

THE KING'S CHURCH EPSOM

**ANNUAL REPORT AND
FINANCIAL STATEMENTS
FOR
THE YEAR ENDED
31 DECEMBER 2020**

CHARITY REGISTRATION No: 1127019

COMPANY REGISTRATION No: 6745861

**Independent Examiners Ltd
Unit 2 The Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF**

**THE KING'S CHURCH EPSOM
(A COMPANY LIMITED BY GUARANTEE)**

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**THE KING'S CHURCH EPSOM
(A COMPANY LIMITED BY GUARANTEE)**

**REPORT OF THE DIRECTORS
FOR THE YEAR ENDED 31 DECEMBER 2020**

LEGAL AND ADMINISTRATIVE INFORMATION

CHARITY NUMBER	1127019
COMPANY REGISTRATION NUMBER	6745861
START OF FINANCIAL YEAR	1 January 2020
END OF FINANCIAL YEAR	31 December 2020
DIRECTORS WHO SERVED DURING THE YEAR TO 31 DECEMBER 2020	Mr P Rice Mrs E Akojie Mr A Olalekan
COMPANY SECRETARY	Mr P Rice
REGISTERED ADDRESS	Longmead Road Epsom Surrey KT19 9BU
DATE OF INCORPORATION	11 November 2008
GOVERNING DOCUMENT	Memorandum and Articles of Association dated 11 November 2008
BANKERS	CAF Bank Limited 25 Kings Hill Avenue Kings Hill West Malling ME19 4JQ
INDEPENDENT EXAMINER	Independent Examiners Ltd Unit 2 The Broadbridge Business Centre Delling Lane Bosham West Sussex PO18 8NS
OBJECTS	As set out in the Directors annual report

**THE KING'S CHURCH EPSOM
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**REPORT OF THE DIRECTORS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

Structure, Governance and management:

The King's Church Epsom is an incorporated company limited by guarantee; company number 6745861.

The church is governed by the Spiritual Authority of the church, which is made up of ministries and elders. Ministries and Elders are elected by a Special Resolution of a church members meeting. Membership of the church is open to all who profess a true repentance of sin and faith in the Lord Jesus Christ and whose lives give evidence of it; have agreed with the church's doctrinal basis of faith; are enthusiastically able to embrace the vision of the church having normally followed our 'Into the family' course and whose applications have been agreed by the church council.

Objectives and Activities

The Charity's objects ("the Objects") are:-

(a) To advance the Christian faith in accordance with the Statement of Beliefs in the Schedule to the Articles hereto attached in such ways and in such parts of Epsom and Ewell, the United Kingdom or the world as the Trustees from time to time may think fit;

(b) 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 Epsom and Ewell, the United Kingdom or the world as the Trustees from time to time may think fit;

(c) To advance education in such ways and in such parts of the United Kingdom or the world as the Trustees may from time to time think fit;

(d) To provide or assist in the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life in such parts of Epsom and Ewell, the United Kingdom or the world as the Trustees may from time to time think fit.

We meet every Sunday to worship God and teach the gospel. We maintain a full programme throughout the week, including prayer meetings and home groups for fellowship and bible study. We run extensive youth programmes for all ages for both the youth in the church and the community. We run regular training sessions to equip and raise up leaders. We touch the lives of the community through clubs for old and young, and via outreach on the streets.

We are actively engaged in supporting overseas ministry through indigenous churches and leaders.

Achievements and Performance

In pursuing our activities the Trustees have had a due regard to the Charity Commission's guidance on operating for the public benefit.

We seek to maintain enough reserves to cover three months of expenses including salaries and running costs. Our principal source of funding is regular giving from church members. We also organise gift days and special offerings approximately twice a year for particular needs. In addition we receive gifts for the use of our building from the outside community. We did not pursue gift days in 2020 in deference to the negative financial impact of COVID that some in the church community may have been experiencing. Also because of COVID we experienced a reduction in the use of the building and associated financial gifts.

