,365
	<u>675,625</u>	<u>82,195</u>	<u>757,820</u>	<u>763,109</u>
Analysis by fund				
Unrestricted funds	644,624	1,777	646,401	715,278
Restricted funds	31,001	80,418	111,419	47,831
	<u>675,625</u>	<u>82,195</u>	<u>757,820</u>	<u>763,109</u>

Congregations meet in Orpington, Bromley, West Wickham, Downham and Chislehurst. The premises and operating costs referred to above reflect the costs of facilitating meetings in each of these locations.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

7 Description of charitable activities

Church activities

Church activities includes all expenditure directly related to the activities of the congregations meeting in Orpington, Bromley, West Wickham, Downham and Chislehurst.

Food distribution:

The figures reported relate to an initiative organised by churches in Bromley Borough, listed below, of which Hope Church Orpington is the lead church and provides warehouse space at their Orpington premises. The initiative operates under the name of Transform Bromley Borough Food Partnership (TBBFP). All the income of the initiative has been reported in these accounts and food distributed from the Orpington hub to food banks and other food distribution efforts by participating churches has been included as grants to institutions.

The majority of food received by TBBFP is from the Fareshare initiative with a very short shelf life and has been valued at 26p per kilo and included in income under the heading donated goods and services. Food purchased is included at cost. Food distributed and included in grants to organisations has been valued at cost or estimated market value in the same way as described for income. Due to the short life of the food no stock was held at the distribution centre at the year end as it is received and dispatched to food banks on the same day.

The participating churches and associated groups who have received food from the initiative are:

Hope Church Orpington
Bromley Christian Centre
Christ Church Anerley
Citygate Beckenham
Whitefoot & Downham Food Plus
Brook Lane Community Church
Hayes Community Food Bank
Living Well, Bromley
St Edwards Mottingham
Unity Church Community Fridge
Christchurch Orpington
Orpington Baptist (ceased)
Anchor Housing (ceased)

Jubilee Church Bromley is involved in supporting the initiative but did not receive donated food.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

8 Grants payable

	Church activities £	Food distribution £	Total £	2019 £
Grants to institutions:				
Regions Beyond	38,718	-	38,718	55,900
London City Mission	10,500	-	10,500	10,500
Destiny House Children's Home Mtubtuba	-	-	-	1,000
Transform Bromley Borough Food Partnership	-	65,543	65,543	2,150
New Life Church Biggin Hill	-	-	-	1,336
Rio Vivo Church Brazil	2,177	-	2,177	-
Other grants of less than £1,000	710	-	710	1,563
	<u>52,105</u>	<u>65,543</u>	<u>117,648</u>	<u>72,449</u>
Grants to individuals	20,598	2,936	23,534	21,213
	<u>72,703</u>	<u>68,479</u>	<u>141,182</u>	<u>93,662</u>

Grants categorised above as Transform Bromley Borough Food Partnership represent food and equipment distributed by Hope Church to members of the Transform Bromley Borough Food Partnership initiative. Hope Church Orpington acted as lead church in the initiative offering warehouse facilities and coordinating distribution to the other organisations. The organisations participating in the initiative are listed in note 7.

9 Support costs

	Support costs £	Governance costs £	2020 £	Support costs £	Governance costs £	2019 £
Staff costs	69,043	-	69,043	98,299	-	98,299
Administration expenses	36,124	-	36,124	26,435	-	26,435
Interest & bank charges	18,555	-	18,555	21,112	-	21,112
Accountancy	-	2,640	2,640	-	5,302	5,302
Legal and professional	-	513	513	-	63	63
	<u>123,722</u>	<u>3,153</u>	<u>126,875</u>	<u>145,846</u>	<u>5,365</u>	<u>151,211</u>

Accountancy costs include fees payable to the independent examiner of £2,500 (2019: £3,000) for fees in connection with their report and £1,400 less an overprovision for previous years of £1,260 (2019: £3,000 less an over provision of £968) for other services.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

10 Directors

The following Directors received remuneration in accordance with the provisions of the governing document: Tony Hall received remuneration of £50,667 (2019: £44,663) plus pension contributions of £5,067 (2019: £4,463) and his wife, Tina Hall, received remuneration of £11,200 (2019: £10,600) plus pension contributions of £1,120 (2019: £1,060). Gary Carvosso received remuneration of £15,733 (2019: £3,900) plus pension contributions of £1,573 (2019: £390). In 2019 Gary Carvosso's daughter received £1,449 in connection with her placement as an intern with the charity. Her internship commenced before the appointment of Gary Carvosso as a director,

None of the other Directors (or any persons connected with them) received any remuneration during the year, but two of them incurred expenses of £1,909 (2019: £3,038) in connection with their duties as employees or volunteers rather than as directors and one of them received £800 to cover expenses accommodating an intern working at the church

