# HOPE CHURCH WINCHESTER

England & Wales · Charity number 1128609

## Details

| | |
|---|---|
| **Other names** | WINCHESTER FAMILY CHURCH |
| **Status** | Registered |
| **Legal form** | Charitable company |
| **Company number** | 06804892 |
| **Registered** | 2009-03-17 |
| **Register** | View on the Charity Commission register |

## Contact

| | |
|---|---|
| **Address** | Hope Church<br>Middle Brook Street<br>Winchester<br>SO23 8DQ |
| **Phone** | 01962840800 |
| **Email** | office@hopewinchester.org |
| **Website** | www.hopewinchester.org |

## Activities

**Objects:** 3.1.1 TO ADVANCE THE CHRISTIAN FAITH IN ACCORDANCE WITH THE STATEMENT OF BELIEFS IN SUCH WAYS AND IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES FROM TIME TO TIME MAY THINK FIT;3.1.2 TO RELIEVE SICKNESS, DISTRESS OR FINANCIAL HARDSHIP AND TO PROMOTE ANDPRESERVE GOOD HEALTH BY THE PROVISION OF FUNDS, GOODS OR SERVICES OF ANYKIND, INCLUDING THROUGH THE PROVISION OF COUNSELLING AND SUPPORT IN SUCHPARTS OF THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES FROM TIME TO TIME MAY THINK FIT; AND3.1.3 TO ADVANCE EDUCATION, MARRIAGE AND FAMILY LIFE IN SUCH WAYS AND IN SUCHPARTS OF THE UNITED KINGDOM OR THE WORLD AS THE TRUSTEES FROM TIME TO TIME MAY THINK FIT;3.1.4 TO FULFIL SUCH OTHER CHARITABLE PURPOSES AS THE TRUSTEES FROM TIME TO TIME IN THEIR ABSOLUTE DISCRETION SHALL DETERMINE.3.2 THE TRUSTEES MUST USE THE INCOME AND MAY USE THE CAPITAL OF THE CHARITY IN PROMOTING THE OBJECTS.

**Activities:** Advancement of the Christian Faith in accordance with the Statement of Beliefs; to relieve sickness, distress or financial hardship and to promote and preserve good health by the provision of funds, goods and services, including the provision of counselling and support; and to advance education, marriage

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and family life in such parts of the United Kingdom or the world as the trustees see fit.

## Classification

- **How:** Makes Grants To Individuals, Makes Grants To Organisations, Provides Other Finance, Provides Human Resources, Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Acts As An Umbrella Or Resource Body
- **What:** Education/training, The Prevention Or Relief Of Poverty, Religious Activities
- **Who:** Children/young People, Elderly/old People, Other Charities Or Voluntary Bodies, The General Public/mankind

## Geography

- **Area of benefit:** UNITED KINGDOM OR THE WORLD
- Hampshire

## Finances

| Period end | Income | Expenditure | Assets | Employees |
|---|---|---|---|---|
| 2025-03-31 | £974,806 | £889,940 | £3,984,416 | 23 |
| 2024-03-31 | £783,548 | £739,861 | £4,957,117 | 21 |
| 2023-03-31 | £725,258 | £699,562 | £4,913,430 | 23 |
| 2022-03-31 | £652,127 | £648,663 | £4,887,734 | 21 |
| 2021-03-31 | £740,898 | £670,408 | £4,884,270 | 22 |

## Trustees

| Name | Role | Appointed |
|---|---|---|
| **Charles Pate** | Chair | 2024-08-01 |
| Bryn David Morgan | | 2024-06-04 |
| Clodia Mutamiric | | 2016-03-22 |
| Elizabeth Leathem | | 2018-03-15 |
| Henrik Steinbrecher | | 2018-03-15 |
| IAN JOHNSON | | 2013-04-24 |
| Mary Pizzey | | 2024-12-04 |
| PETER SMITH | | |

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## Linked charities

- WINCHESTER FAMILY CHURCH PROPERTY TRUST (1128609-1)

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**HOPE CHURCH WINCHESTER**

England & Wales - Charity number 1128609

# Accounts

HOPE | CHURCH WINCHESTER

# Hope Church Winchester

**(Limited by Guarantee)**
**(Company number 06804892)**

Report and Financial Statements

Year ended: 31 March 2025

## Hope Church Winchester

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# Hope Church Winchester

## Legal and administrative information

### Status

The charity is a charitable company limited by guarantee and was incorporated on 29 January 2009.
The charity is governed by a Memorandum and Articles of Association. Under the Articles, all members of the charity must be approved by the elders of Hope Church Winchester. Trustees, who are also directors of the charitable company for the purposes of the Companies Act, can be appointed by ordinary resolution in a General meeting of the charity or by the existing trustees. No person may be appointed a trustee of the charity unless they satisfy the appointers that they subscribe and adhere to, in belief and lifestyle, the Statement of Beliefs contained in the Articles.

### Trustees

Steve Chick (resigned 4 June 2024)
Ian Johnson
Liz Leathem
Bryn Morgan (appointed 4 June 2024)
Clodia Mutamiri
Charles Pate (appointed 1 August 2024) (appointed Chairman 21 September 2025)
Mary Pizzey (appointed 4 December 2024)
Peter Smith (Chairman until 21 September 2025)
Henrik Steinbrecher

### Address

Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ

### Secretary

Peter Smith (appointed 21 September 2025)

### Auditors

Knight Goodhead Limited, 7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

### Bankers

National Westminster Bank plc, 105 High Street, Winchester, Hampshire, SO23 9AH
United Trust Bank Limited, 1 Ropemaker Street, London, EC2Y 9AW

### Registered Company Number

06804892

### Registered Charity Number

1128609

## REPORT OF THE TRUSTEES FOR THE YEAR ENDED 31 MARCH 2025

The Trustees present their report and group financial statements of the charity and its subsidiary for the year ended 31 March 2025.

### Objects

The objects of the charity are:

- to advance the Christian Faith in accordance with the Statement of Beliefs;
- to relieve sickness, distress or financial hardship and to promote and preserve good health by the provision of funds, goods and services of any kind, including the provision of counselling and support;
- to advance education, marriage and family life;

in such parts of the United Kingdom or the world as the Trustees see fit.

### Organisational structure

The business of the church is managed by the Trustees who meet regularly to review strategy, policy and operational matters. Day to day management is delegated to the Director of Operations and Staff who leads the staff team supporting the Senior Pastor. The spiritual leadership of the Church rests with the team of Elders. We join with the Elders in very much appreciating the loyalty and commitment of all our staff during what has been a challenging year with a number of changes.

### Trustee appointment and development

The Trustees are appointed by the Elders of the Church in accordance with the Constitution. New Trustees are given appropriate briefing on appointment and all Trustees are kept informed about relevant Charity Commission guidance, Charity law and best practice to ensure their ongoing competence.

We widened our demographic and skill base by appointing 3 new Trustees in the year to help ensure we are well placed to meet future challenges. We would like to record our appreciation of Peter Smith who passed the baton as Chair to Charlie Pate in September 2025 after about 20 years in that role. We are grateful that Peter continues as a Trustee and as Company Secretary.

### Membership

Our formal membership is about 350 adults although we are seeing significant growth and attract over 550 people to our Sunday worship service. We join with the eldership team in giving thanks for this and the high level of commitment within the Church reflected in service and financial giving.

### Public benefit

The Trustees have complied with section 4 of the 2011 Charities Act to give due regard to the public benefit. They have reviewed guidance set out by the Charity Commission and believe that the charity meets its obligations in this respect through activities noted below.

**REVIEW OF ACTIVITIES**

The Church continued to fulfil its charitable objectives during the year. In doing so, the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, specific guidance on charities for the advancement of religion.

**Core activities**

The Church's regular Sunday meetings and other activities grew and thrived during the year. We are grateful to God for how we have been able to engage with a growing number and diversity of people. Our Community Groups continued to meet throughout Winchester and surrounding areas sustaining and building relationships within the Church. Our ministries to the wider community have developed as part of our core activities addressing spiritual, material and emotional needs.

The Church continues to support Christian missions both locally and overseas in conjunction with Commission as part of the NewFrontiers family of churches.

**Community activity**

We have continued to focus on needs within the City including ongoing relationships with other Churches and Charities. We are committed to the following:

- *Debt relief:* Winchester Christians Against Poverty Debt Advice Centre is fully funded by the Church. Operating from the Middle Brook Centre, CAP helps people become and live debt free.

- *The Cradle:* Our parents and babies' group is open to people from within the Church and the wider community

- *The Ark:* Our parents and toddler group attracts a wide range of people largely from outside the Church.

- *Hope Café:* Our soup kitchen operates one night each week and helps many disadvantaged and needy people living within the City.

- *All Nations Café:* We have seen significant development in this programme which welcomes and connects people who have moved to Winchester from other countries.

- *After School Club:* We provide food and support for families increasingly impacted by the cost-of-living crisis.

- *Marriage and parenting support*: We seek to ensure that couples and parents receive help and support in their marriages and families.

- *Youth Work:* We run an active and fun programme open to young people from within the Church and our wider community.

- *Hope Kids:* We provide teaching, activities and support for children from within the Church and our wider community

- *Student Work:* We support students, particularly in Winchester University and Winchester School of Art, helping them to connect with the Church community

- *Pick and Mix:* Providing friendship, activities and support particularly for older, often lonely, people

- *Terrain:* Working with the Miracle Street Charity, we support, encourage and help renew disadvantaged men often from addictive backgrounds.

- *Warm Welcome:* This regular ministry welcomes all who could do with a cuppa and a chat.

- *Explore:* We have seen significant response to this ministry developed during the year for people who want to discover more about the Christian faith around a shared meal, short talk with time to chat and ask questions.

- *Pregnancy Crisis:* We support the work of the Winchester Pregnancy Crisis Centre which offers help and support to women and their families facing an unplanned pregnancy or those needing support following a still birth, miscarriage or termination.

- *Street Pastors:* We actively support the work of Winchester Street Pastors which provides care and support for people out in the City Centre late at night.

- *City Centre Chaplaincy:* We continue to support this ministry which helps people working in Winchester City Centre.

- *Basics Bank:* We actively support the work of Winchester Basics Bank which provides emergency food and clothes to individuals and families in need.

- *Facilities Hire:* Our facilities are available for hire enabling us to generate funds whilst building good relationships with the business, public sector and charity communities in and around Winchester.

**Middle Brook Centre**

The MBC is well used by the Church and outside agencies mainly from the public sector and charities. Activity significantly increased over the year as reflected in the Financial Statements.

**Staff and volunteers**

During the year to 31 March 2025 the Church employed an average of 8 full and 15 part-time staff, a full time equivalent of about 13 people, slight increase on previous year. We are thankful to God for all our staff and the hundreds of volunteers who faithfully serve the Church.

**Finance**

God has continued to bless the work of the Church financially as outlined in the Consolidated Statement of Financial Activities. Total income for the year was £975k (2024 £784k) and overall net income, (before the property impairment – see below) was £84.9k (2024 £43.7k). Unrestricted funds at 31 March 2025 were £3.983million (2024 £4.957million): Restricted funds were £1.5k (2024: nil).

The Church's wholly owned subsidiary, HCW Facilities Management Ltd, manages and hires out the property owned by the Church. During the year, the subsidiary generated a profit of £22.4k (2024 £8.4k) after taking account of contributions towards the running costs of the Charity.

**Reserves**

The Trustees regularly review the reserves of the Church. This encompasses income and expenditure streams including matching variable income with fixed commitments taking account of the nature of reserves. Reviews also take into account the Trustees' settled conviction that God will continue to supply the financial needs of the Church. The Church's general fund increased from £239.2k to £299.9k during the year. Our policy is to maintain general reserves (excluding the designated Maintenance Fund) equivalent to at least 3 months of operating costs which, when specifically approved by the Trustees, may reduce towards 2 months operating costs provided a return to 3 months operating costs is likely within a reasonable period of time. The Trustees are pleased to report that reserve levels were in excess of 3 months cover at 31 March 2025 and at the date of signing this report.

**Property Impairment**

The MBC building is a fairly unique building situated in the centre Winchester. Following a property valuation of the MBC by CBRE in January 2025 the existing use value was £3m-£4m (mid-point £3.5m) with a slightly higher redevelopment value. Trustees in light of the existing use value decided to follow usual accountancy norms and felt it was appropriate for a property impairment of £1,057,568 to be made in order to reduce the freehold property value to £3.5m.

**Risks**

The Trustees routinely assess the major risks to which the Church is exposed, particularly those related to operations, finance and safeguarding and are satisfied that appropriate arrangements and systems are in place to control and mitigate exposure to major risks. In the light of possible developments, we have recently added project management risks to those routinely reviewed so we can be assured that these are well managed and controlled.

We review the Church's arrangements for safeguarding at least annually and are satisfied that the Church's arrangements for safeguarding children and vulnerable people are effective.

**Appreciation and outlook**

We are grateful to God and His people for meeting the Church's financial needs and for significant ongoing commitment to the life and service of the Church.

We continue to believe that we are outworking the vision that God has put before us and have every reason to view the future with confidence.

**Responsibilities of the trustees**

Charity law and the Companies Acts require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the year and of the surplus or deficit of the charity. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue on that basis; and
- 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 responsible for maintaining proper 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. 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 auditors 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.

So far as each Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and each Trustee has taken all the steps that they ought to have taken as a Trustee to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

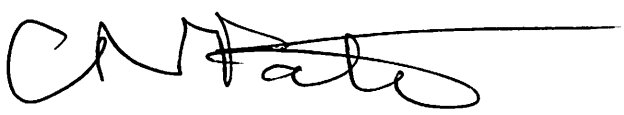
**Auditors**

Knight Goodhead Limited were re-appointed as the Charity's auditors during the year and have expressed their willingness to continue in that capacity.

**Accounting and reporting standards**

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 and the provisions for small companies under Part 15 of the Companies Act 2006.

*Approved by the Trustees on 25 November 2025 and signed on their behalf by:*



Charlie Pate
**Chair of Trustees**

## Independent auditors report
## to the members of Hope Church Winchester
## (Company limited by guarantee and not having a share capital)

### Opinion

We have audited the financial statements of Hope Church Winchester (the company and the group) for the year ended 31 March 2025, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Consolidated Cashflow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable to the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the charitable company's affairs as at 31 March 2025, and of 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 of 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's 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 trustees' 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 charitable company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

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

### Other information

The trustees 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.

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.

**Opinions on other matters 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 trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

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:

- the company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

**Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 they 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 trustees are responsible for assessing the charitable company'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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.

We identified the laws and regulations applicable to the charitable company through discussions with trustees and other management and we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we performed analytical procedures to identify any unusual or unexpected relationships, tested journal entries to identify unusual transactions and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Knight Goodhead Limited is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**Use of our report**

This report is made solely to the charitable company's members, 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 charitable company's members 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's members as a body, for our audit work, for this report, or for the opinions we have formed.

25 November 2025

**CJ Goodhead FCA**
**Senior Statutory Auditor**
**Knight Goodhead Limited**
Chartered Accountants and Statutory Auditors
7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
## FOR THE YEAR ENDED 31 MARCH 2025

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds | Restricted funds | Total funds 2025 | Total funds 2024 |
|---|---|---|---|---|---|
| **INCOME** | | £ | £ | £ | £ |
| Donations and legacies | 4 | 834,798 | 14,406 | 849,204 | 688,242 |
| Charitable activities | 5 | 14,689 | - | 14,689 | 17,455 |
| HCW Facilities Management Ltd | 9 | 99,907 | - | 99,907 | 69,574 |
| Investment income | | 10,246 | - | 10,246 | 7,873 |
| Other income | | 760 | - | 760 | 404 |
| **TOTAL INCOME** | | **960,400** | **14,406** | **974,806** | **783,548** |
| **EXPENDITURE** | | | | | |
| Charitable activities | 7 | 799,489 | 12,948 | 812,437 | 670,287 |
| HCW Facilities Management Ltd | 9 | 77,503 | - | 77,503 | 69,574 |
| **TOTAL EXPENDITURE** | | **876,992** | **12,948** | **889,940** | **739,861** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **83,408** | **1,458** | **84,866** | **43,687** |
| IMPAIRMENT OF FREEHOLD PROPERTY | 10 | **(1,057,568)** | **-** | **(1,057,568)** | **-** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - | - |
| **NET (EXPENDITURE)/INCOME FOR THE YEAR** | | **(974,160)** | **1,458** | **(972,702)** | **43,687** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,957,117 | - | 4,957,117 | 4,913,430 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14,15 | **3,982,957** | **1,458** | **3,984,415** | **4,957,117** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## PRIOR YEAR CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds | Restricted funds | Total funds 2024 |
|---|---|---|---|---|
| **INCOME** | | £ | £ | £ |
| Donations and legacies | 4 | 664,800 | 23,442 | 688,242 |
| Charitable activities | 5 | 17,455 | - | 17,455 |
| HCW Facilities Management Ltd | 9 | 69,574 | - | 69,574 |
| Investment income | | 7,873 | - | 7,873 |
| Other income | | 404 | - | 404 |
| **TOTAL INCOME** | | **760,106** | **23,442** | **783,548** |
| **EXPENDITURE** | | | | |
| Charitable activities | 7 | 645,145 | 25,142 | 670,287 |
| HCW Facilities Management Ltd | 9 | 69,574 | - | 69,574 |
| **TOTAL EXPENDITURE** | | **714,719** | **25,142** | **739,861** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **45,387** | **(1,700)** | **43,687** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - |
| **NET INCOME FOR THE YEAR** | | **45,387** | **(1,700)** | **43,687** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,911,730 | 1,700 | 4,913,430 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14, 15 | **4,957,117** | **-** | **4,957,117** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

**HOPE CHURCH WINCHESTER** **REGISTERED NUMBER : 06804892**

(Company limited by guarantee and not having share capital)

## CONSOLIDATED AND PARENT CHARITY BALANCE SHEET AT 31 MARCH 2025

| | | Group | | Charity | |
|---|---|---|---|---|---|
| | | 2025 | 2024 | 2025 | 2024 |
| | Notes | £ | £ | £ | £ |
| **FIXED ASSETS** | | | | | |
| Tangible assets | 10 | 3,572,996 | 4,601,742 | 3,572,996 | 4,601,742 |
| Investments | 11 | - | - | 1 | 1 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 12 | 85,887 | 32,373 | 122,804 | 48,653 |
| Cash at bank and in hand | | 355,687 | 344,866 | 317,599 | 324,716 |
| | | 441,574 | 377,239 | 440,403 | 373,369 |
| **CREDITORS:** amounts falling due within one year | 13 | (30,155) | (21,864) | (28,984) | (17,994) |
| **NET CURRENT ASSETS** | | 411,419 | 355,375 | 411,419 | 355,375 |
| **NET ASSETS** | | **3,984,415** | **4,957,117** | **3,984,416** | **4,957,118** |
| **FUNDS** | | | | | |
| Unrestricted funds | 15 | 3,982,957 | 4,957,117 | 3,982,958 | 4,957,118 |
| Restricted funds | 14 | 1,458 | - | 1,458 | - |
| **TOTAL FUNDS** | 16 | **3,984,415** | **4,957,117** | **3,984,416** | **4,957,118** |

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Trustees on 25 November 2025
and signed on their behalf by

**Ian Johnson**
**Trustee**

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having a share capital)

## CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2025

| | Notes | 2025 £ | 2024 £ |
|---|---|---|---|
| **NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES** | 1 | 61,441 | 66,920 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Interest received | | 10,246 | 7,873 |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Sale proceeds of fixed asset disposals | | - | 150 |
| Fixed asset additions | | (60,866) | (14,939) |
| **NET CASH FLOW** | | **10,821** | **60,004** |
| **NET CASH FLOW FOR THE YEAR** | | | |
| Change in cash and cash equivalents in the year | | 10,821 | 60,004 |
| Cash and cash equivalent at start of the year | | 344,866 | 284,862 |
| **Cash and cash equivalents at the end of the year** | 2 | **355,687** | **344,866** |

## NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2025

| 1 NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES | 2025 £ | 2024 £ |
|---|---|---|
| Net movement in funds for the year | (972,702) | 43,687 |
| Interest received | (10,246) | (7,873) |
| Depreciation | 30,679 | 23,611 |
| Impairment of fixed assets | 1,057,568 | - |
| Loss/(Profit) on disposal of fixed assets | 1,365 | (150) |
| (Increase)/Decrease in debtors | (53,514) | 20,643 |
| Increase /(Decrease) in creditors | 8,291 | (12,998) |
| **Net cash flow from operating activities** | **61,441** | **66,920** |

| 2 ANALYSIS OF CASH AND CASH EQUIVALENTS | 2025 £ | 2024 £ |
|---|---|---|
| Cash at bank and in hand | 355,687 | 344,866 |
| | **355,687** | **344,866** |

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

1 **ACCOUNTING POLICIES**

**(a) Accounting convention**

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102, and the Companies Act 2006.

