

HILL CITY CHURCH

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED

31ST DECEMBER 2021

Charity Number 1127263

HILL CITY CHURCH
ANNUAL REPORT AND FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2021

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HILL CITY CHURCH
MEMBERS OF THE BOARD AND PROFESSIONAL ADVISERS

Registered Charity Name	Hill City Church
Charity Number	1127263
Trustees	Mr A Toovey (resigned 20 th June 2022) Mr J Richards Mr S Matheson Mr P Cole
Charity Address	c/o S Matheson 29 Oaklands Road Sebastopol Pontypool NP4 5DB
Independent examiner	JP Roper FCA McKellens Limited 11 Riverview The Embankment Business Park Vale Road Heaton Mersey Stockport SK4 3GN

HILL CITY CHURCH
TRUSTEES ANNUAL REPORT
YEAR ENDED 31ST DECEMBER 2021

The trustees are pleased to present their report to the income and expenditure accounts for the year ended 31st December 2021.

REFERENCE AND ADMINISTRATIVE DETAILS

References and administrative details are shown in the schedule of trustees and professional advisers on page 1 of the accounts.

THE TRUSTEES

The trustees who served the charity during the period were as follows:

Mr A Toovey (resigned 20th June 2022)

Mr J Richards

Mr S Matheson

Mr P Cole

HILL CITY CHURCH

TRUSTEES ANNUAL REPORT

YEAR ENDED 31ST DECEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Hill City Church is a separately registered charity, number 1127263 and operates under the original Governing Document based on Charitable Associations model constitution GD3.

OBJECTIVES AND ACTIVITIES

Objectives

The objectives of Hill City Church are:

- The advancement of the Christian faith in Trevethin, Torfaen, the UK and the world, for the benefit of the public through the holding of prayer meetings, worship services, lectures, production and distribution of literature on the Christian faith, in order to enlighten others about the Christian faith.
- The relief of persons in need or hardship who live in Trevethin, Torfaen, the UK and the world by providing services, facilities or by making grants of money.
- Provision of recreational and leisure activities for people living in the area of benefit, who have need by reason of their youth, age, infirmity or disability, poverty, social and economic circumstances with the intention of improving the condition of life for such people.

Achievements and Performance

After the obvious upheaval of 2020, the following year was one of continued frustration and yet ultimately encouraging stability for the church as a whole. Throughout the majority of the year we remained unable to hold most of the meetings and groups that had characterised our church pre-covid. However the church continued to adapt to the challenges this brought and we did whatever we could to keep connected to one another and our wider community. Over the first half of the year we did have small face-to-face gatherings on a Sunday as per regulations at the time and it was then a real relief to be able to gather all together through the better weather of the summer and beyond as regulations relaxed. The close of the year also saw the beginnings of other groups re-opening as our parent and toddler group began again and we were also able to host a Foodbank drop in twice a week which is a real privilege. Christmas turned out to be a disappointment as covid prevented many planned activities from taking place but we entered into 2022 encouraged that the church would soon be returning to a more 'normal' programme of activities.

As in previous years, our efforts to purchase and refurbish the building at Emmaus Chapel continued. We are really pleased to be able to say that the purchase did finally go through in August of this year. With fundraising for initial refurbishment already secured, work on the roofs and the heating began late in the year, immediately bringing much needed improvement to the look and function of the facilities. We hope and pray that these improvements will see the buildings used to bless many people in 2022 and long into the future.

HILL CITY CHURCH
TRUSTEES ANNUAL REPORT
YEAR ENDED 31ST DECEMBER 2021

FINANCIAL REVIEW

An independently examined summary of our income and expenditure is presented in the attached document.

We remain grateful to our supporters and congregation for all the support provided during 2021.

These accounts have been prepared on a simple receipts and payments basis, in accordance with the Charities SORP.

RESPONSIBILITIES OF THE TRUSTEES

The charity's trustees are responsible for preparing the Trustees Annual Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales required the trustees 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 of the charity for that period. In preparing these accounts, the trustees 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 accounting standards have been followed, subject to any material departures disclosed and explained in the accounts;
- Prepare the accounts on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the accounts comply with the Charities Act 1993 and the Charity (Accounts and Reports) Regulations 2008. The trustees 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.

