

CHARITY REGISTRATION NUMBER 1129633
COMPANY REGISTRATION NUMBER 06780477

AUDACIOUS CHURCH
CONSOLIDATED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2021

AUDACIOUS CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	G Barrett S A Keir N T Smith R P Ray D J McPhail J Bracegirdle A C Thomas
Secretary	D K Sharpe
Charity number	1129633
Company number	06780477
Registered office	Unit 6 Deva Centre Trinity Way Manchester M3 7BB
Auditors	UHY Hacker Young 6 Broadfield Court Broadfield Way Sheffield S8 0XF
Bankers	Barclays Bank plc P.O Box 1385 2 Arena Court Sheffield S9 2WV Lloyds Bank Market Street Manchester M1 1PW
Solicitors	Geldards Number One Pride Place Pride Park Derby DE24 8QR

AUDACIOUS CHURCH

CONTENTS

	Page
Trustees' report	1 – 4
Statement of trustees' responsibilities	5
Independent auditors' report	6 – 9
Consolidated statement of financial activities	10
Statement of financial activities	11
Consolidated balance sheet	12
Balance sheet	13
Statement of cash flows	14
Notes to the accounts	15 – 34

AUDACIOUS CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)

FOR THE YEAR ENDED 31 MARCH 2021

The trustees present their report and accounts for the year ended 31 March 2021.

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

Objectives and activities

The charity's objectives are set out by the trust deed as:

- the advancement of the Christian faith;
- the relief of sickness and financial hardship and to promote and preserve good health by the provision of funds, goods or services of any kind including through the provision of counselling and support;
- the advancement of education.

These objectives are achieved through the following activities:

- events and meetings to promote the Christian faith which are designed to be enthusiastic, lively, fun and educational. These are held on a regular basis, are open to all ages and are not dependent on social class or standing;
- offering support and counsel through the church leaders and in meetings to the church and community, promoting holistic healthy living for body, soul & spirit;
- inspiration & impartation to church leaders and other church members from the values of the Bible and where possible bringing practical application to the message; including hosting Luminous conference, the Culture summit, the School of Ministry and involvement in the church's programmes.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charity should undertake.

Details of the activities undertaken by the charity during the period are given under Achievements and performance.

Achievements and performance

Objective 1 – to advance the Christian faith in accordance with the statement in such ways and in such parts of the UK or the world as the church leadership from time to time may think fit.

This was an unusual year in the life of Audacious Church, with COVID-19 restrictions in place for 6 months of the year, where we were not able to meet in our physical locations, so moved to doing online church. We used this time to pastorally connect with our people in the church and helping the vulnerable in our communities who were affected by the pandemic. In our vision campaign, we declared that 2021 would be our biggest year yet, and we have set out the plan to establish new church campuses in Cardiff and Sheffield, as well as continuing to develop our online campus. We are currently running seven physical weekend services across four locations in Manchester, Chester, Bury and Wilmslow; as well as having watch parties in Cardiff and Sheffield. There are around 5,000 people who call Audacious their home church, and we have been averaging around 2,000 people in any given week over our weekend services. We have an expectation that this figure will continue to increase, as it has done consistently since the church started. This continued growth can be attributed to a strong ownership of our church culture of being enthusiastic, relational, entrepreneurial, fun, accessible, supernatural, excellent, purposeful, authentic and missional.

Our church purpose is "To demonstrate the extraordinary God"; and our church vision is "To be a church numerically so large that we transform communities one person at a time."

AUDACIOUS CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Achievements and performance (continued)

Objective 2 – to relieve sickness and financial hardship and to promote and preserve good health by the provisions of funds, goods or services of any kind including through the provision of counselling and support in such parts of the UK and the world as the church leadership from time to time think fit.

The church continues to provide pastoral care physically, spiritually and emotionally for its entire congregation, and many from outside the church. We have strong partnerships with many charitable organisations; including Audacious Foundation and Macmillan Cancer Support as we continue to grow and provide increasing levels of support to many across Greater Manchester and Cheshire.

There are currently six physical locations of Audacious Church, based in Manchester, Chester, Bury, Wilmslow, Cardiff and Sheffield. In our Manchester campus we have recently completed a capital campaign to raise funds that will see a new building project on our current site, to facilitate the continued growth of the church. In our Chester campus we are leasing our own premises that we have renovated to become our church building to base our programmes and operations each day of the week.

In our Sunday services, we continue to see needs met as we pray corporately for health, wholeness, financial and family issues. Each week we receive reports from individuals within the congregation who let us know of prayer requests that have been resolved miraculously or practically.

Objective 3 – To advance education in such ways and in such parts of the UK or the world, as the church leadership from time to time may think fit.

Audacious continues to train individuals at all levels of life. Our weekend services continue to educate and carry practical application, our practical midweek life groups and courses teach individuals the values, vision and culture of our church and enables people to choose practical training that will help equip their life.

Subsidiary and other controlled companies

Audacious Church owns 100% of the share capital of Endeavour Worldwide Limited, a trading company which generates funds for the church. Endeavour Worldwide Limited operates from the church premises and its principal activity is the provision of car parking. At 31 March 2021 the net assets of Endeavour Worldwide Limited were £19 (2020: £19). Its turnover for the year ended 31 March 2021 was £74,386 (2020: £192,901) and other income totalled £15,158 (2020: £2,000). Its total resources expended were £89,544 (2020: £87,743) leaving a profit for the year of £nil (2020: £107,158) before gift aid donations to the parent charity.