The charitable company meets the definition of the 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 note.

The accounts have been prepared on the going concern basis. There are no material uncertainties about the charitable company's ability to continue.

**(b) Fund accounting**

- Unrestricted funds are donations and other income received without further specified purposes and are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company.

- Designated funds are funds set aside by the trustees for specified purposes in furtherance of the general objectives of the charitable company.

- Restricted funds are to be used for specific purposes are laid down by the donor. Expenditure which meets these criteria is charged to the fund.

**(c) Income**

All income is included in the Statement of Financial Activities when the charitable company is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacies are received by way of offerings and gifts and are included in full in the Statement of Financial Activities when receivable. The value of services by volunteers has not been included, but significant time is given by volunteers, particularly in undertaking management and administration work. Gifts pledged are not brought into the financial statements until they are actually received.

Investment income is included when receivable.

**(d) Expenditure**

Expenditure is recognised on an accrual basis as a liability is incurred. It includes any VAT paid, which is irrecoverable.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

1 **ACCOUNTING POLICIES (continued)**

The policy of including items within the relevant activity categories of expenditure is to apply direct costs to the appropriate activity and indirect costs on the basis of trustees calculations. The cost of charitable activities represents the direct costs of running church activities as set out in the notes to the financial statements. The costs of fundraising trading include direct costs set out in the notes.

**(e) Fixed assets**

Fixed assets are capitalised for ongoing use within the charitable company, where the individual cost of the asset exceeds £1,000.

Depreciation is provided on fixed assets to spread the cost over the estimated useful lives of the relevant assets at the following rates:

| | |
|---|---|
| Office equipment | 33 1/3% straight line (2024: 20% straight line) |
| Furniture and fittings | 20% straight line |

Freehold land is not depreciated. Freehold buildings are carried at cost and are reviewed for impairment if circumstances indicate their value may exceed their net realisable value and value in use. It is the charitable company's policy to maintain all buildings to such a standard that their estimated residual value is not less than their net book value at any given time, therefore, no depreciation is charged.

**(f) Pension costs**

Contributions in respect of the charitable company's defined contribution scheme are charged to the Statement of Financial Activities for the year in which they are payable to the scheme. Differences between contributions payable and contributions actually paid in the year are shown as either other creditors or other debtors at the year end.

**(g) Investments**

Shares held in the charitable company's trading subsidiary are stated at cost.

**(h) Leases**

Rentals payable in respect of operating leases where substantially all benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities as incurred.

**(i) Taxation**

As a registered charity the charitable company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value added tax is not recoverable by the charitable company, and is therefore included in the relevant costs in the Statement of Financial Activities.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

### 1 ACCOUNTING POLICIES (continued)

**(j) Basic financial instruments**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are then carried at amortised cost using the effective interest method. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities, including creditors and loans from fellow group companies are initially recognised at transaction price and are subsequently carried at amortised cost using the effective interest method. Financial liabilities classified as payable within one year are not amortised.

### 2 LEGAL STATUS

The charitable company is a company limited by guarantee and has no share capital. The charitable company was incorporated on 29 January 2009 in England and was registered on 17 March 2009 with the Charity Commission in England and Wales.

The registered office of the charitable company is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ.

HCW Facilities Management Ltd is a company limited by shares. The company was incorporated on 9 March 2010 in England. The registered office is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ. The company is a 100% owned subsidiary of Hope Church Winchester.

### 3 WINDING UP OR DISSOLUTION

If upon winding up or dissolution of the charitable company there remains any assets, after satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charitable company.

### 4 DONATIONS AND LEGACIES

| | Unrestricted | Restricted | 2025 | 2024 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Gift aid donations | 553,192 | 2,804 | 555,996 | 476,476 |
| Tax recoverable | 138,298 | 701 | 138,999 | 119,119 |
| Other donations | 143,308 | 10,901 | 154,209 | 92,647 |
| | **834,798** | **14,406** | **849,204** | **688,242** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

### 5 CHARITABLE ACTIVITIES INCOME

| | Unrestricted | Restricted | 2025 | 2024 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Church departments | 3,997 | - | 3,997 | 4,850 |
| Events and sundry income | 10,692 | - | 10,692 | 12,605 |
| | **14,689** | **-** | **14,689** | **17,455** |

### 6 STAFF COSTS

| | 2025 | 2024 |
|---|---|---|
| | £ | £ |
| Wages and salaries | 469,089 | 403,111 |
| Redundancy | 6,646 | - |
| Social security costs | 35,263 | 26,906 |
| Pension | 26,978 | 22,945 |
| Consolidated staff costs per group | **537,976** | **452,962** |
| Less amounts recharged to connected companies | (46,665) | (41,012) |
| Total staff costs per charity | **491,311** | **411,950** |

The average number of staff employed during the year was 23 (2024: 21): a full time equivalent of about 10 people. One employee received emoluments of £60,000 or more during this year, none in the prior year.

At the year end there were outstanding pension contributions payable of £nil (2024: £1,658). Total pension contributions of £53,350 (2024: £43,524) were paid by the charitable company and are included in the SOFA.

During the year key management personnel were paid a total of £329,640 (6 employees) (2024: £267,064 5 employees).

No remuneration was paid to trustees during the year except those detailed in note 19.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

| 7 EXPENDITURE | Unrestricted | Restricted | 2025 | 2024 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Staff costs | 488,330 | 2,981 | 491,311 | 411,950 |
| Travel and accommodation expenses | 2,641 | - | 2,641 | 1,908 |
| Visiting speakers | 15,950 | - | 15,950 | 15,920 |
| Leadership training and frontier project | 4,578 | - | 4,578 | 3,938 |
| Events | 26,830 | 3,500 | 30,330 | 27,576 |
| Telephone | 3,912 | - | 3,912 | 3,141 |
| Middle Brook Centre running costs | 80,446 | - | 80,446 | 45,289 |
| Catering | 34,723 | 3,780 | 38,503 | 29,307 |
| Church departments | 12,715 | 963 | 13,678 | 11,996 |
| Books and CDs | 4,078 | - | 4,078 | 3,142 |
| Bank charges | 4,348 | - | 4,348 | 4,049 |
| Computer and website support | 22,977 | - | 22,977 | 25,771 |
| Professional fees, laws and regulations | 5,133 | 750 | 5,883 | 4,111 |
| Sundries | 7,800 | - | 7,800 | 7,488 |
| Gifts and donations | 45,105 | 974 | 46,079 | 42,246 |
| Depreciation | 30,679 | - | 30,679 | 23,611 |
| Audit fee | 4,980 | - | 4,980 | 4,620 |
| Equipment and venue hire | 226 | - | 226 | 770 |
| Printing, postage and stationery | 2,157 | - | 2,157 | 2,562 |
| Repairs and renewals | 516 | - | 516 | 1,042 |
| (Profit) on disposal | 1,365 | - | 1,365 | (150) |
| | **799,489** | **12,948** | **812,437** | **670,287** |

Included within audit fees above are amounts due to the auditors in relation to the audit work of £3,720 (2024: £3,620) and £1,200(2024: £1,000) in respect of accounts preparation work. In addition, included within HCW Facilities Management Ltd expenditure is £840 (2024: £780) due to the auditor in respect of accounts preparation and corporation tax work.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

### 8 ANALYSIS OF GRANTS

Gifts and donations made in the year totalled £46,079 of which £3,394 was made to individuals and £42,685 was made to institutions. Gifts over £1,000 per institution are as follows:

| | 2025<br>£ | 2024<br>£ |
|---|---|---|
| Commission Apostolic Trust | 18,500 | 10,800 |
| Christians Against Poverty | 7,200 | 7,200 |
| Winchester Beacon (Night shelter) | - | 4,500 |
| Winchester Basic Bank | 600 | 4,500 |
| Street Pastors | 2,400 | 2,400 |
| Newday Generation | - | 5,000 |
| Winchester Pregnancy Crisis Centre | 2,400 | 2,400 |
| Universities & Colleges Christian Fellowship | 4,250 | - |
| Christ Central Church | 5,000 | - |
| World Vision | 1,000 | - |
| Other small gifts to institutions | 1,335 | 1,320 |
| Total gifts to institutions | 42,685 | 38,120 |
| Gifts to individuals | 3,394 | 4,126 |
| Total gifts and donations | **46,079** | **42,246** |

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The group Statement of Financial Activities includes the results of the charitable company's wholly owned subsidiary, HCW Facilities Management Ltd, which deals with the hiring of church facilities to third parties. The subsidiary is incorporated in the United Kingdom and pays all of its profits to the charitable company by way of donation. The charitable company owns the entire share capital of 1 ordinary share of £1.

HCW Facilities Management Ltd prepares its accounts each year to 31 March for filing with the Registrar of Companies. Its company registration number is 07181799.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY (continued)

The results for the year ended 31 March 2025 are summarised as follows:

| | 2025<br>£ | 2024<br>£ |
|---|---|---|
| Turnover | 99,907 | 69,574 |
| Administration expenses | (77,503) | (61,139) |
| Net profit | 22,404 | 8,435 |
| Amounts gifted to Hope Church Winchester | (22,404) | (8,435) |
| Retained in subsidiary | - | - |

The net assets of the company at 31 March 2025 were £1 (2024: £1).

### 10 TANGIBLE FIXED ASSETS

| Group and charity | Freehold Property<br>£ | Equipment<br>£ | Furniture and fittings<br>£ | Total<br>£ |
|---|---|---|---|---|
| COST | | | | |
| At beginning of year | 4,557,568 | 41,638 | 577,294 | 5,176,500 |
| Additions | | 4,984 | 55,882 | 60,866 |
| Disposals | - | (3,012) | (32,329) | (35,341) |
| Impairment of fixed assets | (1,057,568) | - | - | (1,057,568) |
| At end of year | **3,500,000** | **43,610** | **600,847** | **4,144,457** |
| DEPRECIATION | | | | |
| At beginning of year | - | 21,919 | 552,839 | 574,758 |
| Charge for the year | - | 11,255 | 19,424 | 30,679 |
| Disposals | - | (2,768) | (31,208) | (33,976) |
| At end of year | - | **30,406** | **541,055** | **571,461** |
| NET BOOK VALUE | | | | |
| At end of year | **3,500,000** | **13,204** | **59,792** | **3,572,996** |
| At beginning of year | **4,557,568** | **19,719** | **24,455** | **4,601,742** |

The carrying value of the Middle Brook Centre was revised downwards by the trustees in line with an existing use valuation by CBRE in January 2025.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

### 11 INVESTMENTS

| | Total |
|---|---|
| | £ |
| COST | |
| At 1 April 2024 and 31 March 2025 | 1 |

Hope Church Winchester holds 100% of the share capital of HCW Facilities Management Ltd, a company incorporated in England and Wales. The principal activity of HCW Facilities Management Ltd is the hiring of rooms in the charitable company's premises at the Middle Brook Centre.

### 12 DEBTORS

| | Group | | Charity | |
|---|---|---|---|---|
| | 2025 | 2024 | 2025 | 2024 |
| | £ | £ | £ | £ |
| Trade debtors | 3,825 | - | 3,825 | - |
| Income tax recoverable | 10,429 | 10,747 | 10,429 | 10,747 |
| Prepayments | 9,003 | 4,921 | 9,003 | 4,921 |
| Other debtors | 42,598 | 11,129 | 38,802 | 9,665 |
| Hiring debtors | 20,032 | 5,576 | - | - |
| Amounts due from HCW Facilities Management Ltd | - | - | 60,745 | 23,320 |
| | **85,887** | **32,373** | **122,804** | **48,653** |

### 13 CREDITORS: amounts falling due within one year

| | Group | | Charity | |
|---|---|---|---|---|
| | 2025 | 2024 | 2025 | 2024 |
| | £ | £ | £ | £ |
| Trade creditors | 17,849 | 5,872 | 17,849 | 5,872 |
| Accruals and deferred income | 12,031 | 14,334 | 10,860 | 10,464 |
| Other creditors | 275 | 1,658 | 275 | 1,658 |
| | **30,155** | **21,864** | **28,984** | **17,994** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2025

### 14 RESTRICTED FUNDS

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Specified giving fund | - | 974 | (974) | - | - |
| Memorial fund for Ben O'Brien Hope Street Café | - | 2,845 | (1,387) | - | 1,458 |
| Make Lunch Club Grant | - | 3,780 | (3,780) | - | - |
| Food for Festivals | - | 3,500 | (3,500) | - | - |
| Christians Against Poverty | - | 3,107 | (3,107) | - | - |
| ACTS 435 | - | 200 | (200) | - | - |
| | **-** | **14,406** | **(12,948)** | **-** | **1,458** |

**Specified giving fund**
The specified giving fund was established to receive gifts specifically for charitable purposes outside of Hope Church Winchester.

**Memorial fund for Ben O'Brien Hope Street Café**
The fund was set up following the death of Ben O'Brien who was a homeless person who used the Café on a regular basis. The income arose from donations received at his funeral and dedicated the monies raised to the running of Hope Street Café.

**Make Lunch Club Grant**
Hope Church Winchester received a grant from Winchester City Council's Cost of Living Grant 2022/23 for its Make Lunch Club to be applied towards the costs of feeding and supporting families through the cost of living crisis. In the current year £3,280 was received from Hampshire County Council together with individual specified donation of £500 in respect of this fund.

**Food for festival**
A donation was received for food at the festival with any surplus to be used against other festival costs.

**Christians Against Poverty**
Donations are raised towards the cost of running Christians Against Poverty.

**ACTS 435**
Requests are made to the Charity for funds in respect of requests from people in hardship.

## 15 UNRESTRICTED FUNDS

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Maintenance fund | 116,148 | - | (21,045) | 15,000 | 110,103 |
| Capital fund | 4,601,742 | - | (1,088,247) | 59,501 | 3,572,996 |
| Total designated funds | 4,717,890 | - | (1,109,292) | 74,501 | 3,683,099 |
| General funds | 239,227 | 960,400 | (825,268) | (74,501) | 299,858 |
| | **4,957,117** | **960,400** | **(1,934,560)** | **-** | **3,982,957** |

**Maintenance fund**

Annual amounts of £15,000 are transferred in to the maintenance fund from the general fund to provide reserves for major maintenance work that may be required at the Middle Brook Centre.

**Capital fund**

This fund matches the net book value of the tangible assets held by the church.

## 16 ANALYSIS OF NET ASSETS BETWEEN FUNDS

| *As at 31 March 2025* | Unrestricted £ | Restricted £ | 2025 £ |
|---|---|---|---|
| Tangible fixed assets | 3,572,996 | - | 3,572,996 |
| Debtors | 85,887 | - | 85,887 |
| Bank and cash | 354,229 | 1,458 | 355,687 |
| Creditors | (30,155) | - | (30,155) |
| | **3,982,957** | **1,458** | **3,984,415** |

| *As at 31 March 2024* | Unrestricted £ | Restricted £ | 2024 £ |
|---|---|---|---|
| Tangible fixed assets | 4,601,742 | - | 4,601,742 |
| Debtors | 32,373 | - | 32,373 |
| Bank and cash | 344,866 | - | 344,866 |
| Creditors | (21,864) | - | (21,864) |
| | **4,957,117** | **-** | **4,957,117** |

## 17 SHARE CAPITAL

The charitable company is incorporated under the Companies Act and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as might be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter.

## 18 PARENT CHARITABLE COMPANY

Below are summarised results for Hope Church Winchester, excluding the subsidiary company:

| | 2025 | 2024 |
|---|---|---|
| INCOME | £ | £ |
| Donations and legacies | 871,608 | 688,242 |
| Charitable activities | 14,689 | 17,455 |
| Investment income | 10,246 | 7,873 |
| Other income | 760 | 404 |
| **TOTAL INCOME** | **897,303** | **713,974** |
| EXPENDITURE | | |
| Charitable activities | 812,437 | 670,287 |
| **TOTAL EXPENDITURE** | **812,437** | **670,287** |
| **NET(DEFICIT)/ INCOME FOR THE YEAR** | **84,866** | **43,687** |

## 19 RELATED PARTY TRANSACTIONS

S Chick, trustee who resigned during the year, whilst in office, was paid £9,812 (2024: £55,281) for his role as lead pastor and received pension contributions of £589 (2024: £3,317). These payments are permitted by clause 5.3 of the Memorandum of Association.

Two relatives of trustees whist in office were paid £16,027 (2024: £23,520 to two relatives) as employees of the charitable company.

One trustee, whilst in office, received reimbursement of expenses during the year in respect of travel, catering and subsistence amounting to £160 (2024: £600).

During the year, the charitable company received donations from HCW Facilities Management Ltd, a wholly owned subsidiary, of £22,404 (2024: £8,345) and recharged expenses totalling £75,021 (2024: £59,369). At the year end, the charitable company was owed £60,745 by HCW Facilities Management Ltd (2024: £23,230).

The charity made donations to Winchester Pregnancy Crisis Centre £2,400 (2024: £2,400).
H Steinbrecher was a trustee in both charities however he resigned from Winchester Pregnancy Crisis Centre during the year.

**20 RESTRICTED FUNDS - PRIOR YEAR**

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Specified giving fund | - | 8,739 | (8,739) | - | - |
| Make Lunch Club Grant | 1,700 | 8,650 | (10,350) | - | - |
| Christians Against Poverty | | 5,553 | (5,553) | | - |
| ACTS 435 | - | 500 | (500) | - | - |
| | **1,700** | **23,442** | **(25,142)** | **-** | **-** |

**21 UNRESTRICTED FUNDS - PRIOR YEAR**

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Maintenance fund | 101,148 | - | - | 15,000 | 116,148 |
| Capital fund | 4,610,414 | - | (23,611) | 14,939 | 4,601,742 |
| Total designated funds | 4,711,562 | - | (23,611) | 29,939 | 4,717,890 |
| General funds | 200,168 | 760,106 | (691,108) | (29,939) | 239,227 |
| | 4,911,730 | 760,106 | (714,719) | - | 4,957,117 |

**HOPE CHURCH WINCHESTER**

England & Wales - Charity number 1128609

# Accounts

# Hope Church Winchester

**(Limited by Guarantee)**
**(Company number 06804892)**

Report and Financial Statements

Year ended: 31 March 2024

## Hope Church Winchester

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## Hope Church Winchester

## Legal and administrative information

### Status

The charity is a charitable company limited by guarantee and was incorporated on 29 January 2009.

The charity is governed by a Memorandum and Articles of Association. Under the Articles, all members of the charity must be approved by the elders of Hope Church Winchester. Trustees, who are also directors of the charitable company for the purposes of the Companies Act, can be appointed by ordinary resolution in a General meeting of the charity or by the existing trustees. No person may be appointed a trustee of the charity unless they satisfy the appointers that they subscribe and adhere to, in belief and lifestyle, the Statement of Beliefs contained in the Articles.

### Trustees

Steve Chick (resigned 4 June 2024)
Ian Johnson
Liz Leathem
Bryn Morgan (appointed 4 June 2024)
Clodia Mutamiri
Charles Pate (appointed 1 August 2024)
Peter Smith (Chairman)
Henrik Steinbrecher

### Address

Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ

### Secretary

Matthew Parker (resigned 24 September 2024)

### Auditors

Knight Goodhead Limited, 7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

### Bankers

National Westminster Bank plc, 105 High Street, Winchester, Hampshire, SO23 9AH
United Trust Bank Limited, 1 Ropemaker Street, London, EC2Y 9AW

### Registered Company Number

06804892

### Registered Charity Number

1128609

## Report of the Trustees for the year ended 31 March 2024

The Trustees present their report and the group financial statements of the charity and its subsidiary for the year ended 31 March 2024.

### Objects

The objects of the charity are:

- to advance the Christian Faith in accordance with the Statement of Beliefs;
- to relieve sickness, distress or financial hardship and to promote and preserve good health by the provision of funds, goods and services of any kind, including the provision of counselling and support;
- to advance education, marriage and family life;

in such parts of the United Kingdom or the world as the Trustees see fit.

### Organisational structure

The business of the church is managed by the Trustees who meet regularly to review strategy, policy and operational matters. Day to day management is delegated to the Director of Operations and Staff who leads the staff team supporting the Senior Pastor. The spiritual leadership of the Church rests with the team of Elders.

### Trustee appointment and development

The Trustees are appointed by the Elders of the Church in accordance with the Constitution. New Trustees are given appropriate briefing and induction on appointment. All Trustees are kept informed about relevant Charity Commission guidance and Charity law and best practice to ensure their ongoing competence.