INDEPENDENT EXAMINER

JP Roper FCA has been re-appointed as independent examiner for the ensuing year.

Signed by



Trustee

HILL CITY CHURCH
INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
HILL CITY CHURCH
YEAR ENDED 31ST DECEMBER 2021

I report on the accounts of the charity for the year ended 31st December 2021 set out on the following pages.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND INDEPENDENT EXAMINER

The trustees are responsible for the preparation of the accounts. The trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed,

It is my responsibility to

- Examine the accounts under section 145 of the 2011 Act;
- To follow the procedures laid down in the General Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- To state whether particular matters have come to my attention.

BASIS OF INDEPENDENT EXAMINER'S STATEMENT

My examination was carried out in accordance with the General Directions given by the Charities Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

INDEPENDENT EXAMINER'S STATEMENT

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- To keep accounting records in accordance with section 130 of the Charities Act 2011; and
- To prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act

have not been met; or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



JP Roper FCA
Independent Examiner
McKellens Limited
11 Riverview
The Embankment Business Park
Vale Road
Heaton Mersey
Stockport
SK4 3GN

HILL CITY CHURCH
STATEMENT OF FINANCIAL ACTIVITIES
YEAR ENDED 31ST DECEMBER 2021

2021		Unrestricted funds £	Restricted funds £	Total 2021 £
	Note			
Income and Endowments from:				
Donations and legacies	3	21,071	15,787	36,858
Charitable activities		-	-	-
Investment income		-	5	5
Total Income		<u>21,071</u>	<u>15,792</u>	<u>36,863</u>
Expenditure on:				
Raising funds		400	-	400
Charitable activities	4	11,562	29,320	40,882
Other expenditure		-	-	-
Total expenditure		<u>11,962</u>	<u>29,320</u>	<u>41,282</u>
Net income		9,109	(13,528)	(4,419)
Transfers between funds		<u>49,753</u>	<u>(49,753)</u>	-
Net movement in funds		58,862	(63,281)	(4,419)
Reconciliation of funds				
Total funds brought forward		8,647	79,679	88,325
Total funds carried forward		<u>67,508</u>	<u>16,398</u>	<u>83,906</u>
2020		Unrestricted funds £	Restricted funds £	Total 2020 £
	Note			
Income and Endowments from:				
Donations and legacies	3	21,954	75,182	97,136
Charitable activities		-	-	-
Investment income		-	12	12
Total Income		<u>21,954</u>	<u>75,194</u>	<u>97,148</u>
Expenditure on:				
Raising funds		-	1,000	1,000
Charitable activities	4	25,233	4,881	30,114
Other expenditure		-	-	-
Total expenditure		<u>25,233</u>	<u>5,881</u>	<u>31,114</u>
Net income		(3,279)	69,313	66,034
Transfers between funds		<u>(10,044)</u>	<u>10,044</u>	-
Net movement in funds		(13,323)	79,358	66,034
Reconciliation of funds				
Total funds brought forward		21,970	321	22,291
Total funds carried forward		<u>8,647</u>	<u>79,679</u>	<u>88,325</u>

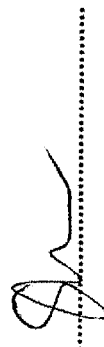
HILL CITY CHURCH (CHARITY NUMBER: 1127263)

BALANCE SHEET

YEAR ENDED 31ST DECEMBER 2021

Note	Unrestricted funds 2021	Restricted funds 2021 CAP Torfaen	Restricted funds 2021 Emmaus	Total funds 2021	Unrestricted funds 2020	Restricted funds 2020 CAP Torfaen	Restricted funds 2020 Emmaus	Total funds 2020
Tangible fixed assets	5	51,805	-	51,805				
Cash funds								
Bank account		16,344	4,377	32,989	8,647	17,589	62,090	88,325
Current Assets	6							
Prepayments and accrued income		2,107	-	2,107	-	-	-	-
Total assets		70,256	4,377	86,901	8,647	17,589	62,090	88,325
Liabilities	7	2,706	289	2,995	-	-	-	-
Assets less liabilities		67,550	4,088	83,906	8,647	17,589	62,090	88,325

Signed by two trustees on behalf of all the trustees

HILL CITY CHURCH (CHARITY NUMBER: 1127263)

NOTES TO THE ACCOUNTS

Note 1: Accounting policies

Accruals basis: The 2021 accounts have been prepared on an accruals basis. In the prior year, the accounts were prepared on a cash receipts and payments basis, rather than an accruals basis. Had the prior year's accounts been prepared on an accruals basis, the following adjustments would be required:

- Gift aid of £615 would have been accrued in respect of 2020
- Accountancy and payroll fees of totalling £306 would have been accrued in respect of 2020

The net effect of this would have been to reduce the deficit in 2020 by £309.