There was also an impact on income, because of some loss of giving that would have come through physical offerings of cash and cheques at Sunday services. However, a lot of this has been offset by a reduction in costs, with some staff on furlough for a period, and a reduction in building running costs such as cleaning during the period when the building was effectively closed. There was also some success in persuading additional giving electronically either via BACS, a QR code and another option available via the CAF bank.

Trustees and others worked hard to enable a COVID 19 compliant church re-opening in the August. The measures included restricting room access, one way system, using wipeable chairs, hand and equipment sanitisers, social distancing, staggered leaving, no pre or after service socialising, a booking system against a maximum capacity and more frequent cleaning regime. This approach offered reasonable safeguards for attendees at all times. A virtual service continued to be offered in parallel at this time.

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**REPORT OF THE DIRECTORS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

The investment in salaries and building maintenance enables us to run the weekly programme to meet the needs of the church and the community. Beyond this there is a lot of volunteer time given to enable the church to operate, which at a conservative estimate equates to another 10 FTE of staff time.

We support full time missionaries overseas in accordance with our vision to be a church with a world mission.

Trustees continued to monitor church compliance with health and safety and safeguarding policies.

In recognition of a maintenance backlog, a larger budget than usual was agreed for maintenance and this was invested in improvements including the clearance and tidying of grounds, better lighting, upgraded emergency systems and fully tested and improved electrics. With the move to more activities online (Zoom and YouTube) and a desire to improve our capacity to stream services in the medium to short term, the sound and visual systems were overhauled and a fibre-optic connection was installed to improve bandwidth.

The Church is part of "Commission" which is geographical grouping of around 50 New Frontiers International churches. The Lead Elder (Pastor) commenced studies for a master's degree in theology facilitated by Commission. Leaders and the wider Church participated in regular online events of worship, encouragement, wider community awareness amongst the family of churches and training.

The part-time Youth Worker left the post in January and the Administrator in March. Neither vacancy was filled during the year, with the impact of COVID on finances and administrative needs making the requirement less pressing. The church continued to employ the Pastor and Children's Worker. A few members continued to participate in leadership training.

The church had around 120 Members during the year.

The Church was represented on both Epsom and Ewell Churches Together.

Object 1: To advance the Christian faith...

We have been able to maintain some of Christian activities throughout the year, at times of lockdown using virtual means for Sunday services, home groups, prayer meetings, children and youth activities and other gatherings. The main outreach however was through the running of a virtual Alpha course which explores some of the key questions of life and the Christian faith. Six people were baptised.

We are involved in supporting a network of church activities in Serbia and we continued regular support to Calvary Ministries in Mozambique. The short-term mission trip to Mozambique planned for the Summer was cancelled due to COVID.

We regularly hired out the premises for use by a Brazilian church, with a break during the full lockdown period.

We explored the town of Merstham in Reigate & Banstead as a possible site for a church plant, and an initial 'prayer walk' of the area was undertaken by a church group in February.

A regular outreach was broadcast via Instagram from the Pastor and a younger Church member.

Some singing of Christian Christmas carols took place on some streets in December, and this received appreciative feedback

Object 2: To relieve sickness and financial hardship and to promote and preserve good health...

We continued to make the premises freely available to a group which provides a social and support space for the homeless, unemployed and socially isolated. This was suspended after March.

A Christians Against Poverty (CAP) Fresh Start course (for people with addictions) was run face to face and completed just prior to the first lockdown. After that there were two individual on-line Fresh Start courses.

CAP also reopened the local Debt Centre at which one of our Church members is the debt coach and was also the temporary manager covering maternity leave. There have been a number of referrals and at least one client is already debt free.

**THE KING'S CHURCH EPSOM
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**REPORT OF THE DIRECTORS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

We continued regular support to the charity 5000+ which works in a number of countries to teach and train communities to make the most out of the skills and resources with which they are already blessed. This has resulted in numerous stories where the economic situation of whole villages has been changed for the good.

We have also continued to operate welfare fund to enable a financial pool to be available to help those in the church community facing acute monetary pressures.