### Membership

Our formal membership is about 350 adults although we are seeing significant growth and attract over 500 people to our Sunday meeting. We join with the eldership team in giving thanks for this and the high level of commitment within the Church reflected in service and financial giving.

### Review of activities

The Church continued to fulfil its charitable objectives during the year. In doing so, the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, specific guidance on charities for the advancement of religion.

### Public benefit

The Trustees have complied with section 4 of the 2011 Charities Act to give due regard to the public benefit. They have reviewed guidance set out by the Charity Commission and believe that the charity meets its obligations in this respect through activities set out under the heading "Community Activity" below. The Trustees will continue to review the activities of the charity to ensure that they are consistent with the legal objects set out in its constitution.

**Core activities**

The Church's regular Sunday meetings and other activities grew and thrived during the year. We are grateful to God for how we have been able to engage with a growing number and diversity of people.

Our Community Groups continued to meet throughout Winchester and surrounding areas sustaining and building relationships within the Church. Our ministries to the wider community have developed as part of our core activities addressing spiritual, material and emotional needs.

The Church continues to support Christian missions both locally and overseas in conjunction with Commission as part of the NewFrontiers family of churches.

**Community activity**

We have continued to focus on needs within the City including ongoing relationships with other Churches and Charities. We remain committed to the following:

- *Debt relief:* Winchester Christians Against Poverty Debt Advice Centre is fully funded by the Church. Operating from the Middle Brook Centre, CAP helps people become and live debt free.

- *The Cradle:* Our parents and babies' group is open to people from within the Church and the wider community

- *The Ark:* Our parents and toddler group attracts a wide range of people largely from outside the Church.

- *Hope Street Café:* Our soup kitchen operates one night each week and helps many disadvantaged and needy people living within the City.

- *All Nations Café:* We have seen significant development in this programme which welcomes and connects people who have moved to Winchester from other countries.

- *After School Club:* We provide food and support for families increasingly impacted by the cost-of-living crisis.

- *Marriage and parenting support***:** We seek to ensure that couples and parents receive help and support in their marriages and families.

- *Youth Work:* We run an active and fun programme open to young people from within the Church and our wider community.

- *Hope Kids:* We provide teaching and activities for children from within the Church and our wider community

- *Student Work:* We support students, particularly in Winchester University and Winchester School of Art, helping them to connect with the Church community

- *Work with Older People:* Older people within the Church and our wider community meet for friendship, activities and support.

- *Pregnancy Crisis:* We support the work of the Winchester Pregnancy Crisis Centre which offers help and support to women and their families facing an unplanned pregnancy or those needing support following a still birth, miscarriage or termination.

- *Street Pastors:* We actively support the work of Winchester Street Pastors which provides care and support for people out in the City Centre late at night.

- *City Centre Chaplaincy:* We continue to support this ministry which helps people working in Winchester City Centre.

- *Basics Bank:* We continue to support the work of Winchester Basics Bank which provides emergency food and clothes to individuals and families in need.

- *Facilities Hire:* Our facilities are available for hire which enables us to build good relationships with the business, public sector and charity communities in and around Winchester.

**Middle Brook Centre**

The MBC is well used by the Church and outside agencies mainly from the public sector and charities. Activity significantly increased over the year as organisations became fully functioning following the covid pandemic.

**Staff and volunteers**

During the year to 31 March 2024 the Church employed an average of 7 full and 14 part-time staff, a full time equivalent of about 10 people, about the same as last year. We are thankful to God for all our staff and the hundreds of volunteers who faithfully serve the Church.

**Finance**

God has continued to bless the work of the Church financially as outlined in the Consolidated Statement of Financial Activities. Total income for the year was £784k (2023 £725k) and overall net income was £43.7k (2023 £25.7k). Unrestricted funds at 31 March 2024 were £4.957million (2023 £4.912million): Restricted funds were £nil (2023: £1.7k).

The Church's wholly owned subsidiary, HCW Facilities Management Ltd, manages and hires out the property owned by the Church. During the year, the subsidiary generated a profit of £nil (2023 £nil) after taking account of contributions towards the running costs of the Charity.

**Reserves**

The Trustees regularly review the reserves of the Church. This encompasses income and expenditure streams including matching variable income with fixed commitments taking account of the nature of reserves. Reviews also take into account the Trustees' settled conviction that God will continue to supply the financial needs of the Church. The Church's general fund increased from £200.2k to £239.2k during the year. Our policy is to maintain general reserves (excluding the designated Maintenance Fund)

equivalent to at least two months' operating costs and the Trustees are pleased to report that reserve levels are comfortably in excess of this requirement.

**Risks**

The Trustees routinely assess the major risks to which the Church is exposed, particularly those related to operations, finance and safeguarding and are satisfied that appropriate arrangements and systems are in place to control and mitigate exposure to major risks. We review annually and are satisfied that the Church's arrangements for safeguarding children and vulnerable people are effective.

**Appreciation and outlook**

We are grateful to God and His people for meeting the Church's financial needs and for significant ongoing commitment to the life and service of the Church. We would particularly like to record our appreciation of Steve Chick as he stands down as Senior Pastor and look forward to Tim Blaber taking on that role in June 2024.

We continue to believe that we are outworking the vision that God has put before us and have every reason to view the future with confidence.

**Responsibilities of the Trustees**

Charity law and the Companies Acts require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the year and of the surplus or deficit of the charity. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue on that basis; and
- 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 responsible for maintaining proper 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. 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 auditors 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.

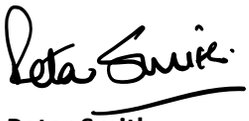
So far as each Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and each Trustee has taken all the steps that they ought to have taken as a Trustee to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

**Auditors**

Knight Goodhead Limited were re-appointed as the Charity's auditors during the year and have expressed their willingness to continue in that capacity.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 and the provisions for small companies under Part 15 of the Companies Act 2006.

*Approved by the Trustees on 3 December 2024 and signed on their behalf by:*



**Peter Smith**
**Chair of Trustees**

## Independent auditors report
## to the members of Hope Church Winchester
**(Company limited by guarantee and not having a share capital)**

### Opinion

We have audited the financial statements of Hope Church Winchester (the company and the group) for the year ended 31 March 2024, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Consolidated Cashflow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable to the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the charitable company's affairs as at 31 March 2024, and of 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 of 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's 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 trustees' 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 charitable company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

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

### Other information

The trustees 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.

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.

**Opinions on other matters 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 trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

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:

- the company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

**Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 they 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 trustees are responsible for assessing the charitable company'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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.

We identified the laws and regulations applicable to the charitable company through discussions with trustees and other management and we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we performed analytical procedures to identify any unusual or unexpected relationships, tested journal entries to identify unusual transactions and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

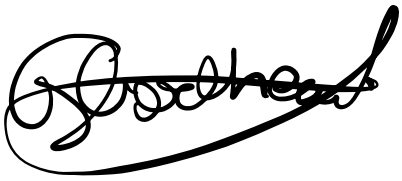
Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Knight Goodhead Limited is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**Use of our report**

This report is made solely to the charitable company's members, 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 charitable company's members 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's members as a body, for our audit work, for this report, or for the opinions we have formed.



**CJ Goodhead FCA**
**Senior Statutory Auditor**
**Knight Goodhead Limited**
Chartered Accountants and Statutory Auditors
7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
## FOR THE YEAR ENDED 31 MARCH 2024

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds | Restricted funds | Total funds 2024 | Total funds 2023 |
|---|---|---|---|---|---|
| **INCOME** | | £ | £ | £ | £ |
| Donations and legacies | **4** | 664,800 | 23,442 | 688,242 | 656,966 |
| Charitable activities | **5** | 17,455 | - | 17,455 | 11,999 |
| HCW Facilities Management Ltd | **9** | 69,574 | - | 69,574 | 52,818 |
| Investment income | | 7,873 | - | 7,873 | 418 |
| Other income | | 404 | - | 404 | 3,057 |
| **TOTAL INCOME** | | **760,106** | **23,442** | **783,548** | **725,258** |
| **EXPENDITURE** | | | | | |
| Charitable activities | **7** | 645,145 | 25,142 | 670,287 | 646,744 |
| HCW Facilities Management Ltd | **9** | 69,574 | - | 69,574 | 52,818 |
| **TOTAL EXPENDITURE** | | **714,719** | **25,142** | **739,861** | **699,562** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **45,387** | **(1,700)** | **43,687** | **25,696** |
| TRANSFERS BETWEEN FUNDS | **14,15** | - | - | - | - |
| **NET INCOME FOR THE YEAR** | | **45,387** | **(1,700)** | **43,687** | **25,696** |
| TOTAL FUND BALANCES BROUGHT FORWARD | **14,15** | 4,911,730 | 1,700 | 4,913,430 | 4,887,734 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | **14,15** | **4,957,117** | **-** | **4,957,117** | **4,913,430** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## PRIOR YEAR CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds £ | Restricted funds £ | Total funds 2023 £ |
|---|---|---|---|---|
| **INCOME** | | | | |
| Donations and legacies | **4** | 628,119 | 28,847 | 656,966 |
| Charitable activities | **5** | 11,999 | - | 11,999 |
| HCW Facilities Management Ltd | **9** | 52,818 | - | 52,818 |
| Investment income | | 418 | - | 418 |
| Other income | | 807 | 2,250 | 3,057 |
| **TOTAL INCOME** | | **694,161** | **31,097** | **725,258** |
| **EXPENDITURE** | | | | |
| Charitable activities | **7** | 617,347 | 29,397 | 646,744 |
| HCW Facilities Management Ltd | **9** | 52,818 | - | 52,818 |
| **TOTAL EXPENDITURE** | | **670,165** | **29,397** | **699,562** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **23,996** | **1,700** | **25,696** |
| TRANSFERS BETWEEN FUNDS | **14,15** | - | - | - |
| **NET INCOME FOR THE YEAR** | | **23,996** | **1,700** | **25,696** |
| TOTAL FUND BALANCES BROUGHT FORWARD | **14,15** | 4,887,734 | - | 4,887,734 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | **14, 15** | **4,911,730** | **1,700** | **4,913,430** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

**HOPE CHURCH WINCHESTER** **REGISTERED NUMBER : 06804892**

(Company limited by guarantee and not having share capital)

## CONSOLIDATED AND PARENT CHARITY BALANCE SHEET AT 31 MARCH 2024

| | | Group | | Charity | |
|---|---|---|---|---|---|
| | | 2024 | 2023 | 2024 | 2023 |
| | Notes | £ | £ | £ | £ |
| **FIXED ASSETS** | | | | | |
| Tangible assets | **10** | 4,601,742 | 4,610,414 | 4,601,742 | 4,610,414 |
| Investments | **11** | - | - | 1 | 1 |
| **CURRENT ASSETS** | | | | | |
| Debtors | **12** | 32,373 | 53,016 | 48,653 | 113,994 |
| Cash at bank and in hand | | 344,866 | 284,862 | 324,716 | 219,294 |
| | | 377,239 | 337,878 | 373,369 | 333,288 |
| **CREDITORS:** amounts falling due within one year | **13** | (21,864) | (34,862) | (17,994) | (30,272) |
| **NET CURRENT ASSETS** | | 355,375 | 303,016 | 355,375 | 303,016 |
| **NET ASSETS** | | **4,957,117** | **4,913,430** | **4,957,118** | **4,913,431** |
| **FUNDS** | | | | | |
| Unrestricted funds | **15** | 4,957,117 | 4,911,730 | 4,957,118 | 4,911,731 |
| Restricted funds | **14** | - | 1,700 | - | 1,700 |
| **TOTAL FUNDS** | **16** | **4,957,117** | **4,913,430** | **4,957,118** | **4,913,431** |

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Trustees on 3rd December 2024
and signed on their behalf by

**Ian Johnson**
**Trustee**

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having a share capital)

## CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2024

| | Notes | 2024 £ | 2023 £ |
|---|---|---|---|
| **NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES** | 1 | 66,920 | 21,928 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Interest received | | 7,873 | 418 |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Sale proceeds of fixed asset disposals | | 150 | - |
| Fixed asset additions | | (14,939) | (13,475) |
| **NET CASH FLOW** | | **60,004** | **8,871** |
| **NET CASH FLOW FOR THE YEAR** | | | |
| Change in cash and cash equivalents in the year | | 60,004 | 8,871 |
| Cash and cash equivalent at start of the year | | 284,862 | 275,991 |
| **Cash and cash equivalents at the end of the year** | 2 | **344,866** | **284,862** |

## NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2024

**1 NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES**

| | 2024 £ | 2023 £ |
|---|---|---|
| Net movement in funds for the year | 43,687 | 25,696 |
| Interest received | (7,873) | (418) |
| Depreciation | 23,611 | 26,809 |
| (Profit) on disposal of fixed assets | (150) | - |
| Decrease in debtors | 20,643 | (30,979) |
| (Decrease)/increase in creditors | (12,998) | 820 |
| **Net cash flow from operating activities** | **66,920** | **21,928** |

**2 ANALYSIS OF CASH AND CASH EQUIVALENTS**

| | 2024 £ | 2023 £ |
|---|---|---|
| Cash at bank and in hand | 344,866 | 284,862 |
| | **344,866** | **284,862** |

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

1 **ACCOUNTING POLICIES**

**(a) Accounting convention**

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102, and the Companies Act 2006.

The charitable company meets the definition of the 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 note.

The accounts have been prepared on the going concern basis. There are no material uncertainties about the chatitable company's ability to continue.

**(b) Fund accounting**

- Unrestricted funds are donations and other income received without further specified purposes and are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company.

- Designated funds are funds set aside by the trustees for specified purposes in furtherance of the general objectives of the charitable company.

- Restricted funds are to be used for specific purposes are laid down by the donor. Expenditure which meets these criteria is charged to the fund.

**(c) Income**

All income is included in the Statement of Financial Activities when the charitable company is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacies are received by way of offerings and gifts and are included in full in the Statement of Financial Activities when receivable. The value of services by volunteers has not been included, but significant time is given by volunteers, particularly in undertaking management and administration work. Gifts pledged are not brought into the financial statements until they are actually received.

Investment income is included when receivable.

**(d) Expenditure**

Expenditure is recognised on an accrual basis as a liability is incurred. It includes any VAT paid, which is irrecoverable.

**1 ACCOUNTING POLICIES (continued)**

The policy of including items within the relevant activity categories of expenditure is to apply direct costs to the appropriate activity and indirect costs on the basis of trustees calculations. The cost of charitable activities represents the direct costs of running church activities as set out in the notes to the financial statements. The costs of fundraising trading include direct costs set out in the notes.

**(e) Fixed assets**

Fixed assets are capitalised for ongoing use within the charitable company, where the individual cost of the asset exceeds £500.

Depreciation is provided on fixed assets to spread the cost over the estimated useful lives of the relevant assets at the following rates:

| | |
|---|---|
| Office equipment | 20% straight line |
| Furniture and fittings | 20% straight line |

Freehold land is not depreciated. Freehold buildings are depreciated to write down the cost less estimated residual value over the remaining useful life by equal annual instalments. It is the charitable company's policy to maintain all buildings to such a standard that their estimated residual value is not less than their net book value at any given time, therefore, no depreciation is charged.

**(f) Pension costs**

Contributions in respect of the charitable company's defined contribution scheme are charged to the Statement of Financial Activities for the year in which they are payable to the scheme. Differences between contributions payable and contributions actually paid in the year are shown as either other creditors or other debtors at the year end.

**(g) Investments**

Shares held in the charitable company's trading subsidiary are stated at cost.

**(h) Leases**

Rentals payable in respect of operating leases where substantially all benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities as incurred.

**(i) Taxation**

As a registered charity the charitable company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value added tax is not recoverable by the charitable company, and is therefore included in the relevant costs in the Statement of Financial Activities.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

### 1 ACCOUNTING POLICIES (continued)

**(j) Basic financial instruments**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are then carried at amortised cost using the effective interest method. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities, including creditors and loans from fellow group companies are initially recognised at transaction price and are subsequently carried at amortised cost using the effective interest method. Financial liabilities classified as payable within one year are not amortised.

### 2 LEGAL STATUS

The charitable company is a company limited by guarantee and has no share capital. The charitable company was incorporated on 29 January 2009 in England and was registered on 17 March 2009 with the Charity Commission in England and Wales.

The registered office of the charitable company is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ.

HCW Facilities Management Ltd is a company limited by shares. The company was incorporated on 9 March 2010 in England. The registered office is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ. The company is a 100% owned subsidiary of Hope Church Winchester.

### 3 WINDING UP OR DISSOLUTION

If upon winding up or dissolution of the charitable company there remains any assets, after satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charitable company.

### 4 DONATIONS AND LEGACIES

| | Unrestricted | Restricted | 2024 | 2023 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Gift aid donations | 471,652 | 4,824 | 476,476 | 453,576 |
| Tax recoverable | 117,913 | 1,206 | 119,119 | 113,394 |
| Other donations | 75,235 | 17,412 | 92,647 | 89,996 |
| | **664,800** | **23,442** | **688,242** | **656,966** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

### 5 CHARITABLE ACTIVITIES INCOME

| | Unrestricted | Restricted | 2024 | 2023 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Church departments | 4,850 | - | 4,850 | 2,890 |
| Events and sundry income | 12,605 | - | 12,605 | 9,109 |
| | **17,455** | **-** | **17,455** | **11,999** |

### 6 STAFF COSTS

| | 2024 | 2023 |
|---|---|---|
| | £ | £ |
| Wages and salaries | 403,111 | 319,970 |
| Social security costs | 26,906 | 18,898 |
| Pension | 22,945 | 17,890 |
| Consolidated staff costs per group | **452,962** | **356,758** |
| Less amounts recharged to connected companies | (41,012) | (39,368) |
| Total staff costs per charity | **411,950** | **317,390** |

The average number of staff employed during the year was 21 (2022: 23). Of these 7 were full time and 14 part time which is about 10 full time equivalent. No employee received emoluments of £60,000 or more during this year or the prior year.

At the year end there were outstanding pension contributions payable of £1,658 (2023: £532). Total pension contributions of £43,534 (2023: £35,182) were paid by the charitable company and are included in the SOFA.

During the year key management personnel were paid a total of £243,537(5 employees) (2023: £177,168 4 employees).

No remuneration was paid to trustees during the year except those detailed in note 19.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

| 7 EXPENDITURE | Unrestricted | Restricted | 2024 | 2023 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Staff costs | 406,397 | 5,553 | 411,950 | 317,390 |
| Commission | - | - | - | 9,996 |
| Travel and accomodation expenses | 1,908 | - | 1,908 | 1,561 |
| Visiting speakers | 15,920 | - | 15,920 | 15,750 |
| Leadership training and frontier project | 3,938 | - | 3,938 | 2,633 |
| Events | 27,576 | - | 27,576 | 15,962 |
| Telephone | 3,141 | - | 3,141 | 3,763 |
| Middle Brook Centre running costs | 45,289 | - | 45,289 | 58,500 |
| Catering | 18,957 | 10,350 | 29,307 | 25,285 |
| Church departments | 11,496 | 500 | 11,996 | 13,757 |
| Books and CDs | 3,142 | - | 3,142 | 3,053 |
| Bank charges | 4,049 | - | 4,049 | 4,368 |
| Computer and website support | 25,771 | - | 25,771 | 37,756 |
| Professional fees, laws and regulations | 4,111 | - | 4,111 | 2,812 |
| Sundries | 7,488 | - | 7,488 | 6,523 |
| Gifts and donations | 33,507 | 8,739 | 42,246 | 71,402 |
| Depreciation | 23,611 | - | 23,611 | 26,809 |
| Audit fee | 4,620 | - | 4,620 | 4,380 |
| Equipment and venue hire | 770 | - | 770 | 14,497 |
| Printing, postage and stationery | 2,562 | - | 2,562 | 6,968 |
| Hospitality | - | - | - | 1,072 |
| Marketing, advertising and publicity | - | - | - | 867 |
| Miscellaneous expenses | - | - | - | - |
| Repairs and renewals | 1,042 | - | 1,042 | 1,640 |
| (Profit) on disposal | (150) | - | (150) | - |
| | **645,145** | **25,142** | **670,287** | **646,744** |

Included within audit fees above are amounts due to the auditors in relation to the audit work of £3,620 (2023: £3,440) and £1,000(2023: £940) in respect of accounts preparation work. In addition, included within HCW Facilities Management Ltd expenditure is £780 (2023: £780) due to the auditor in respect of accounts preparation and corporation tax work.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

### 8 ANALYSIS OF GRANTS

Gifts and donations made in the year totalled £42,246 of which £4,126 was made to individuals and £38,120 was made to institutions. Gifts over £1,000 per institution are as follows:

| | 2024 | 2023 |
|---|---|---|
| | £ | £ |
| Commission Apostolic Trust | 10,800 | 37,000 |
| Christians Against Poverty | 7,200 | 7,200 |
| Winchester Beacon (Night shelter) | 4,500 | - |
| Winchester Basic Bank | 4,500 | |
| Street Pastors | 2,400 | 2,400 |
| Newday Generation | 5,000 | - |
| Winchester Pregnancy Crisis Centre | 2,400 | 2,400 |
| Compassion | - | 8,500 |
| Earthquake Turkey | - | 10,000 |
| Other small gifts to institutions | 1,320 | 1,389 |
| Total gifts to institutions | 38,120 | 68,889 |
| Gifts to individuals | 4,126 | 2,513 |
| Total gifts | **42,246** | **71,402** |

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The group Statement of Financial Activities includes the results of the charitable company's wholly owned subsidiary, HCW Facilities Management Ltd, which deals with the hiring of church facilities to third parties. The subsidiary is incorporated in the United Kingdom and pays all of its profits to the charitable company by way of donation. The charitable company owns the entire share capital of 1 ordinary share of £1.