Audacious Church owns 100% of the share capital of Audacious Publishing Ltd. Audacious Publishing Ltd was incorporated on 18 September 2019 and was dormant until 31 March 2021.

Financial review

Incoming resources during the period totalled £2,771,038 (2020: £4,048,185) which has been at a level sufficient to satisfactorily achieve our commitments and undertakings.

The Statement of Financial Activities shows a net increase in funds of £891,866 (2020: £1,528,639). Restricted funds totalled £3,763,433 (2020: £3,198,016) and unrestricted funds £3,086,587 (2020: £2,760,138). The freely available unrestricted funds at 31 March 2021 was £1,028,437 (2020: £663,894). The trustees would wish to increase this in the future to allow the church to continue its current activities.

AUDACIOUS CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Financial review (continued)

The Consolidated Statement of Financial Activities shows a net increase in funds of £891,866 (2020: £1,528,639). Incoming resources for the period totalled £2,839,424 (2020: £4,125,928). Restricted funds totalled £3,763,433 (2020: £3,198,016) and unrestricted funds £3,086,605 (2020: £2,760,156). The freely available unrestricted funds at 31 March 2021 was £1,028,456 (2020: £663,913).

It is the policy of the charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charity's current activities while consideration is given to ways in which additional funds may be raised. The charity currently has an adequate level of reserves, however, we are seeking to increase these each year.

In this period we have continued to repay capital off our church building loan, having in December 2013 reduced our loan rate as well as our loan term from 20 to 15 years. We have used the venue to host conferences for other Christian organisations, that has both a financial and partnership benefit to church, as we seek to work alongside others.

The trustees have assessed the major risks to which the charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the trust's aims and objectives and in planning future activities.

The impact of COVID-19 has had a small affect on the finances of the charity in the current financial year, with us seeing an anticipated drop in venue hire and car park income with restrictions in place. The car park income has now picked back up and is currently higher than pre-COVID levels. Donations and offerings have also remained consistent, so our finances continue to be strong.

Future direction

We have exciting plans to develop our existing site to continue the growth and expansion of the church, which will in turn generate additional funds so that we can continue to help the vulnerable and expand our reach. The goal is to see a landmark and iconic building that can be used by all areas of the gateways of our city, with numerous breakout rooms and a car park over multiple storeys that would facilitate all our needs as a church in one site. We are currently in the final planning stages before looking to start phase one of the building work in 2022.

Structure, governance and management

The charity is a company limited by guarantee and a registered charity. The charity was incorporated on 28 December 2008 and became a registered charity on 15 May 2009. It commenced activities on 1 October 2009 when it took over the assets, liabilities and running of Audacious City Church (charity number 1120164) and The Faithworks (charity number 1052562). In 2012 the charitable company changed its name from Audacious City Church to Audacious Church and moved its registered office to Trinity Way, Manchester.

AUDACIOUS CHURCH

TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2021

Structure, governance and management (continued)

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

G Barrett
S A Keir
N T Smith
R P Ray
D J McPhail
J Bracegirdle
A C Thomas

Following AOG guidelines the church is required to have at least three trustees at any one time, one of whom is the senior minister, G. Barrett. When a vacancy occurs the senior minister shall nominate a potential new trustee deemed to have the relevant experience and commitment and the Church Council shall appoint this person.

The charity is managed by a board of experienced trustees, who are responsible for ensuring financial stability and providing professional and strategic advice on policy and resource management.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of winding up.

We have a salary banding structure, which we use as a benchmark to set all the staff salaries. As well as the salaried trustees, there is also key management salaries of £156,352 (2020: £152,877) which have an influence on the decision making of the vision and direction of the organisation.

Disclosure of information to auditors

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditors are aware of such information.

The trustees' report was approved by the Board of Trustees.



S A Keir
Trustee

Dated: 24 January 2022

AUDACIOUS CHURCH

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 MARCH 2021

The trustees, who are also the directors of Audacious Church for the purpose of company law, are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

In preparing these accounts, the trustees are required to:

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

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

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS AND TRUSTEES OF AUDACIOUS CHURCH

Opinion

We have audited the financial statements of Audacious Church (the 'charitable company') for the year ended 31 March 2021 which comprise the consolidated Statement of Financial Activities, the parent Statement of Financial Activities, the consolidated Balance Sheet, the parent Balance Sheet, the consolidated Statement of Cash Flows, the parent Statement of Cash Flows and the notes to the accounts, including a summary of significant accounting policies. 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 in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the accounts:

- give a true and fair view of the state of the group and the parent charitable company's affairs as at 31 March 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of accounts section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the accounts 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.

Conclusion 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 charity's ability to continue as a going concern for a period of at least twelve 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 AUDACIOUS CHURCH (CONTINUED)

Other information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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 our audit:

- the information given in the Trustees' Report, which includes the Directors' Report prepared for the purposes of company law, for the financial year of which the accounts are prepared is consistent with the financial statements; and
- the Directors' Report included within the Trustees' Report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

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

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of 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' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AUDACIOUS CHURCH (CONTINUED)

Responsibilities of the trustees

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees 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 charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the 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

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.

Based on our understanding of the charity and the sector in which it operates, we identified the principal risks of non-compliance with laws and regulations related to the acts by the charity, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to inflated revenue and the charity's net income for the year.