Gift aid recognised in the 2021 accounts includes the £615 above in respect of 2020. The cost of independent examination in the 2021 accounts includes the fees for both 2020 and 2021 and payroll costs include £126 in respect of 2020 in addition to the 2021 costs.

Tangible fixed assets: fixed assets are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation: 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	2% straight line

Public benefit: Hill City Church meets the definition of a public benefit entity under FRS102.

Note 2: Remuneration of trustees: Costs of £15,263 (2020: £14,652) are included in the accounts in respect of salary and pension paid to Mr S Matheson, a trustee of Hill City church in respect of work that he carries out for CAP Torfaen. In 2020, his work related to both Hill City Church and CAP Torfaen. In 2021, costs of £1,200 (2020: £1,200) were paid to Impact Giving for onward transmission to Mr P Cole in respect of his work with Salt and Light.

CHURCH (CHARITY NUMBER: 1127263)

NOTES TO THE ACCOUNTS

Note 3: Analysis of Income from Donations and Legacies

	Unrestricted funds 2021	Restricted funds 2021 CAP Torfaen	Restricted funds 2021 Emmaus	Total funds 2021	Unrestricted funds 2020	Restricted funds 2020 CAP Torfaen	Restricted funds 2020 Emmaus	Total funds 2020
	£	£	£	£	£	£	£	£
Income								
Donations – regular giving	17,507	2,100	726	20,333	16,660	2,070	-	18,730
Donations – one off	305	5,361	100	5,766	735	2,224	24,852	27,811
Grants	-		7,500	7,500	-	17,160	23,500	40,660
Gift aid	3,259	-	-	3,259	4,559	150	5,226	9,935
Total income from donations and legacies	21,071	7,461	8,326	36,858	21,954	21,604	53,578	97,136

HILL CITY CHURCH (CHARITY NUMBER: 1127263)

NOTES TO THE ACCOUNTS

Note 4: analysis of expenditure on charitable activities

	Unrestricted funds 2021	Restricted funds 2021 CAP Torfaen £	Restricted funds 2021 Emmaus £	Total funds 2021 £	Unrestricted funds 2020 £	Restricted funds 2020 CAP Torfaen £	Restricted funds 2020 Emmaus £	Total funds 2020 £
Staff costs								
Wages and salaries	-	15,000	-	15,000	14,652	-	-	14,652
Pension	-	263	-	263	615	-	-	615
	-	15,263	-	15,263	15,267	-	-	15,267
Sunday services								
Sunday services	2,600	-	-	2,600	3,936	-	-	3,936
	2,600	-	-	2,600	3,936	-	-	3,936
Other ministries								
Church planting/Acts 29/FIEC	3,440	-	-	3,440	1,490	-	-	1,490
CAP	43	2,886	-	2,929	-	3,743	-	3,743
Events	29	516	-	545	811	-	-	811
Holiday club and children's groups	123	-	-	123	80	-	-	80
Gifts and blessing	250	2,255	-	2,505	-	594	-	594
Impact giving	1,200	-	-	1,200	1,200	-	-	1,200
	5,085	5,657	-	10,742	3,581	4,337	-	7,918

HILL CITY CHURCH (CHARITY NUMBER: 1127263)

NOTES TO THE ACCOUNTS

Note 4: analysis of expenditure on charitable activities (continued)