HCW Facilities Management Ltd prepares its accounts each year to 31 March for filing with the Registrar of Companies. Its company registration number is 07181799. The Registered Office is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire SO23 8DQ.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY (continued)

The results for the year ended 31 March 2024 are summarised as follows:

| | 2024<br>£ | 2023<br>£ |
|---|---|---|
| Turnover | 69,574 | 52,818 |
| Administration expenses | (61,139) | (52,818) |
| Net profit | 8,435 | - |
| Amounts gifted to Hope Church Winchester | (8,435) | - |
| Retained in subsidiary | **-** | **-** |

The net assets of the company at 31 March 2024 were £1 (2023: £1).

### 10 TANGIBLE FIXED ASSETS

| Group and charity | Freehold Property<br>£ | Equipment<br>£ | Furniture and fittings<br>£ | Total<br>£ |
|---|---|---|---|---|
| COST | | | | |
| At beginning of year | 4,557,568 | 27,438 | 577,294 | 5,162,300 |
| Additions | - | 14,939 | - | 14,939 |
| Disposals | - | (739) | - | (739) |
| At end of year | **4,557,568** | **41,638** | **577,294** | **5,176,500** |
| DEPRECIATION | | | | |
| At beginning of year | - | 18,085 | 533,801 | 551,886 |
| Charge for the year | - | 4,573 | 19,038 | 23,611 |
| Disposals | - | (739) | - | (739) |
| At end of year | **-** | **21,919** | **552,839** | **574,758** |
| NET BOOK VALUE | | | | |
| At end of year | **4,557,568** | **19,719** | **24,455** | **4,601,742** |
| At beginning of year | **4,557,568** | **9,353** | **43,493** | **4,610,414** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024

### 11 INVESTMENTS

| | Total |
|---|---|
| | £ |
| COST | |
| At 1 April 2023 and 31 March 2024 | 1 |

Hope Church Winchester holds 100% of the share capital of HCW Facilities Management Ltd, a company incorporated in England and Wales. The principal activity of HCW Facilities Management Ltd is the hiring of rooms in the charitable company's premises at the Middle Brook Centre.

### 12 DEBTORS

| | Group | | Charity | |
|---|---|---|---|---|
| | 2024 | 2023 | 2024 | 2023 |
| | £ | £ | £ | £ |
| Income tax recoverable | 10,747 | 17,045 | 10,747 | 17,045 |
| Prepayments | 4,921 | 8,486 | 4,921 | 8,486 |
| Other debtors | 11,129 | 17,746 | 9,665 | 17,746 |
| Hiring debtors | 5,576 | 9,739 | - | - |
| Amounts due from HCW Facilities Management Ltd | - | - | 23,320 | 70,717 |
| | **32,373** | **53,016** | **48,653** | **113,994** |

### 13 CREDITORS: amounts falling due within one year

| | Group | | Charity | |
|---|---|---|---|---|
| | 2024 | 2023 | 2024 | 2023 |
| | £ | £ | £ | £ |
| Trade creditors | 5,872 | 8,772 | 5,872 | 8,772 |
| Accruals and deferred income | 14,334 | 26,090 | 10,464 | 21,500 |
| Other creditors | 1,658 | - | 1,658 | - |
| | **21,864** | **34,862** | **17,994** | **30,272** |

**14 RESTRICTED FUNDS**

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Specified giving fund | - | 8,739 | (8,739) | - | - |
| Make Lunch Club Grant | 1,700 | 8,650 | (10,350) | - | - |
| Christians Against Poverty | | 5,553 | (5,553) | | - |
| ACTS 435 | - | 500 | (500) | - | - |
| | **1,700** | **23,442** | **(25,142)** | **-** | **-** |

**Specified giving fund**

The specified giving fund was established to receive gifts specifically for charitable purposes outside of Hope Church Winchester.

**Make Lunch Club Grant**

Hope Church Winchester received a grant from Winchester City Council's Cost of Living Grant 2022/23 for its Make Lunch Club to be applied towards the costs of feeding and supporting families through the cost of living crisis. In the current year £8,000 was received from Hampshire County Council together with individual specified donation of £650 in respect of this fund.

**Christians Against Poverty**

Donations are raised towards the cost of running Christians Against Poverty.

**ACTS 435**

Requests are made to the Charity for funds in respect of requests from people in hardship.

**15 UNRESTRICTED FUNDS**

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Maintenance fund | 101,148 | - | - | 15,000 | 116,148 |
| Capital fund | 4,610,414 | - | (23,611) | 14,939 | 4,601,742 |
| Total designated funds | 4,711,562 | - | (23,611) | 29,939 | 4,717,890 |
| General funds | 200,168 | 760,106 | (691,108) | (29,939) | 239,227 |
| | **4,911,730** | **760,106** | **(714,719)** | **-** | **4,957,117** |

**Maintenance fund**

Annual amounts of £15,000 are transferred in to the maintenance fund from the general fund to provide reserves for major maintenance work that may be required at the Middle Brook Centre.

**Capital fund**

This fund matches the net book value of the tangible assets held by the church.

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

## 16 ANALYSIS OF NET ASSETS BETWEEN FUNDS

| *As at 31 March 2024* | Unrestricted £ | Restricted £ | 2024 £ |
|---|---|---|---|
| Tangible fixed assets | 4,601,742 | - | 4,601,742 |
| Debtors | 32,373 | - | 32,373 |
| Bank and cash | 344,866 | - | 344,866 |
| Creditors | (21,864) | - | (21,864) |
| | **4,957,117** | **-** | **4,957,117** |

| *As at 31 March 2023* | Unrestricted £ | Restricted £ | 2023 £ |
|---|---|---|---|
| Tangible fixed assets | 4,610,414 | - | 4,610,414 |
| Debtors | 53,016 | - | 53,016 |
| Bank and cash | 283,162 | 1,700 | 284,862 |
| Creditors | (34,862) | - | (34,862) |
| | **4,911,730** | **1,700** | **4,913,430** |

## 17 SHARE CAPITAL

The charitable company is incorporated under the Companies Act and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as might be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter.

## 18 PARENT CHARITABLE COMPANY

Below are summarised results for Hope Church Winchester, excluding the subsidiary company:

| INCOME | 2024 £ | 2023 £ |
|---|---|---|
| Donations and legacies | 688,242 | 656,966 |
| Charitable activities | 17,455 | 11,999 |
| Investment income | 7,873 | 418 |
| Other income | 404 | 3,057 |
| **TOTAL INCOME** | **713,974** | **672,440** |
| EXPENDITURE | | |
| Charitable activities | 670,287 | 646,744 |
| **TOTAL EXPENDITURE** | **670,287** | **646,744** |
| **NET INCOME FOR THE YEAR** | **43,687** | **25,696** |

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2024**

## 19 RELATED PARTY TRANSACTIONS

S Chick, trustee, was paid £55,281 (2023: £53,155) for his role as lead elder and received pension contributions of £3,317 (2022: £3,189). These payments are permitted by clause 5.3 of the Memorandum of Association.

Two relatives of trustees were paid £23,520 (2022: £21,502 to two relatives) as employees of the charitable company.

One trustee received reimbursement of expenses during the year in respect of travel, catering and subsistence amounting to £600 (2023: £516).

During the year, the charitable company received donations from HCW Facilities Management Ltd, a wholly owned subsidiary, of £8,345 (2023: £nil) and recharged expenses totalling £59,369 (2023: £51,987). At the year end, the charitable company was owed £23,320 by HCW Facilities Management Ltd (2023: £70,717).

The charity made donations to Winchester Pregnancy Crisis Centre £2,400 (2023: £2,400).
S Chick and H Steinbrecher are trustees in both charities.

## 20 RESTRICTED FUNDS - PRIOR YEAR

| | Funds b/fwd | Income | Expenditure | Transfers | Funds c/fwd |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| Specified giving fund | - | 8,500 | (8,500) | - | - |
| Make Lunch Club Grant | - | 2,250 | (550) | - | 1,700 |
| Christians Against Poverty | - | 19,087 | (19,087) | - | - |
| ACTS 435 | - | 1,260 | (1,260) | - | - |
| | **-** | **31,097** | **(29,397)** | **-** | **1,700** |

## 21 UNRESTRICTED FUNDS - PRIOR YEAR

| | Funds b/fwd | Income | Expenditure | Transfers | Funds c/fwd |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| Maintenance fund | 84,153 | - | (13,005) | 30,000 | 101,148 |
| Capital fund | 4,623,748 | - | (26,809) | 13,475 | 4,610,414 |
| Total designated funds | 4,707,901 | - | (39,814) | 43,475 | 4,711,562 |
| General funds | 179,833 | 694,161 | (630,351) | (43,475) | 200,168 |
| | 4,887,734 | 694,161 | (670,165) | - | 4,911,730 |

**HOPE CHURCH WINCHESTER**

England & Wales - Charity number 1128609

# Accounts

# Hope Church Winchester

**(Limited by Guarantee)**
**(Company number 06804892)**

Report and Financial Statements

Year ended: 31 March 2023

## Hope Church Winchester

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## Hope Church Winchester

## Legal and administrative information

### Status

The charity is a charitable company limited by guarantee and was incorporated on 29 January 2009.

The charity is governed by a Memorandum and Articles of Association. Under the Articles, all members of the charity must be approved by the elders of Hope Church Winchester. Trustees, who are also directors of the charitable company for the purposes of the Companies Act, can be appointed by ordinary resolution in a General meeting of the charity or by the existing trustees. No person may be appointed a trustee of the charity unless they satisfy the appointers that they subscribe and adhere to, in belief and lifestyle, the Statement of Beliefs contained in the Articles.

### Trustees

Steve Chick
Ian Johnson
Liz Leathem
Clodia Mutamiri
Peter Smith (Chairman)
Henrik Steinbrecher
Gary Wood (resigned 24 July 2022)

### Address

Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ

### Secretary

Matthew Parker

### Auditors

Knight Goodhead Limited, 7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

### Bankers

National Westminster Bank plc, 105 High Street, Winchester, Hampshire, SO23 9AH

### Registered Company Number

06804892

### Registered Charity Number

1128609

**HOPE CHURCH WINCHESTER**
(Company limited by guarantee and not having a share capital)

## Report of the Trustees for the year ended 31 March 2023

The Trustees present their report and the group financial statements of the charity and its subsidiary for the year ended 31 March 2023.

### Objects

The objects of the charity are:

- to advance the Christian Faith in accordance with the Statement of Beliefs;
- to relieve sickness, distress or financial hardship and to promote and preserve good health by the provision of funds, goods and services of any kind, including the provision of counselling and support;
- to advance education, marriage and family life;

in such parts of the United Kingdom or the world as the Trustees see fit.

### Organisational structure

The business of the church is managed by the Trustees who meet regularly to review strategy, policy and operational matters. The spiritual leadership of the Church rests with the team of Elders, of whom one is also a Trustee.

### Review of activities

The Church continued to fulfil its charitable objectives during the year. In doing so, the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, specific guidance on charities for the advancement of religion.

### Core activities

The Church's regular Sunday meetings and all other activities grew and thrived in the first full year following the Covid pandemic. We are grateful to God for how this enabled us to engage with an increasing number and diversity of people.

Our Community Groups continued meeting throughout Winchester and the surrounding areas sustaining relationships and engagement within the Church beyond Sunday meetings. Our "Hope Care" ministry has also enabled us to support many in our wider community and has continued to develop as part of our core activity, working alongside other ministries looking to address material needs including those brought on by the current cost of living crisis.

The Church continues to support Christian mission both locally and overseas in conjunction with Commission as part of the New Frontiers family of churches with a particular focus on churches in India and the Iberian Peninsula. Additionally, we made financial gifts to support churches with humanitarian aid who were impacted by the war in Ukraine and the Turkey/Syria earthquake.

### Public benefit

The Trustees have complied with section 4 of the 2011 Charities Act to give due regard to the public benefit. They have reviewed guidance set out by the Charity Commission and believe that the charity meets its obligations in this respect through the activities set out under the heading "Community Activity" below. The Trustees will continue to review the activities of the charity to ensure that these are consistent with the legal objects set out in its constitution.

**Community activity**
In the aftermath of the Covid pandemic we are grateful that our activities have been able to gradually resume and, as noted above, we have continued to focus on needs within the City with ongoing close relationships with other Churches and Charities working in Winchester. Throughout the year we have remained committed to the following:

- *Debt relief* The Winchester Christians Against Poverty Debt Advice Centre is fully funded by the Church and operates from the Middle Brook Centre. This continues to be very successful helping many clients to become and live debt free.

- *The Cradle* Our parents and babies' group which is open to people from within the Church as well as our wider community.

- *The Ark* Our parents and toddler group, which attracts a wide range of people largely from outside the Church.

- *Hope Street Café* Our soup kitchen operates one night each week and continues to attract many disadvantaged and needy people living within the City.

- *All Nations Café* We run a programme to welcome and connect with people who have moved to the City from other countries.

- *After School/Holiday Club* We provide food and support specifically aimed at those families most impacted by the cost of living crisis.

- *Marriage support* We seek to ensure couples receive help and support in their marriages.

- *Parenting support and training* Our broad range of courses are designed to help people improve their parenting skills. This is open to people within the Church and the wider community.

- *Street Pastors* We actively support the work of Winchester Street Pastors which is part of a national initiative providing care for people out in the City Centre late at night.

- *City Centre Chaplaincy* We continue to support this listening ministry supporting people working in shops and offices in Winchester City Centre.

- *Basics Bank* We continue to support the work of Winchester Basics Bank which provides emergency food and clothes to individuals and families in need.

- *Youth Work* We run an active and fun programme open to young people from within the community.

- *Children's Work* We provide teaching and activities for children from within the Church as well as our wider community on Sundays and through Holiday Clubs.

- *Student Work* We support the work of students in both the University and Winchester School of Art. Our planned programme for students enables them to connect with the Hope Church community.

- *Work with the Elderly* Older people within the Church and wider community are able to meet for friendship and worship.

- *Pregnancy Crisis* We support the work of the Winchester Pregnancy Crisis Centre which offers help and support to women and their families facing an unplanned pregnancy, or those needing support following a still birth, miscarriage or termination.

- *Facilities Hire* Our facilities are available for hire and enable us to build good relationships with the business, public sector and charity communities in and around Winchester.

**Membership**
Our committed membership is about 340 adults and we attract significant number of visitors to our Sunday meetings. We join with the eldership team in giving thanks for the high level of commitment within the Church which is reflected in generous financial giving.

**Middle Brook Centre**
The MBC is well used by the Church and outside agencies mainly from the public sector. Activity significantly increased over the year as organisations returned to fully functioning status following the pandemic.

**Personnel**
During the year to 31 March 2023 the Church employed an average of 5 full and 18 part-time staff, a full time equivalent of 10 people. This is about the same as last year.

**Finance**
God has continued to bless the work of the Church financially and all our needs have been met. Overall net income for the year amounted to £25,696 (2022 £3,464). Total unrestricted funds at 31 March 2023 were £4,911,730 (2022 £4,887,734). Total restricted funds £1,700 (2022: £nil).

The Church's wholly owned subsidiary, HCW Facilities Management Ltd manages and hires out the property owned by the Church. During the year, the subsidiary generated a profit of £nil (2022 profit of £nil) which included a donation to the parent charity of £nil (2022: £nil).

**Reserves**
The Trustees regularly review the reserves of the church. This encompasses income and expenditure streams including matching variable income with fixed commitments taking account of the nature of reserves. Reviews also take into account the Trustees' settled conviction that God will continue to supply the financial needs of the Church. The Church's general fund increased from £179,833 to £200,168 during the year. The agreed policy is to maintain general reserves (excluding the designated Maintenance Fund) equivalent to at least two months' operating costs and the Trustees are pleased to report that reserve levels are comfortably in excess of this requirement.

**Risks**
The Trustees routinely assess the major risks to which the Church is exposed, particularly those related to the operations and finance, and are satisfied that appropriate arrangements and systems are in place to control and mitigate exposure to major risks. We review annually and are satisfied that the Church's arrangements for safeguarding children and vulnerable adults are effective.

### Appreciation and outlook

We are grateful to God and His people for their provision in meeting the Church's financial needs and for significant ongoing commitment to the life and service of the Church. We continue to believe that we are outworking the vision that God has put before us and we have every reason to view the future with confidence.

### Responsibilities of the Trustees

Charity law and the Companies Acts require the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue on that basis; and
- 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 proper 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. 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 auditors 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.

So far as each Trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and each Trustee has taken all the steps that they ought to have taken as a Trustee to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

### Auditors

Knight Goodhead Limited were re-appointed as the Charity's auditors during the year and have expressed their willingness to continue in that capacity.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 and the provisions for small companies under Part 15 of the Companies Act 2006.

*Approved by the Trustees on 28 November 2023 and signed on their behalf by:*

**Peter Smith (Chairman of the Trustees)**

## Independent auditors report
## to the members of Hope Church Winchester
## (Company limited by guarantee and not having a share capital)

### Opinion

We have audited the financial statements of Hope Church Winchester (the company and the group) for the year ended 31 March 2023, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Consolidated Cashflow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable to the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the charitable company's affairs as at 31 March 2023, and of 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 of 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's 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 trustees' 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 charitable company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

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

### Other information

The trustees 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.

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.

**Opinions on other matters 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 trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have been prepared in accordance with applicable legal requirements.

**Matters on which we are required to report by exception**

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:

- the company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

**Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 they 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 trustees are responsible for assessing the charitable company'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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.

We identified the laws and regulations applicable to the charitable company through discussions with trustees and other management and we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we performed analytical procedures to identify any unusual or unexpected relationships, tested journal entries to identify unusual transactions and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Knight Goodhead Limited is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**Use of our report**

This report is made solely to the charitable company's members, 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 charitable company's members 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's members as a body, for our audit work, for this report, or for the opinions we have formed.