Audit procedures performed included: review of the financial statement disclosures to underlying supporting documentation, review of correspondence with and reports to the regulators, including correspondence with the Charity Commission, review of correspondence with legal advisors, enquiries of management in so far as they related to the financial statements, and in testing of journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF AUDACIOUS CHURCH (CONTINUED)

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

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

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of the 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 purposes. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Roland Givans (Senior Statutory Auditor)
for and on behalf of UHY Hacker Young

24 January 2022

Chartered Accountants
Statutory Auditor

AUDACIOUS CHURCH

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	Total 2021 £	Unrestricted funds £	Restricted funds £	Total 2020 £
Income from:							
Donations and gifts	3	2,108,348	569,236	2,677,584	2,159,951	1,320,795	3,480,746
Charitable activities	4	57,653	-	57,653	315,067	-	315,067
Other trading activities	5	100,861	-	100,861	308,528	-	308,528
Investments	6	3,326	-	3,326	12,908	-	12,908
Other income	7	-	-	-	8,679	-	8,679
Total income		<u>2,270,188</u>	<u>569,236</u>	<u>2,839,424</u>	<u>2,805,133</u>	<u>1,320,795</u>	<u>4,125,928</u>
Expenditure on:							
Raising funds	8	94,967	3,319	98,286	124,876	5,271	130,147
Charitable activities	9	<u>1,848,772</u>	<u>500</u>	<u>1,849,272</u>	<u>2,416,225</u>	<u>50,917</u>	<u>2,467,142</u>
Total resources expended		<u>1,943,739</u>	<u>3,819</u>	<u>1,947,558</u>	<u>2,541,101</u>	<u>56,188</u>	<u>2,597,289</u>
Net income for the year/ Net movement in funds		326,449	565,417	891,866	264,032	1,264,607	1,528,639
Fund balances at 1 April 2020		<u>2,760,156</u>	<u>3,198,016</u>	<u>5,958,172</u>	<u>2,496,124</u>	<u>1,933,409</u>	<u>4,429,533</u>
Fund balances at 31 March 2021		<u>3,086,605</u>	<u>3,763,433</u>	<u>6,850,038</u>	<u>2,760,156</u>	<u>3,198,016</u>	<u>5,958,172</u>

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

All income and expenditure derive from continuing activities.

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

AUDACIOUS CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2021

	Notes	Unrestricted funds £	Restricted funds £	Total 2021 £	Unrestricted funds £	Restricted funds £	Total 2020 £
<u>Income from:</u>							
Donations and gifts	3	2,104,348	569,236	2,673,584	2,159,951	1,320,795	3,480,746
Charitable activities	4	57,653	-	57,653	315,067	-	315,067
Other trading activities	5	26,475	-	26,475	115,627	-	115,627
Investments	6	13,326	-	13,326	130,066	-	130,066
Other income	7	-	-	-	6,679	-	6,679
Total income		<u>2,201,802</u>	<u>569,236</u>	<u>2,771,038</u>	<u>2,727,390</u>	<u>1,320,795</u>	<u>4,048,185</u>
<u>Expenditure on:</u>							
Raising funds	8	15,423	3,319	18,742	47,133	5,271	52,404
Charitable activities	9	<u>1,859,930</u>	<u>500</u>	<u>1,860,430</u>	<u>2,416,225</u>	<u>50,917</u>	<u>2,467,142</u>
Total resources expended		<u>1,875,353</u>	<u>3,819</u>	<u>1,879,172</u>	<u>2,463,358</u>	<u>56,188</u>	<u>2,519,546</u>
Net income for the year/ Net movement in funds		326,449	565,417	891,866	264,032	1,264,607	1,528,639
Fund balances at 1 April 2020		<u>2,760,138</u>	<u>3,198,016</u>	<u>5,958,154</u>	<u>2,496,106</u>	<u>1,933,409</u>	<u>4,429,515</u>
Fund balances at 31 March 2021		<u>3,086,587</u>	<u>3,763,433</u>	<u>6,850,020</u>	<u>2,760,138</u>	<u>3,198,016</u>	<u>5,958,154</u>

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

All income and expenditure derive from continuing activities.

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

AUDACIOUS CHURCH**CONSOLIDATED BALANCE SHEET****AS AT 31 MARCH 2021**

	Notes	2021		2020	
		£	£	£	£
Fixed assets					
Tangible assets	14		3,398,406		3,589,800
Current assets					
Stocks	16	3,232		4,636	
Debtors	17	945,261		447,868	
Cash at bank and in hand		<u>4,094,827</u>		<u>3,544,229</u>	
		5,043,320		3,996,733	
Creditors: amounts falling due within one year	18	<u>(408,932)</u>		<u>(288,113)</u>	
Net current assets			<u>4,634,388</u>		<u>3,708,620</u>
Total assets less current liabilities			8,032,784		7,298,420
Creditors: amounts falling due in more than one year	19		<u>(1,182,756)</u>		<u>(1,340,248)</u>
Net assets			<u>6,850,038</u>		<u>5,958,172</u>
Income funds					
Restricted funds	21		3,763,433		3,198,016
Unrestricted funds					
Retained within the charity		2,667,062		2,340,613	
Revaluation reserve		<u>419,525</u>		<u>419,525</u>	
			3,086,587		2,760,138
Non-charitable trading funds			<u>18</u>		<u>18</u>
			<u>6,850,038</u>		<u>5,958,172</u>

The financial statements were approved by the Trustees on 24 January 2022.