In conjunction with Epsom Churches Together we continued to pursue establishing housing for the 'homeless' under the auspices of the charity "Hope Into Action".

There was an initial community response from the Church at the time of COVID. Leaflets were distributed around the estate offering practical support with shopping, prescription pick-ups, a listening ear etc, and a special helpline was set up. The take up was small but we were able to give practical support to some in this way.

We also launched an initiative to support vulnerable people and provide hot meals to people in the community on Christmas Day, take up was lower than expected but well received by beneficiaries.

Object 3: To advance education...

We continued with regular financial support to Spinnaker which is a Christian charity that offers support to schools with covering faith aspects of the national curriculum.

Other usual hires for educationally focused groups ceased after March.

Object 4: To provide or assist in the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals...

We were not able to offer the usual full children and youth programme after March. We did however maintain a good level of social, spiritual and activity-based meetings for the various age groups via virtual platforms. Social distanced in person meetings and activities also took place when lock down measures were temporarily eased.

A 'Tea and chat' group was unable to meet on a regular basis. Some contact with the group was maintained via phone calls and virtual means.

Friday Fizz, our parent and toddler ministry was also suspended after March, and occasional contact was maintained with parents.

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**REPORT OF THE DIRECTORS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

Financial review

The Trustees report a surplus of £33,366 income over expenditure this year, compared to a deficit of £1,501 in the previous financial year. (The small deficit in 2019 arose largely because our two 'Gift Days' where we encourage giving over and above the regular offerings did not yield as much as had been budgeted. However with a healthy reserve in place we felt able to allow a small deficit to occur in that year without any compromise of our healthy financial position. We addressed this by various forms of outreach which would see the church family grow (in line with our stated vision) and alongside that see an increase in tithes and offerings which is our principal source of income.)

The Trustees are of the opinion that the charity is financially viable and can continue to meet its liabilities, when they fall due.

Covid-19

Covid-19 will continue to affect some of our activities in the coming year (2021), and safeguards have been put in place to mitigate some of the impact. A more detailed information on these will be presented in the 2021 report.

There will be an impact on income, because rental income is down and some loss of giving that would have come through physical offerings of cash and cheques at Sunday services. However a lot of this has been offset by a reduction in costs, with some staff on furlough for a period, and a reduction in building running costs such as cleaning during the period when the building was effectively closed.

Statement of Director's responsibilities:

The Charities Act and the Companies Act require the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.
- state whether applicable accounting standards and statements of recommended practice have been followed , subject to any material departures disclosed and explained in the financial statements;

The Trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. 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.

The Trustees are also responsible for the contents of the trustees' report, and the responsibility of the independent examiner in relation to the trustees' report is limited to examining the report and ensuring that , on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

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

I approve the attached statement of financial activities and balance sheet for the year ended 31 December 2020, and confirm that I have made available all information necessary for its preparation.

Date: 25th August 2021

Signature: Peter Rice

Print name: PETER RICE

THE KING'S CHURCH EPSOM
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STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2020 £	TOTAL 2019 £
INCOME AND ENDOWMENTS FROM:						
Donations and Legacies	2a	205,918	3,000	12,431	221,349	205,929
Charitable Activities	2b	9,122	100	870	10,092	21,679
Investments	2c	30	0	0	30	55
Other	2d	1,175	0	0	1,175	6
TOTAL INCOME		216,245	3,100	13,301	232,646	227,669
EXPENDITURE ON:						
Raising Funds	3a	0	0	0	0	231
Charitable Activities	3b	181,383	8,976	8,921	199,280	228,939
Other	3c	0	0	0	0	0
EXPENDITURE		181,383	8,976	8,921	199,280	229,170
NET INCOME/(EXPENDITURE)		34,862	(5,876)	4,380	33,366	(1,501)
Transfers between funds		(28,847)	28,847	0	0	0
NET MOVEMENT IN FUNDS		6,015	22,971	4,380	33,366	(1,501)
Reconciliation of funds:						
Total Funds Brought Forward		1,188,992	(236,997)	9,912	961,907	963,408
TOTAL FUNDS CARRIED FORWARD		1,195,007	(214,026)	14,292	995,273	961,907

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 10 to 18 form part of these financial statements.