28 November 2023

**CJ Goodhead FCA**
**Senior Statutory Auditor**
**Knight Goodhead Limited**
Chartered Accountants and Statutory Auditors
7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 MARCH 2023

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds | Restricted funds | Total funds 2023 | Total funds 2022 |
|---|---|---|---|---|---|
| **INCOME** | | £ | £ | £ | £ |
| Donations and legacies | 4 | 628,119 | 28,847 | 656,966 | 596,922 |
| Charitable activities | 5 | 11,999 | - | 11,999 | 11,127 |
| HCW Facilities Management Ltd | 9 | 52,818 | - | 52,818 | 39,494 |
| Government grants | | - | - | - | 4,524 |
| Investment income | | 418 | - | 418 | 10 |
| Other income | | 807 | 2,250 | 3,057 | 50 |
| **TOTAL INCOME** | | **694,161** | **31,097** | **725,258** | **652,127** |
| **EXPENDITURE** | | | | | |
| Charitable activities | 7 | 617,347 | 29,397 | 646,744 | 609,169 |
| HCW Facilities Management Ltd | 9 | 52,818 | - | 52,818 | 39,494 |
| **TOTAL EXPENDITURE** | | **670,165** | **29,397** | **699,562** | **648,663** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **23,996** | **1,700** | **25,696** | **3,464** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - | - |
| **NET INCOME FOR THE YEAR** | | **23,996** | **1,700** | **25,696** | **3,464** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,887,734 | - | 4,887,734 | 4,884,270 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14,15 | **4,911,730** | **1,700** | **4,913,430** | **4,887,734** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## PRIOR YEAR CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds £ | Restricted funds £ | Total funds 2022 £ |
|---|---|---|---|---|
| **INCOME** | | | | |
| Donations and legacies | 4 | 560,595 | 36,327 | 596,922 |
| Charitable activities | 5 | 11,127 | - | 11,127 |
| HCW Facilities Management Ltd | 9 | 39,494 | - | 39,494 |
| Government grants | | 4,524 | - | 4,524 |
| Investment income | | 10 | - | 10 |
| Other income | | 50 | - | - |
| **TOTAL INCOME** | | **615,800** | **36,327** | **652,127** |
| **EXPENDITURE** | | | | |
| Charitable activities | 7 | 572,842 | 36,327 | 609,169 |
| HCW Facilities Management Ltd | 9 | 39,494 | - | 39,494 |
| **TOTAL EXPENDITURE** | | **612,336** | **36,327** | **648,663** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **3,464** | **-** | **3,464** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - |
| **NET INCOME FOR THE YEAR** | | **3,464** | **-** | **3,464** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,884,270 | - | 4,884,270 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14, 15 | **4,887,734** | **-** | **4,887,734** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

**REGISTERED NUMBER : 06804892**

## CONSOLIDATED AND PARENT CHARITY BALANCE SHEET AT 31 MARCH 2023

| | Notes | Group 2023 £ | Group 2022 £ | Charity 2023 £ | Charity 2022 £ |
|---|---|---|---|---|---|
| **FIXED ASSETS** | | | | | |
| Tangible assets | 10 | 4,610,414 | 4,623,748 | 4,610,414 | 4,623,748 |
| Investments | 11 | - | - | 1 | 1 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 12 | 53,016 | 22,037 | 113,994 | 35,743 |
| Cash at bank and in hand | | 284,862 | 275,991 | 219,294 | 260,955 |
| | | 337,878 | 298,028 | 333,288 | 296,698 |
| **CREDITORS:** amounts falling due within one year | 13 | (34,862) | (34,042) | (30,272) | (32,712) |
| **NET CURRENT ASSETS** | | 303,016 | 263,986 | 303,016 | 263,986 |
| **NET ASSETS** | | **4,913,430** | **4,887,734** | **4,913,431** | **4,887,735** |
| **FUNDS** | | | | | |
| Unrestricted funds | 15 | 4,911,730 | 4,887,734 | 4,911,731 | 4,887,735 |
| Restricted funds | 14 | 1,700 | - | 1,700 | - |
| **TOTAL FUNDS** | 16 | **4,913,430** | **4,887,734** | **4,913,431** | **4,887,735** |

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Trustees on 28 November 2023
and signed on their behalf by

**Ian Johnson**
**Trustee**

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having a share capital)

## CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2023

| | Notes | 2023 £ | 2022 £ |
|---|---|---|---|
| **NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES** | 1 | 21,928 | 60,272 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Interest received | | 418 | 10 |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Sale procceeds of fixed asset disposals | | - | 4,478 |
| Fixed asset additions | | (13,475) | (11,445) |
| **NET CASH FLOW** | | **8,871** | **53,315** |
| **NET CASH FLOW FOR THE YEAR** | | | |
| Change in cash and cash equivalents in the year | | 8,871 | 53,315 |
| Cash and cash equivalent at start of the year | | 275,991 | 222,676 |
| **Cash and cash equivalents at the end of the year** | 2 | **284,862** | **275,991** |

## NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2023

### 1 NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES

| | 2023 £ | 2022 £ |
|---|---|---|
| Net movement in funds for the year | 25,696 | 3,464 |
| Interest received | (418) | (10) |
| Depreciation | 26,809 | 33,968 |
| (Profit) on disposal of fixed assets | - | (4,478) |
| Decrease in debtors | (30,979) | 7,553 |
| Increase in creditors | 820 | 19,775 |
| **Net cash flow from operating activities** | **21,928** | **60,272** |

### 2 ANALYSIS OF CASH AND CASH EQUIVALENTS

| | 2023 £ | 2022 £ |
|---|---|---|
| Cash at bank and in hand | 284,862 | 275,991 |
| | **284,862** | **275,991** |

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

1 **ACCOUNTING POLICIES**

**(a) Accounting convention**

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102, and the Companies Act 2006.

The charitable company meets the definition of the 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 note.

The accounts have been prepared on the going concern basis. There are no material uncertainties about the chatitable company's ability to continue.

**(b) Fund accounting**

- Unrestricted funds are donations and other income received without further specified purposes and are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company.

- Designated funds are funds set aside by the trustees for specified purposes in furtherance of the general objectives of the charitable company.

- Restricted funds are to be used for specific purposes are laid down by the donor. Expenditure which meets these criteria is charged to the fund.

**(c) Income**

All income is included in the Statement of Financial Activities when the charitable company is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacies are received by way of offerings and gifts and are included in full in the Statement of Financial Activities when receivable. The value of services by volunteers has not been included, but significant time is given by volunteers, particularly in undertaking management and administration work. Gifts pledged are not brought into the financial statements until they are actually received.

Investment income is included when receivable.

**(d) Expenditure**

Expenditure is recognised on an accrual basis as a liability is incurred. It includes any VAT paid, which is irrecoverable.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

**1 ACCOUNTING POLICIES (continued)**

The policy of including items within the relevant activity categories of expenditure is to apply direct costs to the appropriate activity and indirect costs on the basis of trustees calculations. The cost of charitable activities represents the direct costs of running church activities as set out in the notes to the financial statements. The costs of fundraising trading include direct costs set out in the notes.

**(e) Fixed assets**

Fixed assets are capitalised for ongoing use within the charitable company, where the individual cost of the asset exceeds £500.

Depreciation is provided on fixed assets to spread the cost over the estimated useful lives of the relevant assets at the following rates:

| | |
|---|---|
| Office equipment | 20% straight line |
| Furniture and fittings | 20% straight line |

Freehold land is not depreciated. Freehold buildings are depreciated to write down the cost less estimated residual value over the remaining useful life by equal annual instalments. It is the charitable company's policy to maintain all buildings to such a standard that their estimated residual value is not less than their net book value at any given time, therefore, no depreciation is charged.

**(f) Pension costs**

Contributions in respect of the charitable company's defined contribution scheme are charged to the Statement of Financial Activities for the year in which they are payable to the scheme. Differences between contributions payable and contributions actually paid in the year are shown as either other creditors or other debtors at the year end.

**(g) Investments**

Shares held in the charitable company's trading subsidiary are stated at cost.

**(h) Leases**

Rentals payable in respect of operating leases where substantially all benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities as incurred.

**(i) Taxation**

As a registered charity the charitable company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value added tax is not recoverable by the charitable company, and is therefore included in the relevant costs in the Statement of Financial Activities.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

### 1 ACCOUNTING POLICIES (continued)

#### (j) Basic financial instruments

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are then carried at amortised cost using the effective interest method. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities, including creditors and loans from fellow group companies are initially recognised at transaction price and are subsequently carried at amortised cost using the effective interest method. Financial liabilities classified as payable within one year are not amortised.

### 2 LEGAL STATUS

The charitable company is a company limited by guarantee and has no share capital. The charitable company was incorporated on 29 January 2009 in England and was registered on 17 March 2009 with the Charity Commission in England and Wales.

The registered office of the charitable company is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ.

HCW Facilities Management Ltd is a company limited by shares. The company was incorporated on 9 March 2010 in England. The registered office is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ. The company is a 100% owned subsidiary of Hope Church Winchester.

### 3 WINDING UP OR DISSOLUTION

If upon winding up or dissolution of the charitable company there remains any assets, after satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charitable company.

### 4 DONATIONS AND LEGACIES

| | Unrestricted | Restricted | 2023 | 2022 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Gift aid donations | 434,976 | 18,600 | 453,576 | 420,200 |
| Tax recoverable | 108,744 | 4,650 | 113,394 | 105,050 |
| Other donations | 84,399 | 5,597 | 89,996 | 71,672 |
| | **628,119** | **28,847** | **656,966** | **596,922** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

### 5 CHARITABLE ACTIVITIES INCOME

| | Unrestricted | Restricted | 2023 | 2022 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Church departments | 8,715 | - | 8,715 | 8,551 |
| Events and sundry income | 3,284 | - | 3,284 | 2,576 |
| | **11,999** | **-** | **11,999** | **11,127** |

### 6 STAFF COSTS

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Wages and salaries | 319,970 | 314,682 |
| Social security costs | 18,898 | 17,236 |
| Pension | 17,890 | 16,983 |
| Consolidated staff costs per group | **356,758** | **348,901** |
| Less amounts recharged to connected companies | (39,368) | (35,334) |
| Total staff costs per charity | **317,390** | **313,567** |

The average number of staff employed during the year was 23 (2022: 21). No employee received emoluments of £60,000 or more during this year or the prior year.

At the year end there were outstanding pension contributions payable of £532 (2022: £69). Total pension contributions of £35,182 (2022: £35,739) were paid by the charitable company and are included in the SOFA.

During the year key management personnel were paid a total of £177,168 (4 employees) (2022: £201,185 5 employees).

No remuneration was paid to trustees during the year except those detailed in note 19.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

### 7 EXPENDITURE

| | Unrestricted | Restricted | 2023 | 2022 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Staff costs | 298,303 | 19,087 | 317,390 | 313,567 |
| Commission | 9,996 | - | 9,996 | 9,996 |
| Travel and accomodation expenses | 1,561 | - | 1,561 | 2,443 |
| Visiting speakers | 15,750 | - | 15,750 | 15,400 |
| Leadership training and frontier project | 2,633 | - | 2,633 | 6,900 |
| Events | 3,995 | - | 3,995 | - |
| Telephone | 3,763 | - | 3,763 | 5,454 |
| Middle Brook Centre running costs | 58,500 | - | 58,500 | 40,833 |
| Catering | 24,735 | 550 | 25,285 | 11,856 |
| Church departments | 24,464 | 1,260 | 25,724 | 12,220 |
| Books and CDs | 3,053 | - | 3,053 | 2,038 |
| Bank charges | 4,368 | - | 4,368 | 3,419 |
| Computer and website support | 37,756 | - | 37,756 | 41,380 |
| Professional fees, laws and regulations | 2,812 | - | 2,812 | 2,554 |
| Sundries | 6,523 | - | 6,523 | 5,879 |
| Gifts and donations | 62,902 | 8,500 | 71,402 | 77,455 |
| Depreciation | 26,809 | - | 26,809 | 33,968 |
| Audit fee | 4,380 | - | 4,380 | 3,990 |
| Equipment and venue hire | 14,497 | - | 14,497 | 14,705 |
| Printing, postage and stationery | 6,968 | - | 6,968 | 4,299 |
| Hospitality | 1,072 | - | 1,072 | 1,180 |
| Marketing, advertising and publicity | 867 | - | 867 | 1,987 |
| Miscellaneous expenses | - | - | - | - |
| Repairs and renewals | 1,640 | - | 1,640 | 2,124 |
| (Profit) on disposal | - | - | - | (4,478) |
| | **617,347** | **29,397** | **646,744** | **609,169** |

Included within audit fees above are amounts due to the auditors in relation to the audit work of £3,440 (2022: £3,200) and £940 (2022: £790) in respect of accounts preparation work. In addition, included within HCW Facilities Management Ltd expenditure is £780 (2022: £630) due to the auditor in respect of accounts preparation work.

# NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

## 8 ANALYSIS OF GRANTS

Gifts and donations made in the year totalled £71,321 of which £2,512 was made to individuals and £68,809 was made to institutions. Gifts over £1,000 per institution are as follows:

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Commission Apostolic Trust | 37,000 | 38,970 |
| Christians Against Poverty | 7,200 | 7,200 |
| Ukraine | - | 22,500 |
| Street Pastors | 2,400 | 2,400 |
| Winchester Pregnancy Crisis Centre | 2,400 | 2,400 |
| Compassion | 8,500 | - |
| Earthquake Turkey | 10,000 | - |
| Other small gifts to institutions | 1,389 | 1,080 |
| Total gifts to institutions | 68,889 | 74,550 |
| Gifts to individuals | 2,513 | 2,905 |
| Total gifts | **71,402** | **77,455** |

## 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The group Statement of Financial Activities includes the results of the charitable company's wholly owned subsidiary, HCW Facilities Management Ltd, which deals with the hiring of church facilities to third parties. The subsidiary is incorporated in the United Kingdom and pays all of its profits to the charitable company by way of donation. The charitable company owns the entire share capital of 1 ordinary share of £1.

HCW Facilities Management Ltd prepares its accounts each year to 31 March for filing with the Registrar of Companies. Its company registration number is 07181799.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY (continued)

The results for the year ended 31 March 2023 are summarised as follows:

| | 2023 | 2022 |
|---|---|---|
| | £ | £ |
| Turnover | 52,818 | 35,637 |
| Government grants - Coronavirus support | - | 3,857 |
| Administration expenses | (52,818) | (39,494) |
| Net profit | - | - |
| Amounts gifted to Hope Church Winchester | - | - |
| Retained in subsidiary | - | - |

The net assets of the company at 31 March 2023 were £1 (2022: £1).

### 10 TANGIBLE FIXED ASSETS

| Group and charity | Freehold Property | Equipment | Furniture and fittings | Total |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| COST | | | | |
| At beginning of year | 4,557,568 | 40,043 | 571,429 | 5,169,040 |
| Additions | - | 7,610 | 5,865 | 13,475 |
| Disposals | - | (20,215) | | (20,215) |
| At end of year | **4,557,568** | **27,438** | **577,294** | **5,162,300** |
| DEPRECIATION | | | | |
| At beginning of year | - | 35,197 | 510,095 | 545,292 |
| Charge for the year | - | 3,103 | 23,706 | 26,809 |
| Disposals | - | (20,215) | | (20,215) |
| At end of year | **-** | **18,085** | **533,801** | **551,886** |
| NET BOOK VALUE | | | | |
| At end of year | **4,557,568** | **9,353** | **43,493** | **4,610,414** |
| At beginning of year | **4,557,568** | **4,846** | **61,334** | **4,623,748** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

### 11 INVESTMENTS

| | Total |
|---|---|
| | £ |
| COST | |
| At 1 April 2022 and 31 March 2023 | 1 |

Hope Church Winchester holds 100% of the share capital of HCW Facilities Management Ltd, a company incorporated in England and Wales. The principal activity of HCW Facilities Management Ltd is the hiring of rooms in the charitable company's premises at the Middle Brook Centre.

### 12 DEBTORS

| | Group | | Charity | |
|---|---|---|---|---|
| | 2023 | 2022 | 2023 | 2022 |
| | £ | £ | £ | £ |
| Income tax recoverable | 17,045 | 11,483 | 17,045 | 11,483 |
| Prepayments | 8,486 | 4,980 | 8,486 | 4,980 |
| Other debtors | 17,746 | 550 | 17,746 | 550 |
| Hiring debtors | 9,739 | 5,024 | - | - |
| Amounts due from HCW Facilities Management Ltd | - | - | 70,717 | 18,730 |
| | **53,016** | **22,037** | **113,994** | **35,743** |

### 13 CREDITORS: amounts falling due within one year

| | Group | | Charity | |
|---|---|---|---|---|
| | 2023 | 2022 | 2023 | 2022 |
| | £ | £ | £ | £ |
| Trade creditors | 8,772 | 3,497 | 8,772 | 3,497 |
| Accruals and deferred income | 26,090 | 30,545 | 21,500 | 29,215 |
| | **34,862** | **34,042** | **30,272** | **32,712** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2023

### 14 RESTRICTED FUNDS

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Specified giving fund | - | 8,500 | (8,500) | - | - |
| Make Lunch Club Grant | - | 2,250 | (550) | - | 1,700 |
| Christians Against Poverty | | 19,087 | (19,087) | | |
| ACTS 435 | - | 1,260 | (1,260) | - | - |
| | **-** | **31,097** | **(29,397)** | **-** | **1,700** |

**Specified giving fund**

The specified giving fund was established to receive gifts specifically for charitable purposes outside of Hope Church Winchester.

**Make Lunch Club Grant**

Hope Church Winchester received a grant from Winchester City Council's Cost of Living Grant 2022/23 for its Make Lunch Club to be applied towards the costs of feeding and supporting families through the cost of living crisis.

**Christians Against Poverty**

Donations are raised to cover the cost of the running expenses of the church in respect of Christians Against Poverty contribution

**ACTS 435**

A request is made to the aforementioned Charity where they forward funds in respect of the donation request from people who have needs

### 15 UNRESTRICTED FUNDS

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Maintenance fund | 84,153 | - | (13,005) | 30,000 | 101,148 |
| Capital fund | 4,623,748 | - | (26,809) | 13,475 | 4,610,414 |
| Total designated funds | 4,707,901 | - | (39,814) | 43,475 | 4,711,562 |
| General funds | 179,833 | 694,161 | (630,351) | (43,475) | 200,168 |
| | **4,887,734** | **694,161** | **(670,165)** | **-** | **4,911,730** |

**Maintenance fund**

Annual amounts of £30,000 are transferred in to the maintenance fund from the general fund to provide reserves for major maintenance work that may be required at the Middle Brook Centre.

**Capital fund**

This fund matches the net book value of the tangible assets held by the church.

## 16 ANALYSIS OF NET ASSETS BETWEEN FUNDS

| *As at 31 March 2023* | Unrestricted £ | Restricted £ | 2023 £ |
|---|---|---|---|
| Tangible fixed assets | 4,610,414 | - | 4,610,414 |
| Debtors | 53,016 | | 53,016 |
| Bank and cash | 283,162 | 1,700 | 284,862 |
| Creditors | (34,862) | | (34,862) |
| | **4,911,730** | **1,700** | **4,913,430** |

| *As at 31 March 2022* | Unrestricted £ | Restricted £ | 2022 £ |
|---|---|---|---|
| Tangible fixed assets | 4,623,748 | - | 4,623,748 |
| Debtors | 19,076 | 2,961 | 22,037 |
| Bank and cash | 256,452 | 19,539 | 275,991 |
| Creditors | (11,542) | (22,500) | (34,042) |
| | **4,887,734** | **-** | **4,887,734** |

## 17 SHARE CAPITAL

The charitable company is incorporated under the Companies Act and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as might be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter.

## 18 PARENT CHARITABLE COMPANY

Below are summarised results for Hope Church Winchester, excluding the subsidiary company:

| INCOME | 2023 £ | 2022 £ |
|---|---|---|
| Donations and legacies | 656,966 | 596,922 |
| Charitable activities | 11,999 | 11,127 |
| Government grants | - | 4,524 |
| Investment income | 418 | 10 |
| Other income | 3,057 | 50 |
| **TOTAL INCOME** | **672,440** | **612,633** |
| EXPENDITURE | | |
| Charitable activities | 646,744 | 609,169 |
| **TOTAL EXPENDITURE** | **646,744** | **609,169** |
| **NET INCOME FOR THE YEAR** | **25,696** | **3,464** |

## 19 RELATED PARTY TRANSACTIONS

S Chick, trustee, was paid £53,155 (2022: £52,532) for his role as lead elder and received pension contributions of £3,189 (2022: £3,152). These payments are permitted by clause 5.3 of the Memorandum of Association.

Two relatives of trustees were paid £21,502 (2022: £44,299 to three relatives) as employees of the charitable company.

One trustees received reimbursement of expenses during the year in respect of travel, books, catering and subsistence amounting to £516 (2022: £246).

During the year, the charitable company received donations from HCW Facilities Management Ltd, a wholly owned subsidiary, of £nil (2022: £nil) and recharged expenses totalling £51,987 (2022: £38,657). At the year end, the charitable company was owed £70,717 by HCW Facilities Management Ltd (2022: £18,730).

The charity made donations to Winchester Pregancy Crisis Centre £2,400 (2022: £2,400) which S Chick and H Steinbrecher are trustees in both charities.

The charity made donations to Commission Apostolic Trust £6,000 (2022: £38,970) which G Wood was a trustee in both charities. G Wood resigned as a trustee from Hope Church Winchester on 24th July 2022.

## 20 RESTRICTED FUNDS - PRIOR YEAR

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Specified giving fund | - | 36,327 | (36,327) | - | - |
| | **-** | **36,327** | **(36,327)** | **-** | **-** |

## 21 UNRESTRICTED FUNDS - PRIOR YEAR

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Maintenance fund | 66,322 | - | | 17,831 | 84,153 |
| Capital fund | 4,646,271 | - | (33,968) | 11,445 | 4,623,748 |
| Total designated funds | 4,712,593 | - | (33,968) | 29,276 | 4,707,901 |
| General funds | 171,677 | 615,800 | (578,368) | (29,276) | 179,833 |
| | 4,884,270 | 615,800 | (612,336) | - | 4,887,734 |

**HOPE CHURCH WINCHESTER**

England & Wales - Charity number 1128609

# Accounts

# Hope Church Winchester

**(Limited by Guarantee)**
**(Company number 06804892)**

Report and Financial Statements

Year ended: 31 March 2022

## Hope Church Winchester

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## Hope Church Winchester

## Legal and administrative information

### Status

The charity is a charitable company limited by guarantee and was incorporated on 29 January 2009.