 S A Keir
 Trustee

Company Registration No. 06780477

AUDACIOUS CHURCH

BALANCE SHEET

AS AT 31 MARCH 2021

	Notes	2021 £	2020 £
Fixed assets			
Tangible assets	14	3,398,406	3,589,800
Investments	15	<u>2</u>	<u>2</u>
		3,398,408	3,589,802
Current assets			
Stocks	16	3,232	4,636
Debtors	17	967,289	451,869
Cash at bank and in hand		<u>4,069,374</u>	<u>3,534,287</u>
		5,039,895	3,990,792
Creditors: amounts falling due within one year	18	<u>(405,527)</u>	<u>(282,192)</u>
Net current assets		4,634,368	3,708,600
Total assets less current liabilities		8,032,776	7,298,402
Creditors: amounts falling due after more than one year	19	<u>(1,182,756)</u>	<u>(1,340,248)</u>
Net assets		<u>6,850,020</u>	<u>5,958,154</u>
Income funds			
Restricted funds	21	3,763,433	3,198,016
Unrestricted funds			
General unrestricted funds		2,667,062	2,340,613
Revaluation reserve		<u>419,525</u>	<u>419,525</u>
		3,086,587	2,760,138
		<u>6,850,020</u>	<u>5,958,154</u>

The financial statements were approved by the Trustees on 24 January 2022.


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S A Keir
Trustee

Company Registration No. 06780477

AUDACIOUS CHURCH

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 MARCH 2020

	Notes	Group		2020	
		2021		2020	
		£	£	£	£
Cash flow from operating activities					
Cash generated from operations	27		702,424		1,621,083
Investing activities					
Purchase of tangible fixed assets		(1,880)		(65,216)	
Proceeds on disposal of tangible fixed assets		-		1,700	
Purchase of subsidiaries		-		(1)	
Investment income		<u>3,326</u>		<u>12,908</u>	
Net cash (used in)/generated from investing activities			1,446		(50,609)
Financing activities					
Repayment of bank loans		<u>(153,272)</u>		<u>(143,732)</u>	
Net cash used in financing activities			<u>(153,272)</u>		<u>(143,732)</u>
Net increase in cash and cash equivalents			550,598		1,426,742
Cash and cash equivalents at beginning of year			<u>3,544,229</u>		<u>2,117,487</u>
Cash and cash equivalents at end of year			<u>4,094,827</u>		<u>3,544,229</u>

		Charity		2020	
		2021		2020	
		£	£	£	£
Cash flows from operating activities					
Cash generated from operations	27		676,913		1,518,835
Investing activities					
Purchase of tangible fixed assets		(1,880)		(65,216)	
Proceeds on disposal of tangible fixed assets		-		1,700	
Purchase of subsidiaries		-		(1)	
Investment income		<u>13,326</u>		<u>130,066</u>	
Net cash generated from investing activities			11,446		66,549
Financing activities					
Repayment of bank loans		<u>(153,272)</u>		<u>(143,732)</u>	
Net cash used in financing activities			<u>(153,272)</u>		<u>(143,732)</u>
Net increase in cash and cash equivalents			535,087		1,441,652
Cash and cash equivalents at beginning of year			<u>3,534,287</u>		<u>2,092,635</u>
Cash and cash equivalents at end of year			<u>4,069,374</u>		<u>3,534,287</u>

AUDACIOUS CHURCH

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

1 Accounting policies

Company information

Audacious Church is a private company limited by guarantee incorporated in England and Wales. The registered office is Unit 6, Deva Centre, Trinity Way, Manchester, M3 7BB.

1.1 Accounting convention

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

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

The accounts have been prepared on the historical cost convention modified to include the revaluation of freehold properties. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. In making that assessment, the trustees have specifically considered the impact of the coronavirus on the operations of the charity, alongside actions taken to mitigate that impact. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

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

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

1.4 Incoming resources

Donations, legacies and other forms of voluntary income are recognised as incoming resources when receivable, except insofar as they are incapable of financial measurement. Income resources are allocated to the different types of incoming resources and allocated between restricted and unrestricted funds according to their nature. Donated assets are recognised at market value.

Investment income is recognised as incoming resources when it becomes receivable.

Services provided by volunteers are not easily quantifiable and are not included in the financial statements.

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for goods and services provided in the normal course of business.

AUDACIOUS CHURCH

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

1.5 Resources expended

Resources expended, inclusive of irrecoverable VAT, are recognised in the year in which they are incurred and are analysed in the statement of financial activities according to the nature of the expense.

Trading costs comprises the costs associated with trading for fundraising purposes.

Charitable activities represent the direct costs incurred in the provision of the company's services.

Support costs represent the indirect costs incurred by the charitable company.

Governance costs are those costs incurred in connection with compliance with statutory and constitutional requirements.

No costs have been apportioned.

1.6 Tangible fixed assets and depreciation

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following basis:

Freehold land and buildings	-	2% straight line
Leasehold improvements	-	Over the remaining period of the lease
Fixtures, fittings and equipment	-	20% straight line/33% straight line

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

Assets costing less than £500 are not capitalised but are treated as revenue expenditure in the year that the expenditure is incurred. However, the trustees can capitalise items below this limit at their discretion.

1.7 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/ (expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of fixed assets

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

AUDACIOUS CHURCH

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

1.8 Impairment of fixed assets (continued)

Recoverable amount is the higher of fair value less costs to sell and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If the recoverable amount of an asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. An impairment loss is recognised immediately in income/(expenditure) for the year, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

Recognised impairment losses are reversed if, and only if, the reasons for the impairment loss have ceased to apply. Where an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately, unless the relevant asset is carried in at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

1.9 Stocks

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

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

1.10 Leasing and hire purchase commitments

Rentals payable under operating leases are charged against income on a straight line basis over the period of the lease.