THE KING'S CHURCH EPSOM
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COMPANY NO: 6745861

BALANCE SHEET
AS AT 31 DECEMBER 2020

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	31-Dec-20 Total £	31-Dec-19 Total £
Fixed Assets						
Tangible assets	6	1,149,972	0	0	1,149,972	1,158,289
Current Assets						
Debtors	7	2,520	62	0	2,582	2,937
Cash at bank and in hand	8	51,199	15,021	14,292	80,512	62,734
Total Current Assets		53,719	15,083	14,292	83,094	65,671
Creditors: amounts falling due within one year	9	8,684	28,847	0	37,531	40,170
NET CURRENT ASSETS		45,035	(13,764)	14,292	45,563	25,501
TOTAL ASSETS less current liabilities		1,195,007	(13,764)	14,292	1,195,535	1,183,790
Creditors: amounts falling due in more than one year	10	0	200,262	0	200,262	221,883
NET ASSETS		1,195,007	(214,026)	14,292	995,273	961,907
Funds of the Charity						
General Funds		1,195,007	0	0	1,195,007	1,188,992
Designated Funds	11	0	(214,026)	0	(214,026)	(236,997)
Restricted Funds	12	0	0	14,292	14,292	9,912
Total Funds		1,195,007	(214,026)	14,292	995,273	961,907

The directors are satisfied that for the year ended on 31 December 2020 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner whose report appears on page 19.

The director(s) acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP (FRS102)).

The directors acknowledge their responsibility for ensuring that the company keeps proper accounting records which comply with section 386 of the Act and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial year and if its profit and loss 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.

Approved by the Directors on the 25th August 2021

Signed on their behalf by Peter Rice

Print Name: PETER RICE

**THE KING'S CHURCH EPSOM
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020**

1. ACCOUNTING POLICIES

Basis of preparation:

The accounts have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006 applicable to companies subject to the small companies regime and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) - (Charities SORP (FRS102)).

Advantage has been taken of Section 396(5) of The Companies Act 2006 to allow the format of the financial statements to be adapted to reflect the special nature of the charity's operation and in order to comply with the requirements of the SORP.

The charitable company has taken advantage of the exemption in Financial Reporting Standard No 1 from the requirement to produce a cash flow statement.

The King's Church Epsom meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost unless otherwise stated in the relevant accounting policy notes.

Preparation of accounts on a going concern basis

Preparation of the accounts is on a going concern basis. The Trustees are of the view that the level of reserves will support the charity going forward.

The charity has opted to use the natural classification of categories in its accounts.

Changes to accounting estimates

No changes to accounting estimates have occurred in the reporting period

Material prior period errors

No material prior year errors have been identified in the reporting period.

The particular accounting policies adopted are set out below.

1. ACCOUNTING POLICIES

Income

Recognition of Income

These are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the income;
- it is more likely than not that the trustees will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by the FRS 102 SORP or FRS 102.

Grants and Donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

Grants and Donations

Grants and donations are only included in the SoFA when the general income recognition criteria are met (5.10 to 5.12 FRS 102 SORP).

Volunteer Help

The value of any voluntary help received is not included in the accounts but is described in the Directors' annual report

Income from interest, royalties and dividends

This is included in the accounts when receipt is probable and the amount receivable can be measured reliably.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2020

Investment Income

This is included in the accounts when receivable.

Investment Gains and Losses

This included any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

Expenditure and liabilities

Liability recognition

Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Support costs have been allocated between governance costs and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

Pension Scheme

The charity operates a government backed defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. The charity is under no further obligation to make any extra payments irrespective of how that pension fund performs.

Assets

Tangible fixed assets for use by the charity:

These are capitalised if they can be used for more than one year, and cost at least £500. They are valued at cost or, if gifted, at the value to the charity on receipt.