The charity is governed by a Memorandum and Articles of Association. Under the Articles, all members of the charity must be approved by the elders of Hope Church Winchester. Trustees, who are also directors of the charitable company for the purposes of the Companies Act, can be appointed by ordinary resolution in a General meeting of the charity or by the existing trustees. No person may be appointed a trustee of the charity unless they satisfy the appointers that they subscribe and adhere to, in belief and lifestyle, the Statement of Beliefs contained in the Articles.

### Trustees

Steve Chick
Ian Johnson
Liz Leathem
Clodia Mutamiri
Peter Smith (Chairman)
Henrik Steinbrecher
Gary Wood (resigned 24 July 2022)

### Address

Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ

### Secretary

Matthew Parker

### Auditors

Knight Goodhead Limited, 7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

### Bankers

National Westminster Bank plc, 105 High Street, Winchester, Hampshire, SO23 9AH

### Registered Company Number

06804892

### Registered Charity Number

1128609

**Hope Church Winchester**
(Company limited by guarantee and not having a share capital)

**Report of the Trustees for the year ended 31 March 2022**

The Trustees present their report and the group financial statements of the charity and its subsidiary for the year ended 31 March 2022.

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

- to advance the Christian Faith in accordance with the Statement of Beliefs;
- to relieve sickness, distress or financial hardship and to promote and preserve good health by the provision of funds, goods and services of any kind, including the provision of counselling and support;
- to advance education, marriage and family life;

in such parts of the United Kingdom or the world as the Trustees see fit.

**Organisational structure**
The business of the church is managed by the Trustees who meet regularly to review strategy, policy and operational matters. The spiritual leadership of the church rests with the team of Elders, of whom one is also a Trustee.

**Review of activities**
The Church continued to fulfil its charitable objectives during the year. In doing so, the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, specific guidance on charities for the advancement of religion.

**Core activities**
The Church's regular Sunday meetings and all other activities continued to be impacted by the Covid pandemic although we were able to begin to meet in person whilst continuing to take advantage of our online presence for worship, bible teaching and prayer. We are grateful to God for how this enabled us to engage with an increasing number of people and many new to the Church.

Our Community Groups continued throughout Winchester and the surrounding areas sustaining relationships and engagement with our communities beyond Sunday meetings. Our "Hope Care" ministry also enables us to support many in our wider community and has continued to develop as part of our core activity.

The Church continues to support Christian mission both locally and overseas in conjunction with Commission as part of the New Frontiers family of churches with a particular focus on churches in India and the Iberian Peninsula.

**Public benefit**
The Trustees have complied with section 4 of the 2011 Charities Act to give due regard to the public benefit. They have reviewed guidance set out by the Charity Commission and believe that the charity meets its obligations in this respect through the activities set out under the heading "Community Activity" below. The Trustees will continue to review the activities of the charity to ensure that these are consistent with the legal objects set out in its constitution.

**Community activity**

We are grateful that our activities have been able to gradually resume and, as noted above, we have continued to focus on needs within the City with ongoing close relationships with other Churches and Charities working in Winchester. Throughout the year we have remained committed to the following:

- *Debt relief* The Winchester Christians Against Poverty Debt Advice Centre is fully funded by the Church and operates from the Middle Brook Centre. This continues to be very successful helping many clients to become and live debt free.

- *The Cradle* Our parents and babies' group which is open to people from within the church as well as our wider community.

- *The Ark* Our parents and toddler group which attracts a wide range of people largely from outside the Church.

- *Hope Street Café* Our soup kitchen operates at least one night each week and continues to attract many disadvantaged and needy people living within the City.

- *All Nations Café* We run a programme to welcome and connect with people who have moved to the city from other countries.

- *Marriage support* We seek to ensure couples receive help and support in their marriages.

- *Parenting support and training* Our broad range of courses are designed to help people improve their parenting skills. This is open to people within the Church and the wider community.

- *Street Pastors* We actively support the work of Winchester Street Pastors which is part of a national initiative providing care for people out in the City Centre late at night.

- *City Centre Chaplaincy* We are actively involved in this listening ministry supporting people working in shops and offices in Winchester City Centre.

- *Basics Bank* We continue to support the work of Winchester Basics Bank which provides emergency food and clothes to individuals and families in need.

- *Youth Work* We run an active and fun programme open to young people from within the community.

- *Children's Work* We provide teaching and activities for children from within the Church as well as our wider community on Sundays and through Holiday Clubs.

- *Student Work* We support the work of students in both the University and Winchester College of Art. Our planned programme for students enables them to connect with the Hope Church community.

- *Work with the Elderly* Older people within the Church and wider community meet for friendship and worship

- *Pregnancy Crisis* We support the work of the Winchester Pregnancy Crisis Centre which offers help and support to women and their families facing an unplanned pregnancy, or those needing support following a still birth, miscarriage or termination.

- *Facilities Hire* Our facilities are available for hire and enable us to serve and build good relationships with the business, public sector and charity communities from in and around Winchester.

**Membership**

Our committed membership continues to remain at about 330 adults although we attract significant numbers of visitors to our Sunday meetings. We join with the eldership team in giving thanks for members who have a high level of commitment which is reflected in their generous financial giving.

**Middle Brook Centre**

Whilst usage was impacted by the pandemic, church activity and bookings from outside agencies significantly increased during the latter part of the year. Recent experience confirms that the MBC will continue to be used well by the church and outside agencies mainly in the public sector.

**Personnel**

During the year to 31 March 2022 the Church employed an average of 5 full and 16 part-time staff, a full time equivalent of 10 people. This is about the same as last year.

**Finance**

God has continued to bless the work of the Church financially and all our needs have been met. Overall net income for the year amounted to £3,464 (2021 £70,490) Total unrestricted funds at 31 March 2022 were £4,887,734 (2021 £4,884,270). There were no restricted funds (2021: £nil).

The Church's wholly owned subsidiary, HCW Facilities Management Ltd manages and hires out the property owned by the Church. During the year, the subsidiary generated a profit of £nil (2021 profit of £nil) which included a donation to the parent charity of £nil (2021: £nil).

**Reserves**

The Trustees regularly review the reserves of the church. This encompasses income and expenditure streams including matching variable income with fixed commitments and taking account of the nature of reserves. Reviews also take into account the Trustees' settled conviction that God will continue to supply the financial needs of the Church. The Church's general fund increased from £171,677 to £179,833 during the year. The agreed policy is to maintain general reserves (excluding the designated Maintenance Fund) of the equivalent of two months' of operating costs and the Trustees are therefore pleased to report that year end reserve levels are comfortably in excess of this requirement.

**Risks**

The Trustees routinely assess the major risks to which the Church is exposed, particularly those related to the operations and finance and are satisfied that appropriate arrangements and systems are in place to control and mitigate exposure to major risks. We are also satisfied that the Church's arrangements for safeguarding children and vulnerable adults are effective.

**Appreciation and outlook**

We are grateful to God and His people for their provision in meeting the Church's financial needs and for significant ongoing commitment to the life and service of the Church. We continue to believe that we are within the vision that God has put before us and we have every reason to view the future with confidence.

**Responsibilities of the trustees**

Charity law and the Companies Acts require the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue on that basis; and
- 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 proper 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. 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 auditors 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.

So far as each trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and each trustee has taken all the steps that he ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

**Auditors**

Knight Goodhead Limited were re-appointed as the Charity's auditors during the year and have expressed their willingness to continue in that capacity.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 and the provisions for small companies under Part 15 of the Companies Act 2006.

*Approved by the Trustees on 22 November 2022 and signed on their behalf by:*

**Peter Smith (Chairman of the Trustees)**

## Independent auditors report
## to the members of Hope Church Winchester
**(Company limited by guarantee and not having a share capital)**

### Opinion

We have audited the financial statements of Hope Church Winchester (the company and the group) for the year ended 31 March 2022, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Consolidated Cashflow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable to the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, 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 company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, the financial statements:

- give a true and fair view of the state of the group's and the charitable company's affairs as at 31 March 2022, and of 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 of 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's 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 trustees' 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 charitable company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

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

## Independent auditors report
## to the members of Hope Church Winchester
**(Company limited by guarantee and not having a share capital)**

### Other information

The trustees 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.

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.

### Opinions on other matters 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 trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have been prepared in accordance with applicable legal requirements.

### Matters on which we are required to report by exception

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:

- the company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

### Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 they 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 trustees are responsible for assessing the charitable company'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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.

We identified the laws and regulations applicable to the charitable company through discussions with trustees and other management and we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we performed analytical procedures to identify any unusual or unexpected relationships, tested journal entries to identify unusual transactions and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Knight Goodhead Limited is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**Use of our report**

This report is made solely to the charitable company's members, 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 charitable company's members 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's members as a body, for our audit work, for this report, or for the opinions we have formed.

**CJ Goodhead FCA**
**Senior Statutory Auditor**
**Knight Goodhead Limited**
Chartered Accountants and Statutory Auditors
7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

22 November 2022

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
## FOR THE YEAR ENDED 31 MARCH 2022

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds £ | Restricted funds £ | Total funds 2022 £ | Total funds 2021 £ |
|---|---|---|---|---|---|
| **INCOME** | | | | | |
| Donations and legacies | 4 | 560,595 | 36,327 | 596,922 | 662,220 |
| Charitable activities | 5 | 11,127 | - | 11,127 | 2,368 |
| HCW Facilities Management Ltd | 9 | 39,494 | - | 39,494 | 34,128 |
| Government grants | | 4,524 | - | 4,524 | 41,944 |
| Investment income | | 10 | - | 10 | 39 |
| Other income | | 50 | - | 50 | 199 |
| **TOTAL INCOME** | | **615,800** | **36,327** | **652,127** | **740,898** |
| **EXPENDITURE** | | | | | |
| Charitable activities | 7 | 572,842 | 36,327 | 609,169 | 636,280 |
| HCW Facilities Management Ltd | 9 | 39,494 | - | 39,494 | 34,128 |
| **TOTAL EXPENDITURE** | | **612,336** | **36,327** | **648,663** | **670,408** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **3,464** | **-** | **3,464** | **70,490** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - | - |
| **NET INCOME FOR THE YEAR** | | **3,464** | **-** | **3,464** | **70,490** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,884,270 | - | 4,884,270 | 4,813,780 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14,15 | **4,887,734** | **-** | **4,887,734** | **4,884,270** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## PRIOR YEAR CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds | Restricted funds | Total funds 2021 |
|---|---|---|---|---|
| **INCOME** | | £ | £ | £ |
| Donations and legacies | 4 | 642,072 | 20,148 | 662,220 |
| Charitable activities | 5 | 2,368 | - | 2,368 |
| HCW Facilities Management Ltd | 9 | 34,128 | - | 34,128 |
| Government grants | | 41,944 | - | 41,944 |
| Investment income | | 39 | - | 39 |
| Other income | | 199 | - | |
| **TOTAL INCOME** | | **720,750** | **20,148** | **740,898** |
| **EXPENDITURE** | | | | |
| Charitable activities | 7 | 616,132 | 20,148 | 636,280 |
| HCW Facilities Management Ltd | 9 | 34,128 | - | 34,128 |
| **TOTAL EXPENDITURE** | | **650,260** | **20,148** | **670,408** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **70,490** | **-** | **70,490** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - |
| **NET INCOME FOR THE YEAR** | | **70,490** | **-** | **70,490** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,813,780 | - | 4,813,780 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14, 15 | **4,884,270** | **-** | **4,884,270** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

## HOPE CHURCH WINCHESTER

REGISTERED NUMBER : 06804892

(Company limited by guarantee and not having share capital)

## CONSOLIDATED AND PARENT CHARITY BALANCE SHEET AT 31 MARCH 2022

| | | Group | | Charity | |
|---|---|---|---|---|---|
| | | 2022 | 2021 | 2022 | 2021 |
| | Notes | £ | £ | £ | £ |
| **FIXED ASSETS** | | | | | |
| Tangible assets | 10 | 4,623,748 | 4,646,271 | 4,623,748 | 4,646,271 |
| Investments | 11 | - | - | 1 | 1 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 12 | 22,037 | 29,590 | 35,743 | 78,521 |
| Cash at bank and in hand | | 275,991 | 222,676 | 260,955 | 172,335 |
| | | 298,028 | 252,266 | 296,698 | 250,856 |
| **CREDITORS:** amounts falling due within one year | 13 | (34,042) | (14,267) | (32,712) | (12,857) |
| **NET CURRENT ASSETS** | | 263,986 | 237,999 | 263,986 | 237,999 |
| **NET ASSETS** | | **4,887,734** | **4,884,270** | **4,887,735** | **4,884,271** |
| **FUNDS** | | | | | |
| Unrestricted funds | 15 | 4,887,734 | 4,884,270 | 4,887,735 | 4,884,271 |
| Restricted funds | 14 | - | - | - | - |
| **TOTAL FUNDS** | 16 | **4,887,734** | **4,884,270** | **4,887,735** | **4,884,271** |

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Trustees on 22 November 2022
and signed on their behalf by

**Ian Johnson**
**Trustee**

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having a share capital)

## CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2022

| | Notes | 2022 £ | 2021 £ |
|---|---|---|---|
| **NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES** | 1 | 60,272 | 104,738 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Interest received | | 10 | 39 |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Sale proceeds of fixed asset disposals | | 4,478 | - |
| Fixed asset additions | | (11,445) | (52,563) |
| **NET CASH FLOW** | | **53,315** | **52,214** |
| **NET CASH FLOW FOR THE YEAR** | | | |
| Change in cash and cash equivalents in the year | | 53,315 | 52,214 |
| Cash and cash equivalents at start of the year | | 222,676 | 170,462 |
| **Cash and cash equivalents at the end of the year** | 2 | **275,991** | **222,676** |

## NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2022

### 1 NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES

| | 2022 £ | 2021 £ |
|---|---|---|
| Net movement in funds for the year | 3,464 | 70,490 |
| Interest received | (10) | (39) |
| Depreciation | 33,968 | 28,504 |
| (Profit) on disposal of fixed assets | (4,478) | - |
| Decrease in debtors | 7,553 | 3,183 |
| Increase in creditors | 19,775 | 2,600 |
| **Net cash flow from operating activities** | **60,272** | **104,738** |

### 2 ANALYSIS OF CASH AND CASH EQUIVALENTS

| | 2022 £ | 2021 £ |
|---|---|---|
| Cash at bank and in hand | 275,991 | 222,676 |
| | **275,991** | **222,676** |

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

1 **ACCOUNTING POLICIES**

**(a) Accounting convention**

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102, and the Companies Act 2006.

The charitable company meets the definition of the 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 note.

The accounts have been prepared on the going concern basis. There are no material uncertainties about the chatitable company's ability to continue.

**(b) Fund accounting**

- Unrestricted funds are donations and other income received without further specified purposes and are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company.

- Designated funds are funds set aside by the trustees for specified purposes in furtherance of the general objectives of the charitable company.

- Restricted funds are to be used for specific purposes are laid down by the donor. Expenditure which meets these criteria is charged to the fund.

**(c) Income**

All income is included in the Statement of Financial Activities when the charitable company is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacies are received by way of offerings and gifts and are included in full in the Statement of Financial Activities when receivable. The value of services by volunteers has not been included, but significant time is given by volunteers, particularly in undertaking management and administration work. Gifts pledged are not brought into the financial statements until they are actually received.

Investment income is included when receivable.

**(d) Expenditure**

Expenditure is recognised on an accrual basis as a liability is incurred. It includes any VAT paid, which is irrecoverable.

**1 ACCOUNTING POLICIES (continued)**

The policy of including items within the relevant activity categories of expenditure is to apply direct costs to the appropriate activity and indirect costs on the basis of trustees calculations. The cost of charitable activities represents the direct costs of running church activities as set out in the notes to the financial statements. The costs of fundraising trading include direct costs set out in the notes.

**(e) Fixed assets**

Fixed assets are capitalised for ongoing use within the charitable company, where the individual cost of the asset exceeds £500.

Depreciation is provided on fixed assets to spread the cost over the estimated useful lives of the relevant assets at the following rates:

| | |
|---|---|
| Office equipment | 20% straight line |
| Furniture and fittings | 20% straight line |

Freehold land is not depreciated. Freehold buildings are depreciated to write down the cost less estimated residual value over the remaining useful life by equal annual instalments. It is the charitable company's policy to maintain all buildings to such a standard that their estimated residual value is not less than their net book value at any given time, therefore, no depreciation is charged.

**(f) Pension costs**

Contributions in respect of the charitable company's defined contribution scheme are charged to the Statement of Financial Activities for the year in which they are payable to the scheme. Differences between contributions payable and contributions actually paid in the year are shown as either other creditors or other debtors at the year end.

**(g) Investments**

Shares held in the charitable company's trading subsidiary are stated at cost.

**(h) Leases**

Rentals payable in respect of operating leases where substantially all benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities as incurred.

**(i) Taxation**

As a registered charity the charitable company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value added tax is not recoverable by the charitable company, and is therefore included in the relevant costs in the Statement of Financial Activities.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

### 1 ACCOUNTING POLICIES (continued)

#### (j) Basic financial instruments

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are then carried at amortised cost using the effective interest method. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities, including creditors and loans from fellow group companies are initially recognised at transaction price and are subsequently carried at amortised cost using the effective interest method. Financial liabilities classified as payable within one year are not amortised.

### 2 LEGAL STATUS

The charitable company is a company limited by guarantee and has no share capital. The charitable company was incorporated on 29 January 2009 in England and was registered on 17 March 2009 with the Charity Commission in England and Wales.

The registered office of the charitable company is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ.

HCW Facilities Management Ltd is a company limited by shares. The company was incorporated on 9 March 2010 in England. The registered office is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ. The company is a 100% owned subsidiary of Hope Church Winchester.

### 3 WINDING UP OR DISSOLUTION

If upon winding up or dissolution of the charitable company there remains any assets, after satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charitable company.

### 4 DONATIONS AND LEGACIES

| | Unrestricted | Restricted | 2022 | 2021 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Gift aid donations | 399,966 | 20,234 | 420,200 | 442,776 |
| Tax recoverable | 99,991 | 5,059 | 105,050 | 110,694 |
| Other donations | 60,638 | 11,034 | 71,672 | 108,750 |
| | **560,595** | **36,327** | **596,922** | **662,220** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

### 5 CHARITABLE ACTIVITIES INCOME

| | Unrestricted | Restricted | 2022 | 2021 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Church departments | 8,551 | - | 8,551 | 1,596 |
| Events and sundry income | 2,576 | - | 2,576 | 772 |
| | **11,127** | **-** | **11,127** | **2,368** |

### 6 STAFF COSTS

| | 2022 | 2021 |
|---|---|---|
| | £ | £ |
| Wages and salaries | 314,682 | 338,969 |
| Social security costs | 17,236 | 19,105 |
| Pension | 16,983 | 18,108 |
| Consolidated staff costs per group | **348,901** | **376,182** |
| Less amounts recharged to connected companies | (35,334) | (33,064) |
| Total staff costs per charity | **313,567** | **343,118** |

The average number of staff employed during the year was 21 (2021: 22). No employee received emoluments of £60,000 or more during this year or the prior year.

At the year end there were outstanding pension contributions payable of £69 (2021: £nil). Total pension contributions of £35,739 (2021: £38,844) were paid by the charitable company and are included in the SOFA.

During the year key management personnel were paid a total of £201,185 (5 employees) (2021: £199,365 5 employees).