1.11 Pensions

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

1.12 Basis of consolidation

The financial statements consolidate the accounts of Audacious Church and all of its subsidiary undertakings ('subsidiaries').

1.13 Cash and cash equivalents

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

1.14 Financial instruments

The company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised when the charity becomes party to the contractual provisions of the instrument.

AUDACIOUS CHURCH

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

1.14 Financial instruments (continued)

Financial assets are offset, with the net amounts presented in the accounts when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest.

Impairment of financial assets

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/ (expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/ (expenditure) for the year.

Derecognition of financial assets

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charity transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

Basic financial liabilities

Basic financial liabilities, including trade and other payables, are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future receipts discounted at a market rate of interest. Debt instruments are subsequently carried at amortisation cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Accounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the company's contractual obligations expire or are discharged or cancelled.

AUDACIOUS CHURCH

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

1.15 Employee benefits

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

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

2 Critical accounting estimates and judgements

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

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods. There are no judgements or estimates which have a significant risk of causing material adjustment to the carrying amount of assets and liabilities.

3 Donations and legacies

	Group					
	Unrestricted funds £	Restricted funds £	Total 2021 £	Unrestricted funds £	Restricted funds £	Total 2020 £
Donations and gifts	2,041,966	569,236	2,611,202	2,159,951	1,320,795	3,480,746
Coronavirus job retention scheme	<u>66,382</u>	<u>-</u>	<u>66,382</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>2,108,348</u>	<u>569,236</u>	<u>2,677,584</u>	<u>2,159,951</u>	<u>1,320,795</u>	<u>3,480,746</u>

	Charity					
	Unrestricted funds £	Restricted funds £	Total 2021 £	Unrestricted funds £	Restricted funds £	Total 2020 £
Donations and gifts	2,041,966	569,236	2,611,202	2,159,951	1,320,795	3,480,746
Coronavirus job retention scheme	<u>62,382</u>	<u>-</u>	<u>62,382</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>2,104,348</u>	<u>569,236</u>	<u>2,673,584</u>	<u>2,159,951</u>	<u>1,320,795</u>	<u>3,480,746</u>

4 Charitable activities

	Group & Charity	
	2021 £	2020 £
Church departments and events	<u>57,653</u>	<u>315,067</u>

AUDACIOUS CHURCH

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

5 Other trading activities

	Group	
	2021	2020
	£	£
Endeavour Worldwide Limited	74,386	192,901
Sales of resources	<u>26,475</u>	<u>115,627</u>
	<u>100,861</u>	<u>308,528</u>
	Charity	
	2021	2020
	£	£
Sales of resources	<u>26,475</u>	<u>115,627</u>

6 Investments

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Rental income	-	-	10,000	10,000
Income from unlisted investments	-	-	-	107,158
Interest receivable	<u>3,326</u>	<u>12,908</u>	<u>3,326</u>	<u>12,908</u>
	<u>3,326</u>	<u>12,908</u>	<u>13,326</u>	<u>130,066</u>

7 Other income

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Other income	<u>-</u>	<u>8,679</u>	<u>-</u>	<u>6,679</u>

AUDACIOUS CHURCH

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

8 Raising funds

	Unrestricted funds £	Restricted funds £	Group Total 2021 £	Unrestricted funds £	Restricted funds £	Total 2020 £
<u>Fundraising and publicity</u>						
Advertising	-	3,319	3,319	-	5,271	5,271
<u>Trading costs</u>						
Endeavour Worldwide Ltd	79,544	-	79,544	77,743	-	77,743
Sales of resources	<u>15,423</u>	<u>-</u>	<u>15,423</u>	<u>47,133</u>	<u>-</u>	<u>47,133</u>
	<u>94,967</u>	<u>3,319</u>	<u>98,286</u>	<u>124,876</u>	<u>5,271</u>	<u>130,147</u>

Raising funds include payments to the auditors of £1,300 (2020: £1,250) for services not connected to the charity and consolidated group accounts.

	Unrestricted funds £	Restricted funds £	Charity Total 2021 £	Unrestricted funds £	Restricted funds £	Total 2020 £
<u>Fundraising and publicity</u>						
Advertising	-	3,319	3,319	-	5,271	5,271
<u>Trading costs</u>						
Sales of resources	<u>15,423</u>	<u>-</u>	<u>15,423</u>	<u>47,133</u>	<u>-</u>	<u>47,133</u>
	<u>15,423</u>	<u>3,319</u>	<u>18,742</u>	<u>47,133</u>	<u>5,271</u>	<u>52,404</u>

Raising funds include payments to the auditors of £1,300 (2020: £1,250) for services not connected to the charity and consolidated group accounts.