Depreciation is calculated at a rate to write off the cost of tangible fixed assets over their estimated useful lives. The estimated useful lives/rates applied are as follows:

Church Premises	150 years straight line
Furniture and Equipment	15% straight line

2. INCOME AND ENDOWMENTS FROM:

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2020 £	TOTAL 2019 £
a) Donations and Legacies					
BACS Giving	146,192	0	0	146,192	121,657
Gift Aid Tax Reclaim	34,529	0	0	34,529	28,342
Offerings	10,469	0	0	10,469	25,395
Special Offerings	5,686	3,000	12,431	21,117	30,535
Grants - HMRC Job Retention Scheme	9,042	0	0	9,042	0
	205,918	3,000	12,431	221,349	205,929

b) Charitable Activities

Other Charitable Activities	1,022	0	0	1,022	4,326
Rental Income	7,832	0	0	7,832	13,469
Tea and Chat	0	0	0	0	308
Youth Work	268	100	870	1,238	3,576
	9,122	100	870	10,092	21,679

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**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

2. INCOME AND ENDOWMENTS FROM:	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2020 £	TOTAL 2019 £
c) Investments					
Bank Interest	30	0	0	30	55
	30	0	0	30	55

d) Other

Miscellaneous Income	83	0	0	83	6
Refunds and Repayments	1,092	0	0	1,092	0
	1,175	0	0	1,175	6

3. EXPENDITURE ON:

Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2020 £	TOTAL 2019 £
a) Raising Funds					
Publicity	0	0	0	0	231
	0	0	0	0	231

b) Charitable Activities

Activities undertaken directly

Caring/Tea and Chat	30	0	100	130	915
Catering and Cleaning	5,034	0	0	5,034	7,450
Children and Youth	174	190	0	364	7,563
Donations to Commission	6,124	0	401	6,525	6,000
Missions:					
Home	4,180	0	431	4,611	3,119
Overseas	14,080	1,560	6,205	21,845	25,085
Visiting Speakers	1,330	0	0	1,330	1,910
SUB TOTAL	30,952	1,750	7,137	39,839	52,042

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NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020

3. EXPENDITURE ON:

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2020 £	TOTAL 2019 £
SUB-TOTAL BROUGHT FORWARD		30,952	1,750	7,137	39,839	52,042
<u>Support Costs</u>						
Conferences		198	0	0	198	4,002
Depreciation		8,317	0	0	8,317	8,317
Equipment		11,772	0	0	11,772	9,251
Fees and Subscriptions		2,781	0	0	2,781	3,558
Insurance		3,145	0	0	3,145	3,000
Literature and Supplies		134	0	0	134	0
Maintenance		25,753	0	0	25,753	16,935
Mortgage Interest		0	7,226	0	7,226	7,865
Motor and Travelling		239	0	0	239	1,259
Personnel Expenses		2,017	0	0	2,017	111
Printing, Postage, Stationery, Photocopy		1,290	0	0	1,290	1,965
Sundry and Miscellaneous		0	0	560	560	30
Telephone		364	0	0	364	750
Utilities		5,014	0	0	5,014	7,548
Wages and Salaries	10	87,937	0	1,224	89,161	110,851
		179,913	8,976	8,921	197,810	227,484
<u>Governance Costs</u>						
Independent Examiner's Fees		1,470	0	0	1,470	1,455
		1,470	0	0	1,470	1,455
TOTAL CHARITABLE ACTIVITIES		181,383	8,976	8,921	199,280	228,939

c) Other

Miscellaneous Expenditure	0	0	0	0	0
	0	0	0	0	0

4. SUPPORT AND GOVERNANCE COSTS

	Support £	Governance £	Total £
Office and administration	197,810	0	197,810
Independent examiners fees	0	1,470	1,470
	197,810	1,470	199,280

5. DETAILS OF CERTAIN TYPES OF EXPENDITURE

	2020 £	2019 £
Independent examiner's fees	1,470	1,455
Assurance services other than audit or independent examination	0	0
Tax advisory fees	0	0
Other fees (for example: financial advice, consultancy, accountancy services) paid to the independent examiner	0	0