No remuneration was paid to trustees during the year except those detailed in note 19.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

| 7 EXPENDITURE | Unrestricted | Restricted | 2022 | 2021 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Staff costs | 313,567 | - | 313,567 | 343,118 |
| Commission | 9,996 | - | 9,996 | - |
| Travel and accomodation expenses | 2,443 | - | 2,443 | 3,028 |
| Visiting speakers | 15,400 | - | 15,400 | 16,800 |
| Leadership training and frontier project | 6,900 | - | 6,900 | 1,510 |
| Telephone | 5,454 | - | 5,454 | 4,051 |
| Middle Brook Centre running costs | 40,833 | - | 40,833 | 42,509 |
| Catering | 11,856 | - | 11,856 | 1,944 |
| Church departments | 12,220 | - | 12,220 | 428 |
| Books and CDs | 2,038 | - | 2,038 | 3,722 |
| Bank charges | 3,419 | - | 3,419 | 2,493 |
| Computer and website support | 41,380 | - | 41,380 | 46,457 |
| Professional fees, laws and regulations | 2,554 | - | 2,554 | 3,480 |
| Sundries | 5,879 | - | 5,879 | 6,200 |
| Gifts and donations | 41,128 | 36,327 | 77,455 | 61,859 |
| Depreciation | 33,968 | - | 33,968 | 28,504 |
| Audit fee | 3,990 | - | 3,990 | 3,840 |
| Equipment and venue hire | 14,705 | - | 14,705 | 2,522 |
| Printing, postage and stationery | 4,299 | - | 4,299 | 3,270 |
| Hospitality | 1,180 | - | 1,180 | 338 |
| Marketing, advertising and publicity | 1,987 | - | 1,987 | 3,946 |
| Miscellaneous expenses | - | - | - | - |
| Repairs and renewals | 2,124 | - | 2,124 | 56,261 |
| (Profit) on disposal | (4,478) | - | (4,478) | - |
| | **572,842** | **36,327** | **609,169** | **636,280** |

Included within audit fees above are amounts due to the auditors in relation to the audit work of £3,200 (2021: £3,180) and £790 (2021: £660) in respect of accounts preparation work. In addition, included within HCW Facilities Management Ltd expenditure is £630 (2021: £750) due to the auditor in respect of accounts preparation work.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

### 8 ANALYSIS OF GRANTS

Gifts and donations made in the year totalled £77,455 of which £2,905 was made to individuals and £74,550 was made to institutions. Gifts over £1,000 per institution are as follows:

| | 2022<br>£ | 2021<br>£ |
|---|---|---|
| Commission Apostolic Trust | 38,970 | 40,000 |
| Christians Against Poverty | 7,200 | 7,200 |
| Catalyst Network (Ukraine) | 22,500 | - |
| Street Pastors | 2,400 | 2,400 |
| Winchester Pregnancy Crisis Centre | 2,400 | 2,400 |
| Compassion | - | 3,000 |
| Other small gifts to institutions | 1,080 | 1,241 |
| Total gifts to institutions | 74,550 | 56,241 |
| Gifts to individuals | 2,905 | 5,618 |
| Total gifts | **77,455** | **61,859** |

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The group Statement of Financial Activities includes the results of the charitable company's wholly owned subsidiary, HCW Facilities Management Ltd, which deals with the hiring of church facilities to third parties. The subsidiary is incorporated in the United Kingdom and pays all of its profits to the charitable company by way of donation. The charitable company owns the entire share capital of 1 ordinary share of £1.

HCW Facilities Management Ltd prepares its accounts each year to 31 March for filing with the Registrar of Companies. Its company registration number is 07181799.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY (continued)

The results for the year ended 31 March 2022 are summarised as follows:

| | 2022<br>£ | 2021<br>£ |
|---|---|---|
| Turnover | 35,637 | 17,485 |
| Government grants -Coronavirus support | 3,857 | 16,643 |
| Administration expenses | (39,494) | (34,128) |
| Net profit | - | - |
| Amounts gifted to Hope Church Winchester | - | - |
| Retained in subsidiary | - | - |

The net assets of the company at 31 March 2022 were £1 (2021: £1).

### 10 TANGIBLE FIXED ASSETS

| Group and charity | Freehold Property<br>£ | Equipment<br>£ | Furniture and fittings<br>£ | Total<br>£ |
|---|---|---|---|---|
| COST | | | | |
| At beginning of year | 4,557,568 | 42,105 | 656,851 | 5,256,524 |
| Additions | - | 541 | 10,904 | 11,445 |
| Disposals | - | (2,603) | (96,326) | (98,929) |
| At end of year | **4,557,568** | **40,043** | **571,429** | **5,169,040** |
| DEPRECIATION | | | | |
| At beginning of year | - | 35,271 | 574,982 | 610,253 |
| Charge for the year | - | 2,529 | 31,439 | 33,968 |
| Disposals | - | (2,603) | (96,326) | (98,929) |
| At end of year | - | **35,197** | **510,095** | **545,292** |
| NET BOOK VALUE | | | | |
| At end of year | **4,557,568** | **4,846** | **61,334** | **4,623,748** |
| At beginning of year | **4,557,568** | **6,834** | **81,869** | **4,646,271** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

### 11 INVESTMENTS

| | Total |
|---|---|
| | £ |
| COST | |
| At 1 April 2021 and 31 March 2022 | 1 |

Hope Church Winchester holds 100% of the share capital of HCW Facilities Management Ltd, a company incorporated in England and Wales. The principal activity of HCW Facilities Management Ltd is the hiring of rooms in the charitable company's premises at the Middle Brook Centre.

### 12 DEBTORS

| | Group | | Charity | |
|---|---|---|---|---|
| | 2022 | 2021 | 2022 | 2021 |
| | £ | £ | £ | £ |
| Income tax recoverable | 11,483 | 9,067 | 11,483 | 9,067 |
| Prepayments | 4,980 | 10,080 | 4,980 | 10,080 |
| Other debtors | 550 | 10,443 | 550 | 1,300 |
| Hiring debtors | 5,024 | - | - | - |
| Amounts due from HCW Facilities Management Ltd | - | - | 18,730 | 58,074 |
| | **22,037** | **29,590** | **35,743** | **78,521** |

### 13 CREDITORS: amounts falling due within one year

| | Group | | Charity | |
|---|---|---|---|---|
| | 2022 | 2021 | 2022 | 2021 |
| | £ | £ | £ | £ |
| Trade creditors | 3,497 | 1,904 | 3,497 | 1,904 |
| Accruals and deferred income | 30,545 | 12,363 | 29,215 | 10,953 |
| | **34,042** | **14,267** | **32,712** | **12,857** |

### 14 RESTRICTED FUNDS

| | Funds b/fwd | Income | Expenditure | Transfers | Funds c/fwd |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| Specified giving fund | - | 36,327 | (36,327) | - | - |
| | **-** | **36,327** | **(36,327)** | **-** | **-** |

**Specified giving fund**
The specified giving fund was established to receive gifts specifically for charitable purposes outside of Hope Church Winchester.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

### 15 UNRESTRICTED FUNDS

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Maintenance fund | 66,322 | - | | 17,831 | 84,153 |
| Capital fund | 4,646,271 | - | (33,968) | 11,445 | 4,623,748 |
| Total designated funds | 4,712,593 | - | (33,968) | 29,276 | 4,707,901 |
| General funds | 171,677 | 615,800 | (578,368) | (29,276) | 179,833 |
| | **4,884,270** | **615,800** | **(612,336)** | **-** | **4,887,734** |

**Maintenance fund**

Annual amounts of £30,000 are transferred in to the maintenance fund from the general fund to provide reserves for major maintenance work that may be required at the Middle Brook Centre.

**Capital fund**

This fund matches the net book value of the tangible assets held by the church.

### 16 ANALYSIS OF NET ASSETS BETWEEN FUNDS

| *As at 31 March 2022* | Unrestricted £ | Restricted £ | 2022 £ |
|---|---|---|---|
| Tangible fixed assets | 4,623,748 | - | 4,623,748 |
| Debtors | 19,076 | 2,961 | 22,037 |
| Bank and cash | 256,452 | 19,539 | 275,991 |
| Creditors | (11,542) | (22,500) | (34,042) |
| | **4,887,734** | **-** | **4,887,734** |

| *As at 31 March 2021* | Unrestricted £ | Restricted £ | 2021 £ |
|---|---|---|---|
| Tangible fixed assets | 4,646,271 | - | 4,646,271 |
| Debtors | 29,590 | - | 29,590 |
| Bank and cash | 222,676 | - | 222,676 |
| Creditors | (14,267) | - | (14,267) |
| | **4,884,270** | **-** | **4,884,270** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2022

### 17 SHARE CAPITAL

The charitable company is incorporated under the Companies Act and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as might be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter.

### 18 PARENT CHARITABLE COMPANY

Below are summarised results for Hope Church Winchester, excluding the subsidiary company:

| | 2022 | 2021 |
|---|---|---|
| INCOME | £ | £ |
| Donations and legacies | 596,922 | 662,220 |
| Charitable activities | 11,127 | 2,368 |
| Government grants | 4,524 | 41,944 |
| Investment income | 10 | 39 |
| Other income | 50 | 199 |
| **TOTAL INCOME** | **612,633** | **706,770** |
| EXPENDITURE | | |
| Charitable activities | 609,169 | 636,280 |
| **TOTAL EXPENDITURE** | **609,169** | **636,280** |
| **NET INCOME FOR THE YEAR** | **3,464** | **70,490** |

### 19 RELATED PARTY TRANSACTIONS

S Chick, trustee, was paid £52,532 (2021: £51,909) for his role as lead elder and received pension contributions of £3,152 (2021: £3,115). These payments are permitted by clause 5.3 of the Memorandum of Association.

Three relatives of trustees were paid £44,299 (2021: £47,016 to three relatives) as employees of the charitable company.

One trustee received reimbursement of expenses during the year in respect of travel, books, catering and subsistence amounting to £246 (2021: £nil).

During the year, the charitable company received donations from HCW Facilities Management Ltd, a wholly owned subsidiary, of £nil (2021: £nil) and recharged expenses totalling £38,657 (2021: £34,148). At the year end, the charitable company was owed £18,730 by HCW Facilities Management Ltd (2021: £58,074).

The charity made donations to Winchester Pregancy Crisis Centre £2,400 (2021: £2,400) S Chick and H Steinbrecher are trustees in both charities.

The charity made donations to Commission Apostolic Trust £38,970 (2021: £40,000) G Wood was a trustee in both charities.

**HOPE CHURCH WINCHESTER**

England & Wales - Charity number 1128609

# Accounts

# Hope Church Winchester

**(Limited by Guarantee)**
**(Company number 6804892)**

Report and Financial Statements

Year ended: 31 March 2021

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## Legal and administrative information

### Status

The charity is a charitable company limited by guarantee and was incorporated on 29 January 2009.

The charity is governed by a Memorandum and Articles of Association. Under the Articles, all members of the charity must be approved by the elders of Hope Church Winchester. Trustees, who are also directors of the charitable company for the purposes of the Companies Act, can be appointed by ordinary resolution in a General meeting of the charity or by the existing trustees. No person may be appointed a trustee of the charity unless they satisfy the appointers that they subscribe and adhere to, in belief and lifestyle, the Statement of Beliefs contained in the Articles.

### Trustees

Steve Chick
Ian Johnson
Marcus de Kock (resigned 31 December 2020)
Liz Leathem
Clodia Mutamiri
Peter Smith (Chairman)
Henrik Steinbrecher
Gary Wood

### Address

Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ

### Secretary

Matthew Parker

### Auditors

Knight Goodhead Limited, 7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

### Bankers

National Westminster Bank plc, 105 High Street, Winchester, Hampshire, SO23 9AH

### Registered Company Number

6804892

### Registered Charity Number

1128609

# Hope Church Winchester
# Report of the Trustees for the year ended 31 March 2021

The Trustees present their report and the group financial statements of the charity and its subsidiary for the year ended 31 March 2021.

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

- to advance the Christian Faith in accordance with the Statement of Beliefs;
- to relieve sickness, distress or financial hardship and to promote and preserve good health by the provision of funds, goods and services of any kind, including the provision of counselling and support;
- to advance education, marriage and family life;

in such parts of the United Kingdom or the world as the Trustees see fit.

**Vision**
The Church's vision is to build a grace-filled community of followers of Jesus who bring the good news of the Christian faith and its impact on society to Winchester and the wider world.

**Organisational structure**
The business of the church is managed by the Trustees who meet regularly to review strategy, policy and operational matters. The spiritual leadership of the church rests with the team of Elders, of whom one is also a Trustee.

**Review of activities**
The Church has continued to fulfil its charitable objectives. In doing so, the Trustees have considered the Charity Commission's guidance on public benefit and, in particular, specific guidance on charities for the advancement of religion.

**Core activities**
The Church's regular Sunday meetings and all other activities were significantly impacted by the Covid pandemic during the year when we were unable to meet in person. However, we took full advantage of our online presence and media developments enabled us to meet (albeit virtually) for worship, bible teaching and prayer. We are grateful to God for how this enabled us to engage with many more people, many of whom were new to the Church.

Our Community Groups have continued throughout Winchester and the surrounding areas sustaining relationships and engagement with our communities beyond Sunday meetings. We have also developed our "Hope Care" ministry enabling us to support many in our wider community which has continued to develop and become part of our core activity.

The Church continues to support Christian mission both locally as well as overseas, in conjunction with Commission (formerly part of Newfrontiers UK), with a particular focus on churches in India and the Iberian Peninsula.

**Public benefit**
The Trustees have complied with section 4 of the 2011 Charities Act to give due regard to the public benefit. They have reviewed guidance set out by the Charity Commission and believe that the charity meets its obligations in this respect through the activities set out under the heading "Community Activity" below. The Trustees will continue to review the activities of the charity to ensure that these are consistent with the legal objects set out in its constitution.

**Community activity**

Whilst activity has been limited because of pandemic lock-downs, as noted above, we have continued to focus on needs within the City with ongoing close relationships with other Churches and Charities working in Winchester. Throughout this last year we have remained committed to the following:

- *Debt relief The* Winchester Christians Against Poverty Debt Advice Centre is fully funded by the Church and operates from the Middle Brook Centre. This continues to be very successful helping many clients to become and live debt free.

- *The Ark* Our parents and toddler group which attracts a wide range of people largely from outside the Church.

- *The Soup Service* Our weekly soup kitchen runs Thursday night each week throughout the year and attracts many disadvantaged and needy people living within the City.

- *Marriage support* The Church seeks to ensure couples receive help and support in their marriages.

- *Parenting support and training* Our broad range of courses are designed to help people improve their parenting skills. This is open to people within the Church and the wider community.

- *Street Pastors* Church members actively support the work of Winchester Street Pastors which is part of a national initiative providing care for people out in the City Centre late at night.

- *City Centre Chaplaincy* We are actively involved in this listening ministry supporting people working in shops and offices in Winchester City Centre.

- *Basics Bank* We continue to support the work of Winchester Basics Bank which provides emergency food and clothes to individuals and families in need.

- *Youth Work* Our youth work gives an active and fun programme open to young people from within the community.

- *Children's Work* We provide teaching and activities for children from within the Church as well as our wider community on Sundays and through Holiday Clubs.

- *Student Work* We support the work of students in both the University and Winchester College of Art. Our planned programme for students enables them to connect with the Hope Church community.

- *Work with the Elderly* Older people within the Church and wider community meet for friendship and worship

- *The Cradle* Our parents and babies group which is open to people from within the church as well as our wider community.

- *Pregnancy Crisis* We support the work of the Winchester Pregnancy Crisis Centre which offers help and support to women and their families facing an unplanned pregnancy, or those needing support following a still birth, miscarriage or termination.

- *Facilities Hire* Our facilities are available for hire and enable us to serve and build good relationships with the business, public sector and charity communities from in and around Winchester.

**Membership**
Church membership continues to remain at 330+ adults. We attract significant numbers of visitors each Sunday and this has continued on-line. Members have a high level of commitment as reflected in their generous financial giving.

**Middle Brook Centre**
Whilst usage was severely limited by current operational restrictions and our determination to follow Government guidance, we have ensured that this God given facility is well maintained. Recent experience confirms that the MBC will continue to be used well by the church and outside agencies, mainly in the public sector.

**Personnel**
During the year to 31 March 2021 the Church employed an average of 6 full and 16 part-time staff, a full time equivalent of 10 people. This is about the same as last year.

**Finance**
God has continued to bless the work of the Church financially and all our needs have been met. Overall net income for the year amounted to £70,490 (2020: £46,513). Total unrestricted funds at 31 March 2021 were £4,884,270 (2020: £4,813,780). There were no restricted funds (2020: £nil).

The Church's wholly owned subsidiary, HCW Facilities Management Ltd manages and hires out the property owned by the Church. During the year, the subsidiary generated a profit of £nil (2020 profit of £nil) which included a donation to the parent charity of £nil (2020: £nil).

**Reserves**
The Trustees regularly review the reserves of the church. This encompasses income and expenditure streams including matching variable income with fixed commitments and taking account of the nature of reserves. Reviews also take into account the Trustees' settled conviction that God will continue to supply the financial needs of the Church as in past years. The Church's general fund increased from £130,335 to £171,677 during the year. The Trustees believe that the Church has sufficient reserves for its current needs.

**Risks**
The Trustees routinely assess the major risks to which the Church is exposed, in particular those related to the operations and finances of the church, and are satisfied that appropriate systems and arrangements are in place to control and mitigate exposure to major risks.

**Appreciation and outlook**
We are grateful to God and His people for their provision in meeting the Church's financial needs and for significant ongoing commitment to the life and service of the Church. We continue to believe that we are within the vision that God has put before us and we have every reason to view the future with confidence.

**Responsibilities of the trustees**

Charity law and the Companies Acts require the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue on that basis; and
- 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 proper 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. 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 Trustee's Report, and the responsibility of the auditors in relation to the Trustee's 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.

So far as each trustee is aware, there is no relevant audit information of which the charity's auditors are unaware, and each trustee has taken all the steps that he ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

**Auditors**

Knight Goodhead Limited were re-appointed as the Charity's auditors during the year and have expressed their willingness to continue in that capacity.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102 and the provisions for small companies under Part 15 of the Companies Act 2006.

*Approved by the Trustees on 23 November 2021 and signed on their behalf by:*

**Peter Smith (Chairman of the Trustees)**

# Independent auditors report
# to the members of Hope Church Winchester

## Opinion

We have audited the financial statements of Hope Church Winchester (Limited by Guarantee) for the year ended 31 March 2021, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Consolidated Cashflow Statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 102: The Financial Reporting Standard applicable to the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the charitable company's members, 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 company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2021, and of 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 of 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's 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 trustees' 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 charitable company's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

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

### Other information

The trustees 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.

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.

### Opinions on other matters 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 trustees' report (incorporating the strategic report and the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the trustees' report (incorporating the strategic report and the directors' report) have been prepared in accordance with applicable legal requirements.

### Matters on which we are required to report by exception

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:

- the company has not kept adequate and sufficient accounting records, or returns adequate for our audit have not been received from branches not visited by us; or
- the company's financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees' Annual Report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

### Responsibilities of the trustees

As explained more fully in the trustees' responsibilities statement, the trustees 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 they 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 trustees are responsible for assessing the charitable company'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 trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

**Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.

We identified the laws and regulations applicable to the charitable company through discussions with trustees and other management and we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we performed analytical procedures to identify any unusual or unexpected relationships, tested journal entries to identify unusual transactions and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

## Independent auditors report to the members of Hope Church Winchester (continued)

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

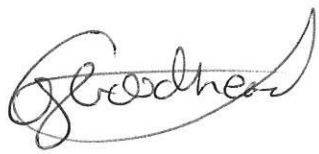
Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

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

Knight Goodhead Limited is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**Use of our report**

This report is made solely to the charitable company's members, 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 charitable company's members 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's members as a body, for our audit work, for this report, or for the opinions we have formed.