AUDACIOUS CHURCH

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

9 Charitable activities

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Staff costs	1,009,813	1,004,582	1,009,813	1,004,582
Depreciation and impairment	193,274	211,325	193,274	211,325
Church departments and events	179,271	407,750	179,271	407,750
Hospitality	13,279	112,986	13,279	112,986
Other costs	<u>38,744</u>	<u>107,236</u>	<u>38,744</u>	<u>107,236</u>
	1,434,381	1,843,879	1,434,381	1,843,879
Grant funding of activities (see note 10)	65,264	62,537	76,422	62,537
Share of support costs (see note 11)	346,737	557,896	346,737	557,896
Share of governance costs (see note 11)	<u>2,890</u>	<u>2,830</u>	<u>2,890</u>	<u>2,830</u>
	<u>1,849,272</u>	<u>2,467,142</u>	<u>1,860,430</u>	<u>2,467,142</u>
Analysis by fund				
Unrestricted funds	1,848,772	2,416,225	1,859,930	2,416,225
Restricted funds	<u>500</u>	<u>50,917</u>	<u>500</u>	<u>50,917</u>
	<u>1,849,272</u>	<u>2,467,142</u>	<u>1,860,430</u>	<u>2,467,142</u>

10 Grants payable

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Grants to institutions (6 grants):				
King of Kings Church	1,207	1,225	1,207	1,225
Planetshakers	5,276	2,780	5,276	2,780
Hope for Justice	1,800	2,400	1,800	2,400
Live Audacious	2,000	1,000	2,000	1,000
Audacious Foundation	45,000	45,300	45,000	45,300
Tearfund	-	47	-	47
Endeavour Worldwide Limited	<u>-</u>	<u>-</u>	<u>11,158</u>	<u>-</u>
	55,283	52,752	66,441	52,752
Grants to individuals (3 grants)	<u>9,981</u>	<u>9,785</u>	<u>9,981</u>	<u>9,785</u>
	<u>65,264</u>	<u>62,537</u>	<u>76,422</u>	<u>62,537</u>

AUDACIOUS CHURCH

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

11 Support costs

	Support costs £	Governance costs £	Group and Charity 2021 £	Support costs £	Governance costs £	2020 £
Rent, rates and utilities	172,172	-	172,172	236,174	-	236,174
Insurance	14,280	-	14,280	13,904	-	13,904
Repairs and cleaning	38,433	-	38,433	72,478	-	72,478
Equipment hire	3,953	-	3,953	3,731	-	3,731
Postage, stationery and advertising	3,973	-	3,973	5,750	-	5,750
Telephone and fax	16,292	-	16,292	18,577	-	18,577
Travelling	2,069	-	2,069	78,989	-	78,989
Legal and professional	14,327	-	14,327	19,505	-	19,505
Bank charges and mortgage interest	41,444	-	41,444	60,305	-	60,305
General expenses	39,794	-	39,794	48,483	-	48,483
Audit fees	-	2,890	2,890	-	2,830	2,830
	<u>346,737</u>	<u>2,890</u>	<u>349,627</u>	<u>557,896</u>	<u>2,830</u>	<u>560,726</u>
Analysed between charitable activities	<u>346,937</u>	<u>2,890</u>	<u>349,627</u>	<u>557,896</u>	<u>2,830</u>	<u>560,726</u>

Governance costs includes payments to the auditors of £2,890 (2020: £2,830) for audit fees. Support costs includes payments to the auditors of £4,196 (2020: £4,106) for other services.

AUDACIOUS CHURCH

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

12 Trustees

G Barrett, received emoluments of £69,000 (2020: £69,000) during the year for his services to the church and has pension contributions paid of £2,813 (2020: £2,816). His wife S Barrett, is also an employee of the church and received emoluments of £54,996 (2020: £52,449) and had pension contributions paid of £2,034 (2020: £2,036). G and S Barrett also received benefits in kind of £nil (2020: £nil) for holding church meetings and events on behalf of the church at their home.

S A Keir, received emoluments of £nil (2020: £nil) during the year for his services to the church and had pension contributions paid of £600 (2020: £600). His daughter, M Say, is also an employee of the church and received emoluments of £17,001 (2020: £15,948) and had pension contributions paid of £323 (2020: £294). His son, E Keir, is also an employee of the church and received emoluments of £202 (2020: £1,904).

No other trustees received payment for any other expenses.

13 Employees

Number of employees

The average number of employees during the year was:

	Group		Charity	
	2021 Number	2020 Number	2021 Number	2020 Number
Trustees of Audacious Church	6	6	6	6
Trustees/directors of subsidiaries	1	1	-	-
Employees	<u>50</u>	<u>52</u>	<u>43</u>	<u>49</u>
	<u>57</u>	<u>59</u>	<u>49</u>	<u>55</u>

AUDACIOUS CHURCH

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

13 Employees (continued)

Employment costs

	Group			
	Raising funds £	Charitable activities £	2021 £	Raising funds £
Wages and salaries	23,998	914,749	938,747	24,050
Social security costs	2,102	73,764	75,866	2,128
Other pension costs	533	21,300	21,833	537
	<u>26,633</u>	<u>1,009,813</u>	<u>1,036,446</u>	<u>26,715</u>
				<u>1,004,582</u>
				<u>1,031,297</u>

Charity

	2021 £	2020 £
Wages and salaries	914,749	906,707
Social security costs	73,764	75,768
Other pension costs	<u>21,300</u>	<u>22,107</u>
	<u>1,009,813</u>	<u>1,004,582</u>

The number of employees whose annual remuneration was £60,000 or more were:

£60,000 to £69,999

2021 Number	2020 Number
<u>1</u>	<u>1</u>

The number of trustees for whom retirement benefits are accruing under money purchase pension schemes amounted to 2 (2020: 2). Contributions totalling £4,846 (2020: £2,220) were made to these pension schemes on behalf of employees whose emoluments exceeded £60,000.

AUDACIOUS CHURCH

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

14 Tangible fixed assets

	Freehold land and buildings £	Group Leasehold improvements £	Fixtures fittings & equipment £	Total £
Cost				
At 1 April 2020	3,255,000	261,907	1,069,592	4,586,499
Additions at cost	-	-	1,880	1,880
At 31 March 2021	<u>3,255,000</u>	<u>261,907</u>	<u>1,071,472</u>	<u>4,588,379</u>
Depreciation and impairment				
At 1 April 2020	130,200	51,070	815,429	996,699
Charge for the year	<u>65,074</u>	<u>26,348</u>	<u>101,852</u>	<u>193,274</u>
At 31 March 2021	<u>195,274</u>	<u>77,418</u>	<u>917,281</u>	<u>1,189,973</u>
Carrying amount				
At 31 March 2021	<u>3,059,726</u>	<u>184,489</u>	<u>154,191</u>	<u>3,398,406</u>
At 31 March 2020	<u>3,124,800</u>	<u>210,837</u>	<u>254,163</u>	<u>3,589,800</u>

	Freehold land and buildings £	Charity Leasehold improvements £	Fixtures fittings & equipment £	Total £
Cost				
At 1 April 2020	3,255,000	261,907	1,067,353	4,584,260
Additions at cost	-	-	1,880	1,880
At 31 March 2020	<u>3,255,000</u>	<u>261,907</u>	<u>1,069,233</u>	<u>4,586,140</u>
Depreciation and impairment				
At 1 April 2020	130,200	51,070	813,190	994,460
Depreciation charged in the year	<u>65,074</u>	<u>26,348</u>	<u>101,852</u>	<u>193,274</u>
At 31 March 2021	<u>195,274</u>	<u>77,418</u>	<u>915,042</u>	<u>1,187,734</u>
Carrying amount				
At 31 March 2021	<u>3,059,726</u>	<u>184,489</u>	<u>154,191</u>	<u>3,398,406</u>
At 31 March 2020	<u>3,124,800</u>	<u>210,837</u>	<u>254,163</u>	<u>3,589,800</u>

AUDACIOUS CHURCH

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

14 Tangible fixed assets (continued)

The church's freehold land and buildings were externally revalued at £3,255,000 at their open market value in March 2018 by Savills, Chartered Surveyors. The trustees are of the opinion that the value at 31 March 2021 would not significantly differ from this valuation.

All the church's freehold land and buildings are subject to a mortgage with the balance owed at 31 March 2021 amounting to 44% (2020: 48%) of their net book value.

Comparable historical cost for the land and building included at valuation:

	Group & Charity	
	2021	2020
	£	£
Cost	3,201,298	3,201,298
Accumulated depreciation	<u>557,901</u>	<u>493,875</u>
At 31 March 2021	<u>2,643,397</u>	<u>2,707,423</u>

All other tangible fixed assets are stated at historical cost.

15 Fixed asset investments

	Charity	
	2021	2020
	£	£
At 1 April 2020	2	1
Additions	<u>-</u>	<u>1</u>
At 31 March 2021	<u>2</u>	<u>2</u>

Fixed asset investments represent the cost of shares held in Endeavour Worldwide Limited and Audacious Publishing Ltd, which are UK companies both 100% owned by the church.

AUDACIOUS CHURCH

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

16 Stocks

	Group & Charity	
	2021	2020
	£	£
Books and resources	<u>3,232</u>	<u>4,636</u>

17 Debtors

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Trade debtors	33,680	41,701	22,219	23,032
Amounts due from subsidiary undertakings	-	-	34,614	24,670
Other debtors	9,065	3,073	7,940	1,073
Prepayments and accrued income	<u>902,516</u>	<u>403,094</u>	<u>902,516</u>	<u>403,094</u>
	<u>945,261</u>	<u>447,868</u>	<u>967,289</u>	<u>451,869</u>

18 Creditors: amounts falling due within one year

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Bank loans and overdrafts	157,500	153,280	157,500	153,280
Trade creditors	139,195	45,912	137,554	42,981
Taxation and social security	20,818	20,478	20,321	18,727
Other creditors	53,020	23,587	53,021	23,588
Accruals	27,856	22,995	26,588	21,755
Deferred income	<u>10,543</u>	<u>21,861</u>	<u>10,543</u>	<u>21,861</u>
	<u>408,932</u>	<u>288,113</u>	<u>405,527</u>	<u>282,192</u>

AUDACIOUS CHURCH

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

19 Creditors: amounts falling due after more than one year

	Group & Charity	
	2021	2020
	£	£
Mortgage and loan	<u>1,340,256</u>	<u>1,493,528</u>
Analysis of mortgage and loan		
Not wholly repayable within five years by instalments	530,480	683,752
Wholly repayable within five years	<u>809,776</u>	<u>809,776</u>
	1,340,256	1,493,528
Included in current liabilities	<u>(157,500)</u>	<u>(153,280)</u>
	<u>1,182,756</u>	<u>1,340,248</u>
Loan maturity analysis		
Debt due in one year or less	157,500	153,280
In more than one year but not more than two years	161,837	157,499
In more than two years but not more than five years	512,741	498,997
In more than five years	<u>508,178</u>	<u>683,752</u>
	<u>1,340,256</u>	<u>1,493,528</u>

The mortgages are secured by a legal charge held over the freehold property owned by the charity.

20 Pension and other post-retirement benefit commitments Defined contribution

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Contributions payable by the group and charity for the year	<u>21,833</u>	<u>22,644</u>	<u>21,300</u>	<u>22,107</u>

The group operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the group in independently administered funds. The pension cost charge represents contributions payable by the group to the fund.