Donations received from the directors and persons connected to them for the year to 31 December 2020 totalled £75,334 (2019: £70,856)

11 Employees

Number of employees

The average monthly headcount during the year was:

	2020 Number	2019 Number
Ministerial staff	11	10
Support staff	4	4
	<u>15</u>	<u>14</u>

Employment costs

	2020 £	2019 £
Wages and salaries	341,781	331,094
Social security costs	26,550	26,676
Other pension costs	26,798	25,029
	<u>395,129</u>	<u>382,799</u>

There were no employees whose annual remuneration was £60,000 or more.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

12 Tangible fixed assets

	Land and buildings £	Improvements to short leasehold £	Fixtures, fittings & equipment £	Total £
Cost				
At 1 January 2020	1,359,421	115,006	153,145	1,627,572
Additions	-	-	13,974	13,974
Disposals	-	-	(716)	(716)
At 31 December 2020	1,359,421	115,006	166,403	1,640,830
Depreciation and impairment				
At 1 January 2020	172,039	52,257	136,126	360,422
Depreciation charged in the year	18,558	15,569	10,637	44,764
Eliminated in respect of disposals	-	-	(716)	(716)
At 31 December 2020	190,597	67,826	146,047	404,470
Carrying amount				
At 31 December 2020	1,168,824	47,180	20,356	1,236,360
At 31 December 2019	1,187,382	62,749	17,019	1,267,150

13 Financial instruments

Financial instruments measured at amortised cost comprise the loan financing provided by Metro Bank PLC to the church.

	2020 £	2019 £
Bank loans	382,807	406,929
Payable within one year	25,446	23,370
Payable after one year	357,361	383,559
Amounts included above which fall due after five years:		
Payable by instalments	243,753	277,767

The bank loan financing is in the form of a secured loan with an interest rate of 4.25% above the lender's published base rate. The charge is over a property at the principal address of the charity which had a net book value at December 2020 of £1,168,824 (Two of the directors have each provided a personal guarantee of £41,250 in support of the bank loan.)

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

14 Stocks

	2020 £	2019 £
Finished goods and goods for resale	6,660	3,181

15 Debtors

	2020 £	2019 £
Amounts falling due within one year:		
Other debtors	12,087	25,900
Prepayments and accrued income	13,612	11,999
	25,699	37,899

16 Creditors: amounts falling due within one year

	2020 £	2019 £
Bank loans	25,446	23,370
Other taxation and social security	10,367	8,840
Deferred income	1,465	1,226
Other creditors	-	5,920
Accruals and deferred income	14,174	18,925
	51,452	58,281

17 Creditors: amounts falling due after more than one year

	2020 £	2019 £
Bank loans	357,361	383,559

18 Deferred income

	2020 £	2019 £
Other deferred income	1,465	1,226

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) *FOR THE YEAR ENDED 31 DECEMBER 2020*

19 Retirement benefit schemes

Defined contribution schemes

The charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charity in an independently administered fund.

The charge to the statement of financial activities in respect of defined contribution schemes was £26,798 (2019 - £25,029). It is not currently the policy of the charity to make a re-charge to restricted funds for any employee costs including employer pension contributions; therefore the above costs are allocated entirely against unrestricted funds.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

20 Restricted funds

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

	Movement in funds				Movement in funds			
	Balance at 1 January 2019	Incoming resources	Resources expended	Transfers	Balance at 1 January 2020	Incoming resources	Resources expended	Balance at 31 December 2020
	£	£	£	£	£	£	£	£
Special offering and collections	62	40,877	(28,584)	(5,070)	7,285	12,596	(19,505)	376
Overseas aid	-	5,809	(5,100)	-	709	2,131	(2,790)	50
Apostolic Extension	227	3,150	(3,377)	-	-	-	-	-
West Wickham	154	-	-	-	154	-	-	154
Chislehurst	2,137	-	(2,137)	-	-	-	-	-
Baby Basics	466	11,738	(8,633)	-	3,571	14,621	(8,570)	9,622
Hardship fund	-	-	-	-	-	5,005	(1,688)	3,317
Food distribution fund	-	-	-	-	-	120,325	(78,866)	41,459
	<u>3,046</u>	<u>61,574</u>	<u>(47,831)</u>	<u>(5,070)</u>	<u>11,719</u>	<u>154,678</u>	<u>(111,419)</u>	<u>54,978</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

20 Restricted funds

(Continued)

Special offerings and collections - receives monies from special offerings or gifts received for a restricted purpose which do not form part of another restricted fund. The transfer out of restricted funds reflects restricted income fully expended on assets for ongoing use for unrestricted purposes.

Overseas aid - this fund represents monies raised specifically for relief of poverty in overseas countries.

Apostolic Extension - this fund receives grants towards salary costs of leaders, which are borne by Hope Church Orpington, where leaders spend part of their time working with other churches at home and abroad.