**CJ Goodhead FCA** **23 November 2021**
**Senior Statutory Auditor**
**Knight Goodhead Limited**
Chartered Accountants and Statutory Auditors
7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
## FOR THE YEAR ENDED 31 MARCH 2021
**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds | Restricted funds | Total funds 2021 | Total funds 2020 |
|---|---|---|---|---|---|
| **INCOME** | | £ | £ | £ | £ |
| Donations and legacies | 4 | 642,072 | 20,148 | 662,220 | 656,630 |
| Charitable activities | 5 | 2,368 | - | 2,368 | 16,915 |
| HCW Facilities Management Ltd | 9 | 34,128 | - | 34,128 | 66,935 |
| Government grants - CJRS | | 41,944 | - | 41,944 | - |
| Investment income | | 39 | - | 39 | 192 |
| Other income | | 199 | - | 199 | 41 |
| **TOTAL INCOME** | | **720,750** | **20,148** | **740,898** | **740,713** |
| **EXPENDITURE** | | | | | |
| Charitable activities | 7 | 616,132 | 20,148 | 636,280 | 627,265 |
| HCW Facilities Management Ltd | 9 | 34,128 | - | 34,128 | 66,935 |
| **TOTAL EXPENDITURE** | | **650,260** | **20,148** | **670,408** | **694,200** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **70,490** | **-** | **70,490** | **46,513** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - | - |
| **NET INCOME FOR THE YEAR** | | **70,490** | **-** | **70,490** | **46,513** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,813,780 | - | 4,813,780 | 4,767,267 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14,15 | **4,884,270** | **-** | **4,884,270** | **4,813,780** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having share capital)

## PRIOR YEAR CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES

**(Including Income and Expenditure account)**

| | Notes | Unrestricted funds | Restricted funds | Total funds 2020 |
|---|---|---|---|---|
| **INCOME** | | £ | £ | £ |
| Donations and legacies | 4 | 634,499 | 22,131 | 656,630 |
| Charitable activities | 5 | 16,915 | - | 16,915 |
| HCW Facilities Management Ltd | 9 | 66,935 | - | 66,935 |
| Investment income | | 192 | - | 192 |
| Other income | | 41 | - | 41 |
| **TOTAL INCOME** | | **718,582** | **22,131** | **740,713** |
| **EXPENDITURE** | | | | |
| Charitable activities | 7 | 605,134 | 22,131 | 627,265 |
| HCW Facilities Management Ltd | 9 | 66,935 | - | 66,935 |
| **TOTAL EXPENDITURE** | | **672,069** | **22,131** | **694,200** |
| **NET INCOME FOR THE YEAR BEFORE TRANSFERS** | | **46,513** | **-** | **46,513** |
| TRANSFERS BETWEEN FUNDS | 14,15 | - | - | - |
| **NET INCOME FOR THE YEAR** | | **46,513** | **-** | **46,513** |
| TOTAL FUND BALANCES BROUGHT FORWARD | 14,15 | 4,767,267 | - | 4,767,267 |
| **TOTAL FUND BALANCES CARRIED FORWARD** | 14, 15 | **4,813,780** | **-** | **4,813,780** |

The Statement of Financial Activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

**HOPE CHURCH WINCHESTER** **REGISTERED NUMBER : 6804892**

(Company limited by guarantee and not having share capital)

## CONSOLIDATED AND PARENT CHARITY BALANCE SHEET AT 31 MARCH 2021

| | | Group | | Charity | |
|---|---|---|---|---|---|
| | | 2021 | 2020 | 2021 | 2020 |
| | Notes | £ | £ | £ | £ |
| **FIXED ASSETS** | | | | | |
| Tangible assets | 10 | 4,646,271 | 4,622,212 | 4,646,271 | 4,622,212 |
| Investments | 11 | - | - | 1 | 1 |
| **CURRENT ASSETS** | | | | | |
| Debtors | 12 | 29,590 | 32,773 | 78,521 | 59,601 |
| Cash at bank and in hand | | 222,676 | 170,462 | 172,335 | 142,974 |
| | | 252,266 | 203,235 | 250,856 | 202,575 |
| **CREDITORS:** amounts falling due within one year | 13 | (14,267) | (11,667) | (12,857) | (11,007) |
| **NET CURRENT ASSETS** | | 237,999 | 191,568 | 237,999 | 191,568 |
| **NET ASSETS** | | **4,884,270** | **4,813,780** | **4,884,271** | **4,813,781** |
| **FUNDS** | | | | | |
| Unrestricted funds | 15 | 4,884,270 | 4,813,780 | 4,884,271 | 4,813,781 |
| Restricted funds | 14 | - | - | - | - |
| **TOTAL FUNDS** | 16 | **4,884,270** | **4,813,780** | **4,884,271** | **4,813,781** |

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Trustees on 23 November 2021
and signed on their behalf by

**Ian Johnson**
**Trustee**

## HOPE CHURCH WINCHESTER

(Company limited by guarantee and not having a share capital)

## CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2021

| | Notes | 2021 £ | 2020 £ |
|---|---|---|---|
| **NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES** | 1 | 104,738 | 80,909 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Interest received | | 39 | 192 |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| Fixed asset additions | | (52,563) | (33,895) |
| **NET CASH FLOW** | | **52,214** | **47,206** |
| **NET CASH FLOW FOR THE YEAR** | | | |
| Change in cash and cash equivalents in the year | | 52,214 | 47,206 |
| Cash and cash equivalent at start of the year | | 170,462 | 123,256 |
| **Cash and cash equivalents at the end of the year** | 2 | **222,676** | **170,462** |

## NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2021

### 1 NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES

| | 2021 £ | 2020 £ |
|---|---|---|
| Net movement in funds for the year | 70,490 | 46,513 |
| Interest received | (39) | (192) |
| Depreciation | 28,504 | 33,870 |
| (Increase)/decrease in debtors | 3,183 | 2,909 |
| Increase/(decrease) in creditors | 2,600 | (2,191) |
| **Net cash flow from operating activities** | **104,738** | **80,909** |

### 2 ANALYSIS OF CASH AND CASH EQUIVALENTS

| | 2021 £ | 2020 £ |
|---|---|---|
| Cash at bank and in hand | 222,676 | 170,462 |
| | **222,676** | **170,462** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

### 1 ACCOUNTING POLICIES

**(a) Accounting convention**

The financial statements have been prepared in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with FRS 102, and the Companies Act 2006.

The charitable company meets the definition of the 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 note.

The accounts have been prepared on the going concern basis after taking into account the current risks to going concern due to the ongoing COVID-19 issue as detailed in the Trustee Report.

**(b) Fund accounting**

- Unrestricted funds are donations and other income received without further specified purposes and are available for use at the discretion of the trustees in furtherance of the general objectives of the charitable company.

- Designated funds are funds set aside by the trustees for specified purposes in furtherance of the general objectives of the charitable company.

- Restricted funds are to be used for specific purposes are laid down by the donor. Expenditure which meets these criteria is charged to the fund.

**(c) Income**

All income is included in the Statement of Financial Activities when the charitable company is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacies are received by way of offerings and gifts and are included in full in the Statement of Financial Activities when receivable. The value of services by volunteers has not been included, but significant time is given by volunteers, particularly in undertaking management and administration work. Gifts pledged are not brought into the financial statements until they are actually received.

Investment income is included when receivable.

**(d) Expenditure**

Expenditure is recognised on an accrual basis as a liability is incurred. It includes any VAT paid, which is irrecoverable.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

**1 ACCOUNTING POLICIES (continued)**

The policy of including items within the relevant activity categories of expenditure is to apply direct costs to the appropriate activity and indirect costs on the basis of trustees calculations. The cost of charitable activities represents the direct costs of running church activities as set out in the notes to the financial statements. The costs of fundraising trading include direct costs set out in the notes.

**(e) Fixed assets**

Fixed assets are capitalised for ongoing use within the charitable company, where the individual cost of the asset exceeds £1,000.

Depreciation is provided on fixed assets to spread the cost over the estimated useful lives of the relevant assets at the following rates:

| | |
|---|---|
| Office equipment | 20% straight line |
| Furniture and fittings | 20% straight line |

Freehold land is not depreciated. Freehold buildings are depreciated to write down the cost less estimated residual value over the remaining useful life by equal annual instalments. It is the charitable company's policy to maintain all buildings to such a standard that their estimated residual value is not less than their net book value at any given time, therefore, no depreciation is charged.

**(f) Pension costs**

Contributions in respect of the charitable company's defined contribution scheme are charged to the Statement of Financial Activities for the year in which they are payable to the scheme. Differences between contributions payable and contributions actually paid in the year are shown as either other creditors or other debtors at the year end.

**(g) Investments**

Shares held in the charitable company's trading subsidiary are stated at cost.

**(h) Leases**

Rentals payable in respect of operating leases where substantially all benefits and risks of ownership remain with the lessor are charged to the Statement of Financial Activities as incurred.

**(i) Taxation**

As a registered charity the charitable company is exempt from income and corporation tax to the extent that its income and gains are applicable to charitable purposes only. Value added tax is not recoverable by the charitable company, and is therefore included in the relevant costs in the Statement of Financial Activities.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

### 1 ACCOUNTING POLICIES (continued)

#### (j) Basic financial instruments

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are then carried at amortised cost using the effective interest method. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities, including creditors and loans from fellow group companies are initially recognised at transaction price and are subsequently carried at amortised cost using the effective interest method. Financial liabilities classified as payable within one year are not amortised.

### 2 LEGAL STATUS

The charitable company is a company limited by guarantee and has no share capital. The charitable company was incorporated on 29 January 2009 in England and was registered on 17 March 2009 with the Charity Commission in England and Wales.

The registered office of the charitable company is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ.

HCW Facilities Management Ltd is a company limited by shares. The company was incorporated on 9 March 2010 in England. The registered office is Middle Brook Centre, Middle Brook Street, Winchester, Hampshire, SO23 8DQ. The company is a 100% owned subsidiary of Hope Church Winchester.

### 3 WINDING UP OR DISSOLUTION

If upon winding up or dissolution of the charitable company there remains any assets, after satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charitable company.

### 4 DONATIONS AND LEGACIES

| | Unrestricted | Restricted | 2021 | 2020 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Gift aid donations | 431,252 | 11,524 | 442,776 | 430,998 |
| Tax recoverable | 107,813 | 2,881 | 110,694 | 108,990 |
| Other donations | 103,007 | 5,743 | 108,750 | 116,642 |
| | **642,072** | **20,148** | **662,220** | **656,630** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

### 5 CHARITABLE ACTIVITIES INCOME

| | Unrestricted | Restricted | 2021 | 2020 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Church departments | 1,596 | - | 1,596 | 5,888 |
| Events and sundry income | 772 | - | 772 | 11,027 |
| | **2,368** | **-** | **2,368** | **16,915** |

### 6 STAFF COSTS

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Wages and salaries | 338,969 | 326,233 |
| Social security costs | 19,105 | 19,031 |
| Pension | 18,108 | 15,449 |
| Consolidated staff costs per group | **376,182** | **360,713** |
| Less amounts recharged to connected companies | (33,064) | (64,922) |
| Total staff costs per charity | **343,118** | **295,791** |

The average number of staff employed during the year was 22 (2020: 22). No employee received emoluments of £60,000 or more during this year or the prior year.

At the year end there were outstanding pension contributions payable of £nil (2020: £nil). Total pension contributions of £38,844 (2020: £32,393) were paid by the charitable company and are included in the SOFA.

During the year key management personnel were paid a total of £199,365 (5 employees) (2020: £191,407 6 employees).

No remuneration was paid to trustees during the year except those detailed in note 19.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

| 7 EXPENDITURE | Unrestricted | Restricted | 2021 | 2020 |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| Staff costs | 343,118 | - | 343,118 | 295,791 |
| Travel and accomodation expenses | 3,028 | - | 3,028 | 16,214 |
| Visiting speakers | 16,800 | - | 16,800 | 15,490 |
| Leadership training and frontier project | 1,510 | - | 1,510 | 14,094 |
| Telephone | 4,051 | - | 4,051 | 3,590 |
| Middle Brook Centre running costs | 42,509 | - | 42,509 | 67,360 |
| Catering | 1,944 | - | 1,944 | 30,466 |
| Church departments | 428 | - | 428 | - |
| Books and CDs | 3,722 | - | 3,722 | 6,165 |
| Bank charges | 2,493 | - | 2,493 | 2,191 |
| Computer and website support | 46,457 | - | 46,457 | 13,793 |
| Professional fees, laws and regulations | 3,480 | - | 3,480 | 2,786 |
| Sundries | 6,200 | - | 6,200 | 6,730 |
| Gifts and donations | 41,711 | 20,148 | 61,859 | 55,560 |
| Depreciation | 28,504 | - | 28,504 | 33,870 |
| Audit fee | 3,840 | - | 3,840 | 3,720 |
| Equipment and venue hire | 2,522 | - | 2,522 | 29,120 |
| Printing, postage and stationery | 3,270 | - | 3,270 | 7,555 |
| Hospitality | 338 | - | 338 | 537 |
| Marketing, advertising and publicity | 3,946 | - | 3,946 | 16,949 |
| Miscellaneous expenses | - | - | - | 92 |
| Repairs and renewals | 56,261 | - | 56,261 | 5,192 |
| | **616,132** | **20,148** | **636,280** | **627,265** |

Included within audit fees above are amounts due to the auditors in relation to the audit work of £3,180 (2020: £3,060) and £660 (2020: £660) in respect of accounts preparation work. In addition, included within HCW Facilities Management Ltd expenditure is £750 (2020: £630) due to the auditor in respect of accounts preparation work.

# NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

## 8 ANALYSIS OF GRANTS

Gifts and donations made in the year totalled £61,859, of which £5,618 was made to individuals and £56,241 was made to institutions. Gifts over £1,000 per institution are as follows:

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Commission Apostolic Trust | 40,000 | 18,000 |
| Christians Against Poverty | 7,200 | 7,480 |
| Nuevos Fronteras Madrid | - | 12,500 |
| Street Pastors | 2,400 | 2,400 |
| Winchester Nightshelter | - | 2,100 |
| Winchester Pregnancy Crisis Centre | 2,400 | 2,400 |
| Compassion | 3,000 | - |
| Other small gifts to institutions | 1,241 | 4,266 |
| Total gifts to institutions | 56,241 | 49,146 |
| Gifts to individuals | 5,618 | 6,414 |
| Total gifts | **61,859** | **55,560** |

## 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY

The group Statement of Financial Activities includes the results of the charitable company's wholly owned subsidiary, HCW Facilities Management Ltd, which deals with the hiring of church facilities to third parties. The subsidiary is incorporated in the United Kingdom and pays all of its profits to the charitable company by way of donation. The charitable company owns the entire share capital of 1 ordinary share of £1.

HCW Facilities Management Ltd prepares its accounts each year to 31 March for filing with the Registrar of Companies. Its company registration number is 07181799.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

### 9 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARY (continued)

The results for the year ended 31 March 2021 are summarised as follows:

| | 2021 | 2020 |
|---|---|---|
| | £ | £ |
| Turnover | 17,485 | 66,935 |
| Government grants -Coronavirus support | 16,643 | - |
| Administration expenses | (34,128) | (66,935) |
| Net profit | - | - |
| Amounts gifted to Hope Church Winchester | - | - |
| Retained in subsidiary | - | - |

The net assets of the company at 31 March 2021 were £1 (2020: £1).

### 10 TANGIBLE FIXED ASSETS

| Group and charity | Freehold Property | Equipment | Furniture and fittings | Total |
|---|---|---|---|---|
| | £ | £ | £ | £ |
| COST | | | | |
| At beginning of year | 4,557,568 | 44,373 | 607,398 | 5,209,339 |
| Additions | - | 2,422 | 50,141 | 52,563 |
| Disposals | - | (4,690) | (688) | (5,378) |
| At end of year | **4,557,568** | **42,105** | **656,851** | **5,256,524** |
| DEPRECIATION | | | | |
| At beginning of year | - | 37,715 | 549,412 | 587,127 |
| Charge for the year | - | 2,246 | 26,258 | 28,504 |
| Disposals | - | (4,690) | (688) | (5,378) |
| At end of year | **-** | **35,271** | **574,982** | **610,253** |
| NET BOOK VALUE | | | | |
| At end of year | **4,557,568** | **6,834** | **81,869** | **4,646,271** |
| At beginning of year | **4,557,568** | **6,658** | **57,986** | **4,622,212** |

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

### 11 INVESTMENTS

| | Total |
|---|---|
| | £ |
| COST | |
| At 1 April 2020 and 31 March 2021 | 1 |

Hope Church Winchester holds 100% of the share capital of HCW Facilities Management Ltd, a company incorporated in England and Wales. The principal activity of HCW Facilities Management Ltd is the hiring of rooms in the charitable company's premises at the Middle Brook Centre.

### 12 DEBTORS

| | Group | | Charity | |
|---|---|---|---|---|
| | 2021 | 2020 | 2021 | 2020 |
| | £ | £ | £ | £ |
| Income tax recoverable | 9,067 | 17,394 | 9,067 | 17,394 |
| Prepayments | 10,080 | 8,235 | 10,080 | 8,235 |
| Other debtors | 10,443 | 1,462 | 1,300 | 1,462 |
| Hiring debtors | - | 5,682 | - | - |
| Amounts due from HCW Facilities Management Ltd | - | - | 58,074 | 32,510 |
| | **29,590** | **32,773** | **78,521** | **59,601** |

### 13 CREDITORS: amounts falling due within one year

| | Group | | Charity | |
|---|---|---|---|---|
| | 2021 | 2020 | 2021 | 2020 |
| | £ | £ | £ | £ |
| Trade creditors | 1,904 | 153 | 1,904 | 153 |
| Accruals and deferred income | 12,363 | 11,119 | 10,953 | 10,459 |
| Other creditors | - | 395 | - | 395 |
| | **14,267** | **11,667** | **12,857** | **11,007** |

### 14 RESTRICTED FUNDS

| | Funds b/fwd | Income | Expenditure | Transfers | Funds c/fwd |
|---|---|---|---|---|---|
| | £ | £ | £ | £ | £ |
| Specified giving fund | - | 20,148 | (20,148) | - | - |
| | **-** | **20,148** | **(20,148)** | **-** | **-** |

**Specified giving fund**

The specified giving fund was established to receive gifts specifically for charitable purposes outside of Hope Church Winchester.

## NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

### 15 UNRESTRICTED FUNDS

| | Funds b/fwd £ | Income £ | Expenditure £ | Transfers £ | Funds c/fwd £ |
|---|---|---|---|---|---|
| Maintenance fund | 61,233 | - | (54,911) | 60,000 | 66,322 |
| Capital fund | 4,622,212 | - | (28,504) | 52,563 | 4,646,271 |
| Total designated funds | 4,683,445 | - | (83,415) | 112,563 | 4,712,593 |
| General funds | 130,335 | 720,750 | (566,845) | (112,563) | 171,677 |
| | **4,813,780** | **720,750** | **(650,260)** | **-** | **4,884,270** |

**Maintenance fund**
Annual amounts of £30,000 are transferred in to the maintenance fund from the general fund to provide reserves for major maintenance work that may be required at the Middle Brook Centre. In the current year, an additional one off top up of £30,000 was transferred.

**Capital fund**
This fund matches the net book value of the tangible assets held by the church.

### 16 ANALYSIS OF NET ASSETS BETWEEN FUNDS

| *As at 31 March 2021* | Unrestricted £ | Restricted £ | 2021 £ |
|---|---|---|---|
| Tangible fixed assets | 4,646,271 | - | 4,646,271 |
| Debtors | 29,590 | - | 29,590 |
| Bank and cash | 222,676 | - | 222,676 |
| Creditors | (14,267) | - | (14,267) |
| | **4,884,270** | **-** | **4,884,270** |

| *As at 31 March 2020* | Unrestricted £ | Restricted £ | 2020 £ |
|---|---|---|---|
| Tangible fixed assets | 4,622,212 | - | 4,622,212 |
| Debtors | 32,773 | - | 32,773 |
| Bank and cash | 170,462 | - | 170,462 |
| Creditors | (11,667) | - | (11,667) |
| | **4,813,780** | **-** | **4,813,780** |

# NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2021

## 17 SHARE CAPITAL

The charitable company is incorporated under the Companies Act and is limited by guarantee, each member having undertaken to contribute such amounts not exceeding one pound as might be required in the event of the company being wound up whilst he or she is still a member or within one year thereafter.

## 18 PARENT CHARITABLE COMPANY

Below are summarised results for Hope Church Winchester, excluding the subsidiary company:

| | 2021 | 2020 |
|---|---|---|
| INCOME | £ | £ |
| Donations and legacies | 662,220 | 656,630 |
| Charitable activities | 2,368 | 16,915 |
| Government grants - Cronavirus Job Retention Scheme | 41,944 | - |
| Investment income | 39 | 192 |
| Other income | 199 | 41 |
| **TOTAL INCOME** | **706,770** | **673,778** |
| EXPENDITURE | | |
| Charitable activities | 636,280 | 627,265 |
| **TOTAL EXPENDITURE** | **636,280** | **627,265** |
| **NET INCOME FOR THE YEAR** | **70,490** | **46,513** |

## 19 RELATED PARTY TRANSACTIONS

S Chick, trustee, was paid £51,909 (2020: £50,398) for his role as lead elder and received pension contributions of £3,115 (2020: £3,024). These payments are permitted by clause 5.3 of the Memorandum of Association.

Three relatives of trustees were paid £47,016 (2020: £43,105 to three relatives) as employees of the charitable company.

No trustees received reimbursement of expenses during the year in respect of travel, books, catering and subsistence amounting to £nil (2020: £2,194 one trustee).

During the year, the charitable company received donations from HCW Facilities Management Ltd, a wholly owned subsidiary, of £nil (2020: £nil) and recharged expenses totalling £34,148 (2020: £64,922). At the year end, the charitable company was owed £58,074 by HCW Facilities Management Ltd (2020: £32,510).