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NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020

6. TANGIBLE FIXED ASSETS

		Church Premises Land element Title No: SY515754 £	Church Premises Building element Title No: SY515754 £	Furniture & Equipment £	TOTAL £
Cost at 01-Jan-20		175,106	1,075,650	15,221	1,265,977
Additions		0	0	0	0
Cost at 31-Dec-20		<u>175,106</u>	<u>1,075,650</u>	<u>15,221</u>	<u>1,265,977</u>
Depreciation at 01-Jan-20		0	98,426	9,262	107,688
Charge		0	7,171	1,146	8,317
Depreciation at 31-Dec-20		<u>0</u>	<u>105,597</u>	<u>10,408</u>	<u>116,005</u>
Net Book Value 31-Dec-20		<u>175,106</u>	<u>970,053</u>	<u>4,813</u>	<u>1,149,972</u>
Net Book Value 31-Dec-19		<u>175,106</u>	<u>977,224</u>	<u>5,959</u>	<u>1,158,289</u>

Church Premises

The land for the church site was acquired in November 1982 for approximately £14,000. The original building was constructed in May 1983 at an approximate cost of £85,000. Additional loans from UKET and NWB were utilised towards the extension and furnishing of the buildings on the site and was completed in May 1993. All loans relating to these costs were cleared by September 2000. The property was revalued by Jonathan Berney Consultant Surveyors and Valuers on 5 August 2009. An additional loan from Triodos Bank was taken out during 2009 to fund an extension of the church buildings and further drawdowns were taken from Triodos Bank during 2010. The percentage split shown above between the land and building element is calculated based on the original cost prices.

7. DEBTORS AND PREPAYMENTS

	Unrestricted Fund £	Designated Fund £	Restricted Fund £	Total 31-Dec-20 £	Total 31-Dec-19 £
Tax Recoverable	2,520	62	0	2,582	2,310
Other Debtors	0	0	0	0	627
Nest Pension	0	0	0	0	0
CCLA	0	0	0	0	0
	<u>2,520</u>	<u>62</u>	<u>0</u>	<u>2,582</u>	<u>2,937</u>

8. CASH AT BANK AND IN HAND

	Unrestricted Fund £	Designated Fund £	Restricted Fund £	Total 31-Dec-20 £	Total 31-Dec-19 £
Current Accounts	14,210	15,021	14,292	43,523	25,775
Deposit Accounts	36,744	0	0	36,744	36,714
Petty Cash	245	0	0	245	245
	<u>51,199</u>	<u>15,021</u>	<u>14,292</u>	<u>80,512</u>	<u>62,734</u>

THE KING'S CHURCH EPSOM
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NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020

9. CREDITORS AND ACCRUALS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Unrestricted Fund £	Designated Fund £	Restricted Fund £	Total 31-Dec-20 £	Total 31-Dec-19 £
Accruals	7,214	0	0	7,214	9,868
Independent Examiners Fees	1,470	0	0	1,470	1,455
Triodos Loan	0	28,847	0	28,847	28,847
	8,684	28,847	0	37,531	40,170

10. CREDITORS AND ACCRUALS: AMOUNTS FALLING DUE IN MORE THAN ONE YEAR

	Unrestricted Fund £	Designated Fund £	Restricted Fund £	Total 31-Dec-20 £	Total 31-Dec-19 £
Triodos Loan	0	200,262	0	200,262	221,883
	0	200,262	0	200,262	221,883

In 2009, the Church began a building project to extend the Church premises. The Church obtained a loan with Triodos bank. The church has been paying £2,404.89 back to Triodos on a monthly basis. The Church made an additional payment of £42,893.64 in 2016 to reduce the term of the loan. In addition to this the Finance Council and trustees successfully negotiated a reduced interest on the outstanding loan.