West Wickham - this fund receives income restricted for use in meeting expenses of the West Wickham congregation.

Chislehurst - this fund receives income restricted for use in meeting expenses of the Chislehurst congregation.

Baby Basics - this fund receives income restricted for use in providing essential equipment, clothing and toiletries for women and families in extreme need.

Hardship fund - this fund receives gifts for helping those facing financial difficulties.

Food distribution fund - this fund receives income to facilitate the activities of the Transform Bromley Food Partnership initiative.

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

21 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds				Movement in funds				
	Balance at 1 January 2019	Incoming resources	Resources expended	Transfers	Balance at 1 January 2020	Incoming resources	Resources expended	Transfers	Balance at 31 December 2020
	£	£	£	£	£	£	£	£	£
New Congregations	8,000	-	-	(8,000)	-	-	-	38,000	38,000
Repair and maintenance fund	36,000	-	-	7,000	43,000	-	-	7,000	50,000
Social action fund	-	14,000	(348)	-	13,652	-	-	-	13,652
Infrastructure team	-	-	-	-	-	-	-	44,000	44,000
Hardship fund	-	-	-	-	-	3,000	(1,613)	-	1,387
Food distribution fund	-	-	-	-	-	7,000	(1,777)	12,000	17,223
Micro mission fund	-	-	-	-	-	-	(1,359)	10,000	8,641
	<u>44,000</u>	<u>14,000</u>	<u>(348)</u>	<u>(1,000)</u>	<u>56,652</u>	<u>10,000</u>	<u>(4,749)</u>	<u>111,000</u>	<u>172,903</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

21 Designated funds

(Continued)

New Congregations (formerly Bromley North fund) - money set aside to establish new congregations.

Repair and maintenance fund (previously called Spire Fund) - transfers have been made to this fund to facilitate repair of the spire at St Luke's Church Bromley Common. In accordance with a lease dated 23 December 2014 the charity is to repair and restore the spire within 5 years of the date of the lease. The spire repair was not carried out within 5 years of the date of the lease due to lengthy negotiations with the Diocese Rochester and the Covid pandemic. However, the repairs expected cost is estimated to be between £40,000 and £50,000.

Social action fund - a gift was received towards the social action of the church. It has since been clarified with the donor that the funds can be used at the discretion of the directors who have agreed it will be used as far as possible for social action and therefore the income has been treated as designated.

Infrastructure team - money set aside to facilitate the work of the infrastructure team.

Hardship fund - a fund to provided help for those facing financial hardship.

Food distribution fund - funds set aside to assist the work of the Transform Bromley Borough Food Partnership initiative.

Micro mission fund - funds set aside to facilitate smaller evangelistic ventures and initiatives.

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

22 Analysis of net assets between funds

	Unrestricted funds 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds 2019 £	Restricted funds 2019 £	Total 2019 £
Fund balances at 31 December 2020 are represented by:						
Tangible assets	1,236,360	-	1,236,360	1,261,102	6,048	1,267,150
Current assets/ (liabilities)	280,604	54,978	335,582	137,237	5,671	142,908
Long term liabilities	(357,361)	-	(357,361)	(383,559)	-	(383,559)
	<u>1,159,603</u>	<u>54,978</u>	<u>1,214,581</u>	<u>1,014,780</u>	<u>11,719</u>	<u>1,026,499</u>

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NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2020

23 Operating lease commitments

At the reporting end date the charity had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as shown below. The commitments relate to a lease of St Luke's Bromley Common and the lease of photocopier equipment.

	2020 £	2019 £
Within one year	20,632	20,632
Between two and five years	30,158	50,790
	<u>50,790</u>	<u>71,422</u>

24 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2020 £	2019 £
Aggregate compensation	<u>159,800</u>	<u>143,449</u>

Key management personnel comprise the employed directors and two other individuals who are part of the leadership team.

25 Cash generated from operations

	2020 £	2019 £
Surplus/(deficit) for the year	188,082	(12,934)
Adjustments for:		
Investment income recognised in statement of financial activities	(505)	(495)
Depreciation and impairment of tangible fixed assets	44,764	44,051
Movements in working capital:		
(Increase) in stocks	(3,479)	(3,181)
Decrease in debtors	12,200	18,794
(Decrease)/increase in creditors	(9,144)	5,697
Increase/(decrease) in deferred income	239	(5,935)
Cash generated from operations	<u>232,157</u>	<u>45,997</u>

HOPE CHURCH ORPINGTON

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

26 Analysis of changes in net (debt)/funds

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash at bank and in hand	160,109	194,566	354,675
Loans falling due within one year	(23,370)	(2,076)	(25,446)
Loans falling due after more than one year	(383,559)	26,198	(357,361)
	<u>(246,820)</u>	<u>218,688</u>	<u>(28,132)</u>