AUDACIOUS CHURCH

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

21 Restricted funds

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

	Balance at 1 April 2019 £	Incoming resources £	Resources expended £	Balance at 1 April 2020 £	Incoming resources £	Resources expended £	Balance at 31 March 2021 £
Macmillan Project	50,870	-	(50,870)	-	-	-	-
Vision Offering	1,881,992	1,320,795	(5,271)	3,197,516	569,236	(3,319)	3,763,433
Haiti Offering	47	-	(47)	-	-	-	-
Audacious Youth Business Enterprise	500	-	-	500	-	(500)	-
	<u>1,933,409</u>	<u>1,320,795</u>	<u>(56,188)</u>	<u>3,198,016</u>	<u>569,236</u>	<u>(3,819)</u>	<u>3,763,433</u>

The Macmillan fund is a project where funds are received for the charity to provide care in the community for people suffering from cancer.

The Vision Offering was taken to raise funds to help the church to build new offices and a car park with the aim of generating more income for the church in the future.

The Haiti Offering was taken to help people suffering after the recent earthquake in Haiti. The money was given to another charity, Compassion, who were active in the location affected.

The Audacious Youth Business Enterprise fund is seed grant to enable to youth section of the church to raise funds to promote business enterprise.

All restricted funds are considered to have sufficient resources held in an appropriate form to enable them to be applied in accordance with the restrictions.

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

31

AUDACIOUS CHURCH

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

23 Operating lease commitments

At the reporting end date the company had outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Within one year	95,930	144,837	93,069	135,924
Between two and five years	<u>18,683</u>	<u>111,408</u>	<u>18,683</u>	<u>108,547</u>
	<u>114,613</u>	<u>256,245</u>	<u>111,752</u>	<u>244,471</u>

24 Events after the reporting date

As referred to in the going concern section of the accounting policies, the trustees are monitoring the situation concerning the coronavirus and any impact it may have on the charity. Given the current uncertainties, any longer term financial effect cannot be estimated.

25 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel, none of whom were trustees, is as follows.

	Group & Charity	
	2021	2020
	£	£
Aggregate compensation	<u>156,352</u>	<u>152,877</u>

The trustees review payments made to employees in similar managerial positions in other churches and similar organisations when considering the levels of pay for key managers. The trustees also take into consideration the ability of the charitable company to be able to pay such salaries.

S A Keir and G Barrett, trustees of the church, were also trustees of Live Audacious, registered charity number 1108799. During the year Audacious Church operated a loan account with Live Audacious. At 1 April 2020 and 31 March 2021 Live Audacious owed Audacious Church £998.

S A Keir and G Barrett, trustees of the church, were also trustees of Audacious Foundation, registered charity number 1173786. During the year Audacious Church operated a loan account with Audacious Foundation. At 1 April 2020, Audacious Foundation owed Audacious Church £10,341. During the year, expenses paid net of any income received totalled £29,600. At 31 March 2021, Audacious Church owed Audacious Foundation £39,941.

AUDACIOUS CHURCH

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

26 Subsidiaries

These financial statements are separate company financial statements for Audacious Church.

Audacious Church owns 100% of the share capital of Endeavour Worldwide Limited, a trading company which generates funds for the church. Endeavour Worldwide Limited operates from the church premises and its principal activity is the provision of car parking. At 31 March 2021 the net assets of Endeavour Worldwide Limited were £19 (2020: £19). Its turnover for the year ended 31 March 2021 was £74,386 (2020: £192,901) and other income totalled £15,158 (2020: £2,000). Its total resources expended were £89,544 (2020: £85,743) leaving a profit for the year of £nil (2020: £107,158) before gift aid donations to the parent charity.

Audacious Church owns 100% of the share capital of Audacious Publishing Ltd. Audacious Publishing Ltd was incorporated on 18 September 2019 and was dormant until 31 March 2021.

27 Cash generated from operations

	Group		Charity	
	2021	2020	2021	2020
	£	£	£	£
Surplus for the year	891,866	1,528,639	891,866	1,528,639
Adjustments for:				
Investment income recognised in statement of financial activities	(3,326)	(12,908)	(13,326)	(130,066)
Depreciation and impairment of tangible fixed assets	193,274	211,325	193,274	211,325
Movements in working capital:				
Decrease in stocks	1,404	5,591	1,404	5,591
(Increase)/decrease in debtors	(497,393)	(15,163)	(515,420)	(12,193)
(Decrease)/increase in creditors	<u>116,599</u>	<u>(96,401)</u>	<u>119,115</u>	<u>(84,461)</u>
Cash generated from operations	<u>702,424</u>	<u>1,621,083</u>	<u>676,913</u>	<u>1,518,835</u>

AUDACIOUS CHURCH

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

28 Analysis of changes in net funds

	Group		
	As at 1 April 2020 £	Cash flows £	As at 31 March 2021 £
Cash at bank and in hand	3,544,229	550,598	4,094,827
Loans falling due within one year	(153,280)	(4,220)	(157,500)
Loans falling after more than one year	<u>(1,340,248)</u>	<u>157,492</u>	<u>(1,182,756)</u>
	<u>2,050,701</u>	<u>703,870</u>	<u>2,754,571</u>
	Charity		
	As at 1 April 2020 £	Cash flows £	As at 31 March 2021 £
Cash at bank and in hand	3,534,287	535,087	4,069,374
Loans falling due within one year	(153,280)	(4,220)	(157,500)
Loans falling after more than one year	<u>(1,340,248)</u>	<u>157,492</u>	<u>(1,182,756)</u>
	<u>2,040,759</u>	<u>688,359</u>	<u>2,729,118</u>