11. DESIGNATED FUNDS - MOVEMENT CURRENT YEAR

	Balance 01-Jan-20 £	Income £	Expenditure £	Transfers Btw Funds £	Balance 31-Dec-20 £
Children and Youth Work	31	100	190	0	(59)
New Beginnings Children's Home (Albania)	0	0	1,560	0	(1,560)
Building Project	(237,250)	3,000	7,226	28,847	(212,629)
Special Offerings	0	0	0	0	0
Tea and Chat	222	0	0	0	222
	(236,997)	3,100	8,976	28,847	(214,026)

11. DESIGNATED FUNDS - MOVEMENT PREVIOUS YEAR

	Balance 01-Jan-19 £	Income £	Expenditure £	Transfers Btw Funds £	Balance 31-Dec-19 £
Children and Youth Work	0	45	3,695	3,681	31
New Beginnings Children's Home (Albania)	0	0	1,200	1,200	0
Building Project	(261,245)	3,013	7,865	28,847	(237,250)
Special Offerings	9,259	0	0	(9,259)	0
Tea and Chat	129	308	215	0	222
	(251,857)	3,366	12,975	24,469	(236,997)

Designated Funds are represented by:

	31/12/2020 £	31/12/2019 £
Cash at bank and in hand	15,021	13,670
Debtors (gift aid)	62	63
Short term liabilities (Triodos loan)	28,847	28,847
Long term liabilities (Triodos loan)	200,262	221,883
	(214,026)	(236,997)

**THE KING'S CHURCH EPSOM
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**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

12. RESTRICTED FUNDS - MOVEMENT CURRENT YEAR

	Balance 01-Jan-20 £	Income £	Expenditure £	Transfers Btw Funds £	Balance 31-Dec-20 £
New Beginnings Children's Home (Albania)	312	30	0	0	342
Samaritans	545	5,442	100	0	5,887
Karuna Action (formerly Kingscare)	47	0	394	0	(347)
Pastoral Fund	0	1,224	1,224	0	0
Adhoc Fund	9,008	5,735	7,203	0	7,540
Children and Youth	0	870	0	0	870
	9,912	13,301	8,921	0	14,292

12. RESTRICTED FUNDS - MOVEMENT PREVIOUS YEAR

	Balance 01-Jan-19 £	Income £	Expenditure £	Transfers Btw Funds £	Balance 31-Dec-19 £
New Beginnings Children's Home (Albania)	166	146	0	0	312
Voth Family PNG	567	0	0	(567)	0
Samaritans	264	881	600	0	545
Karuna Action (formerly Kingscare)	47	0	0	0	47
Special Collections	250	0	0	(250)	0
Pastoral Fund	(102)	1,224	1,122	0	0
Adhoc Fund	43,694	4,720	36,018	(3,388)	9,008
Children and Youth	0	3,536	3,536	0	0
	44,886	10,507	41,276	(4,205)	9,912

Any restricted funds in deficit will be replenished in the following financial year.

**THE KING'S CHURCH EPSOM
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**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

Following a review in 2019 of all funds held, the transfers in 2019 represent:

£

- (567) In the 2016 published accounts, an amount of £675 was transferred from General funds to the Voths restricted fund. During 2017, an amount of £188 was received into this fund, £566 was spent and an adjustment to gift aid tax reclaimed of £223 was made, which should have left a balance of £0 at 31st December 2017. However, the amount transferred should only have been £600 (not £675) and the restricted income allocated to this fund was overstated in the 2017 published accounts by £492, resulting in an overstatement of the balance held at 31st December 2017 of £567. The transfer of £567 corrects this.
- (250) In 2015, gift days donations totalling £250 were incorrectly allocated to the special collections restricted fund. Of this amount, £200 should have been allocated to the restricted adhoc fund and £50 to General funds. The transfer of £250 corrects this.
- (3,388) In 2018 the Church held a weekend away at Ashburnham Christian Centre. Monies were paid in to the Ad Hoc Fund for this. Monies totalling £3,588 were paid out to Ashburnham, but they were recorded as being paid from the General Fund instead of the Ad Hoc Fund. Also as detailed above, an amount of £200 has been transferred in from the special collections fund. The transfer of £3,388 corrects this.