	Unrestricted funds 2021	Restricted funds 2021 CAP Torfaen	Restricted funds 2021 Emmaus	Total funds 2021	Unrestricted funds 2020	Restricted funds 2020 CAP Torfaen	Restricted funds 2020 Emmaus	Total funds 2020
	£	£	£	£	£	£	£	£
Other expenses								
Website and media	333	-	-	333	296	-	-	296
Heat and light	384	-	-	384				
Stationery/postage/media	407	-	-	407	447	-	-	447
Insurance	600	-	-	600	570	-	-	570
Other costs	599	-	-	599	249	-	-	249
Depreciation	348	-	-	348	-	-	-	-
	2,671	-	-	2,671	1,561	-	-	1,561
Governance costs								
Independent examination	360			360	180			180
Accountancy services	630	-	-	630	504	-	-	504
DBS checks	166	-	-	203	203	-	-	203
	1,156	-	-	1,156	887	-	-	887
Emmaus Chapel								
Refurbishment costs	50	-	8,400	8,450	-	-	544	544
	50	-	8,400	8,450	-	-	544	544
Total expenditure	11,562	20,920	8,400	40,882	25,233	4,337	544	30,114

HILL CITY CHURCH (CHARITY NUMBER: 1127263)

NOTES TO THE ACCOUNTS

Note 5: Tangible Fixed Assets

	Freehold Building £	Total 2021 £
Cost:		
At 1 January 2021	-	-
Additions	52,153	52,153
At 31 December 2021	52,153	52,153
Depreciation:		
At 1 January 2021	-	-
Charge for the year	348	348
At 31 December 2021	348	348
Net book value:		
At 31 December 2021	51,805	51,805
At 31 December 2020	-	-

During the year, Hill City Church purchased Emmaus Congregational Church and commenced refurbishment works. Land Transaction Tax at an estimated value of £2,750 has been deferred which would become payable if certain conditions are triggered. It is not anticipated that these conditions will be triggered and at the end of the deferral period (12 August 2026) it is the intention to apply for an extension to this deferral.

Note 6: Current Assets

	2021 £	2020 £
Prepayments	593	N/A
Accrued income – gift aid	1,514	N/A
Total	2,107	N/A

As the 2020 accounts were prepared on a cash receipts and payments basis, rather than an accruals basis there were no current assets at that time.

Note 7: Current Liabilities

	2021 £	2020 £
Trade creditors	2,400	N/A
Accruals	306	N/A
PAYE/NI	289	N/A
Total	2,995	N/A

As the 2020 accounts were prepared on a cash receipts and payments basis, rather than an accruals basis there were no current liabilities at that time.

HILL CITY CHURCH (CHARITY NUMBER: 1127263)

NOTES TO THE ACCOUNTS

Note 8: Funds

	Unrestricted funds 2021	Restricted funds 2021 CAP Torfaen	Restricted funds 2021 Emmaus	Total funds 2021	Unrestricted funds 2020	Restricted funds 2020 CAP Torfaen	Restricted funds 2020 Emmaus	Total funds 2020
	£	£	£	£	£	£	£	£
Balance 1 Jan 2021	8,647	17,589	62,090	88,326	21,970	321	-	22,291
Incoming resources	21,071	7,461	8,331	36,863	21,954	21,604	53,590	97,148
Expended	(11,921)	(20,962)	(8,400)	(41,282)	(25,233)	(4,337)	(1,544)	(31,114)
Transfers	49,753	-	(49,753)	-	(10,044)	-	10,044	-
Balance 31 Dec 2021	67,550	4,088	12,268	83,906	8,647	17,588	62,090	88,325

During the year, the purchase of Emmaus Chapel was completed. Costs expended in respect of acquiring the building and undertaking repairs have been transferred out of the restricted fund into the general fund.

Note 9: Analysis of net assets between funds

	Unrestricted funds 2021	Restricted funds 2021 CAP Torfaen	Restricted funds 2021 Emmaus	Total funds 2021	Unrestricted funds 2020	Restricted funds 2020 CAP Torfaen	Restricted funds 2020 Emmaus	Total funds 2020
	£	£	£	£	£	£	£	£
Tangible fixed assets	51,805	-	-	51,805	-	-	-	-
Fixed asset investments	-	-	-	-	-	-	-	-
Current assets	18,451	4,377	12,268	35,096	8,647	17,589	62,090	88,325
Current liabilities	(2,706)	(289)	-	(2,995)	-	-	-	-
Total net assets	67,550	4,088	12,268	83,906	8,647	17,589	62,090	88,325