(4,205)

The New Beginnings Fund relates to the upkeep of a Children's Home in Tirana, Albania.

The Voths Fund relates to support for the Voth family, who work with Wycliffe Bible Translators in Papua New Guinea.

Karuna Action (Formerly Kingscare) is a Christian relief charity.

Restricted Funds are represented by:

	31-Dec-20	31-Dec-19
	£	£
Cash at bank and in hand	14,292	9,912
	<u>14,292</u>	<u>9,912</u>

**13. ANALYSIS OF STAFF COSTS, TRUSTEE REMUNERATION AND EXPENSES AND
THE COST OF KEY MANAGEMENT PERSONNEL**

	2020	2019
	£	£
Gross Wages and Salaries	79,767	97,769
Employer's National Insurance Costs (after annual allowance)	3,912	6,048
Employer's Pension Contributions	5,482	7,034
	<u>89,161</u>	<u>110,851</u>

Average number of employees who were engaged in each of the following activities:

	2020	2019
	TOTAL	TOTAL
Activities in furtherance of organisation's objects	2	4

At the start of the period, the church employed two full time staff members and two part time staff members. At the end of the period, the church employed two full time staff members and zero part time staff members.

No employees received emoluments in excess of £60,000. Staff are paid both through the PAYE system and on a self employed basis (2019: None).

The charity operates a government backed defined contribution pension scheme. Employer contributions are charged to the Statement of Financial Activities (SoFA) as they become payable in accordance with the rules of the scheme. The charity is under no further obligation to make any extra payments irrespective of how that pension fund performs. The amount charged to the SoFA during this financial year was £5,482 (2019: £7,034).

The key management personnel of the charity comprise the Board of Trustees, none of whom are remunerated. Therefore, the total employee benefits (including employer national insurance and employer pension contributions) of the key management personnel of the charity were £0.

**THE KING'S CHURCH EPSOM
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**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31 DECEMBER 2020**

14. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	CURRENT YEAR			TOTAL 2020
	Unrestricted Funds £	Designated Funds £	Restricted Funds £	
Tangible Fixed Assets	1,149,972	0	0	1,149,972
Net Current Assets	45,035	(13,764)	14,292	45,563
Long Term Liabilities	0	(200,262)	0	(200,262)
	1,195,007	(214,026)	14,292	995,273

	PREVIOUS YEAR			TOTAL 2019
	Unrestricted Funds £	Designated Funds £	Restricted Funds £	
Tangible Fixed Assets	1,158,289	0	0	1,158,289
Net Current Assets	22,838	(7,249)	9,912	25,501
Long Term Liabilities	0	(221,883)	0	(221,883)
	1,181,127	(229,132)	9,912	961,907

15. DIRECTORS AND OTHER RELATED PARTIES

Out of pocket expenses were repaid to directors. No other payments were made to directors or any persons connected with them during this financial period. No material transaction took place between the organisation and a director or any person connected with them.

16. RISK ASSESSMENT

The directors actively review the major risks which the charity faces on a regular basis and believe that maintaining the free reserves stated, combined with the annual review of the controls over key financial systems carried out on an annual basis will provide sufficient resources in the event of adverse conditions. The directors have also examined other operational and business risks which they face and confirm that they have established systems to mitigate the significant risks.

17. RESERVES POLICY

The directors have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The directors aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The directors will endeavour not to set aside funds unnecessarily. The policy is described in more detail in the directors report.

18. PUBLIC BENEFIT

The charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. Details of how the charity has achieved this are provided in the directors report. The directors confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the charity should undertake.

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

I report to the trustees on my examination of the accounts of the above charity for the year ended 31 December 2020.

As the charity's trustees (who are also the directors of the company for the purposes of company law), you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

Responsibilities and basis of report

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Signed: J Irvinesmith FCIE

Date: 9th September 2021

Independent Examiners Ltd
Unit 2 The Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF