

LIFEHOUSE MINISTRIES

Charity Number 1130081

Company Number 6889092

FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2023



*Community
Accounts Service*

LIFEHOUSE MINISTRIES

CONTENTS FOR THE YEAR ENDED 31 MARCH 2023

	Page
Legal and administrative information	1
Trustees Annual Report	2 - 3
Independent Examiner's Report	4
Statement of Financial Activities	5
Balance Sheet	6
Notes to the financial statements	7 - 13

LIFEHOUSE MINISTRIES

REFERENCE AND ADMINISTRATIVE INFORMATION FOR THE YEAR ENDED 31 MARCH 2023

Charity number	1130081
Company number	6889092
Contact Address & c/o	The Lifehouse 46 King Harold Road Colchester Essex CO3 4SE
Trustees	Mrs S V Newman - Treasurer & Chair Mr M R James - Trustee Ms S R Stephenson - Trustee
Independent Examiner	Community 360 Winsley's House High Street Colchester Essex, CO1 1UG
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ

LIFEHOUSE MINISTRIES

TRUSTEES ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2023

Lifehouse 2023 Leader's Report

Last Year

What a year it has been!

Over the last 12 months we have done so much to reach out and bless our local community. We started by joining with Love Shrub End to host two 'pop up' Easter cafes on the Shrub End estate. We had many visitors and everyone seemed to enjoy themselves and were blessed.

In September we organised another Shrub End Community Fun Day. Around 200+ people came and it was an amazing time. We had bouncy castles, crafts, games and activities - we also gave away free ice creams which went down a treat.

At Christmas we worked together with All Saints Church to organise a Carol Service followed by a BBQ. This was well attended although it fell on the same day as the World Cup Final.

For our church family we had a charity focus during August where we had different local Christian charities come and speak about their work.

In the Autumn Bec Taylor ran a Prophetic Course.

In November we held a conference called 'Catch the Fire, Keep the Fire, Spread the Fire'. This was attended by people from many different churches and we saw God moving powerfully during the weekend.

We launched our Presence Nights earlier in the year to give people space to simply worship. These have been well attended and are growing each month.

At Christmas we held a Nativity Escape Room for the Lifehouse family. It was crazy but super fun. Everyone had a great time.

How are we doing?

Statistically our average Sunday Celebration attendance hasn't grown but we are having a good number of people attending for the first time. Our membership has increased by two but we didn't see any salvations or baptisms.

Last week we took a poll and it showed that most people who attend Lifehouse regularly feel closer to Jesus today than they did this time last year. This would suggest that we are discipling people pretty well.

This coming year

This year we hope to launch a Youth Group in Shrub End, continue to develop our 'Go Sundays', organise another Fun Day, have more regular shared meals and build stronger relationships with the local schools.

LIFEHOUSE MINISTRIES

TRUSTEES ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2023

Financial Review

Expenditure for this financial year was expected to be above our income. This was due to essential maintenance and upgrading, the cost of activities involving outreach to the local community and the increase in the cost of utilities.

This year started with a healthy cash balance. Although this was reduced during the year it was not necessary to draw on reserves.

From the beginning of the financial year it was agreed to employ both of our senior leaders and pay them a part time salary. The cost of this is reflected in our Budget for the year. The position will be reviewed after 6 months and beyond that their appointment and salaries will be reviewed at the end of the financial year.

The Budget for the next year is in excess of our expected income but there are sufficient reserves to meet any shortfall. It is not expected to meet the whole of the Budget during the year.

The Charity continues to hold a reserve balance of £6,000 as a contingency to cover two months of operation. Reserves, which are in excess of this, are monitored regularly. The Trustees consider that the overall finances are well managed and sound and that we have continued to meet our aims throughout this past year.

The proposed Budget is challenging but we are confident of meeting our objectives.

Statement of Trustee's responsibilities

The Trustees (who are also the directors of the company for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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

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

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the members of the board of Trustees and signed on the behalf by:

S Newman
(Chair of Trustees)



Date:

18/9/23

LIFEHOUSE MINISTRIES

INDEPENDENT EXAMINER'S REPORT FOR THE YEAR ENDED 31 MARCH 2023

I report on the accounts of Lifehouse Ministries for the year ended 31 March 2023 which are set out on pages 5 to 13.

Respective responsibilities of trustees and examiner

The Charity's Trustees are responsible for the preparation of the accounts. The Charity's Trustees consider that an audit is not required for this year (under section 144 (2) of the Charities Act 2011 (The Act) but that an independent examination is needed.

It is my responsibility to:

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

Basis of independent examiner's Statement

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the Charity and a comparison of the accounts presented with those records. It also includes considerations of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently I do not express an audit opinion on the view given by the accounts.

Independent examiner's statement

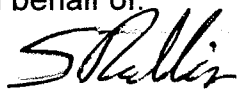
In the course of my examination, no material matters have come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of the accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair' view which is not a matter considered as part of an independent examination.

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

Shelley-Marie Rudling FMAAT AATQB for and on behalf of:
Community360

Winsley's House, High Street, Colchester, Essex

 Date 27 September
2023

LIFEHOUSE MINISTRIES

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT) FOR THE YEAR ENDED 31 MARCH 2023

	Notes	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Prior period Total Funds 2022 £
Incoming resources					
Incoming resources from generating funds:					
Donations and legacies	3	33,606	-	33,606	41,214
Other income	4	473	-	473	12
Total incoming resources		34,079	-	34,079	41,225
Resources expended					
Charitable activities					
Giving	5	4,800	-	4,800	4,800
Other charitable activities	6	36,608	-	36,608	29,354
Total resources expended		41,408	-	41,408	34,154
Net income/(expense) for the year		(7,329)	-	(7,329)	7,071
Reconciliation of funds					
Total Funds B/Fwd		151,647	91	151,738	144,667
Total Funds C/Fwd		144,318	91	144,409	151,738

The notes on pages 7 - 13 form an integral part of these financial statements.

LIFEHOUSE MINISTRIES

BALANCE SHEET AS AT 31 MARCH 2023

		2023		2022	
	Notes	£	£	£	£
Fixed assets					
Tangible assets			112,833		111,824
Current assets					
Cash at bank and in hand		28,068		36,205	
Debtors	8	4,129		4,104	
		<u>32,197</u>		<u>40,309</u>	
Creditors: amounts falling due within one year	9	<u>621</u>		<u>395</u>	
Net current assets			<u>31,576</u>		<u>39,914</u>
Total assets less current liabilities			144,409		151,738
Total net assets			<u><u>144,409</u></u>		<u><u>151,738</u></u>
Funds					
Unrestricted income funds	12		144,318		151,647
Restricted income funds	12		91		91
			<u><u>144,409</u></u>		<u><u>151,738</u></u>

For the year ended 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Director's responsibilities

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476 of the Companies Act 2006;
- The members acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and were authorised for issue. They are signed on behalf of the board by:

Signed

S V Newman
S Newman
Chair of trustees

Date

18/9/23

LIFEHOUSE MINISTRIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

1 General Information

The charity is registered as a private charitable company limited by guarantee, registered in England & Wales,

2 Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - 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 Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

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

The financial statements do not include a cash flow statement because the charity, as a small reporting entity, is exempt from the requirement to prepare such a statement under Financial Reporting Standard 1 "Cash flow statements".

2.2 Income

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

Income tax recoverable in relation to donations received under gift aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment is receivable.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

2.3 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the company's objectives, as well as any associated support costs.

Grants payable are charged in the year when the offer is made except in those cases where the offer is conditional, such grants being recognised as expenditure when the conditions attaching are fulfilled. Grants offered subject to conditions which have not been met at the year end are noted as a commitment, but not accrued as expenditure.

All expenditure is inclusive of irrecoverable VAT.

LIFEHOUSE MINISTRIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

2 Accounting policies (continued)

2.4 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the company; this is normally upon notification of the interest paid or payable by the institution with whom the funds are deposited.

2.5 Tangible assets and depreciation

Tangible fixed assets are initially recognised at costs. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

At each reporting date the company assesses whether there is any indication of impairment. If such indication exists, the recoverable amount of the asset is determined to be the higher of its fair value less costs to sell and its value in use. An impairment loss is recognised where the carrying amount exceeds the recoverable amount.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, using the straight-line method.

Depreciation is provided on the following bases:

Freehold Property building works	- straight line over 50 years
Equipment	- straight line over 3 years

2.6 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

2.7 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.8 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the company anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of Financial Activities as a finance costs.

2.9 Financial instruments

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

LIFEHOUSE MINISTRIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

2.10 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

3 Donations and legacies	2023 Unrestricted £	2023 Restricted £	2023 Total £	2022 £
Donations and offerings	33,606	-	33,606	41,214
	33,606	-	33,606	41,214
4 Other incoming resources	2023 Unrestricted £	2023 Restricted £	2023 Total £	2022 Total £
Other unrestricted income	300	-	300	8
Investment income	173	-	173	4
	473	-	473	12
5 Analysis of grants		Grants to Institutions 2023 £	Total funds 2023 £	Total funds 2022 £
Love in Action		1,200	1,200	1,200
Beacon House		1,200	1,200	1,200
Christian Youth Outreach		2,400	2,400	2,400
		4,800	4,800	4,800

LIFEHOUSE MINISTRIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

6 Analysis of charitable activities expenditure

	Charitable activities 2023 £	Grant funding of activities 2023 £	Support costs 2023 £	Total funds 2023 £	Total funds 2022 £
Advancing Christian religion	19,218	-	-	19,218	14,867
Relieving need, hardship & suffering worldwide	714	-	-	714	1,207
Education & training	-	-	13,673	13,673	9,998
Governance	-	-	3,003	3,003	3,282
Love in Action	-	400	-	400	400
Beacon House	-	2,000	-	2,000	2,000
Christian Youth Outreach	-	2,400	-	2,400	2,400
	19,932	4,800	16,676	41,408	34,154
Total 2022	16,074	4,800	13,280	34,154	

Analysis of costs

	<u>Charitable activities</u>		<u>Support costs</u>			
	Advancing Christian Religion 2023 £	Relieving need & hardship 2023 £	Education & training 2023 £	Governance 2023 £	Total funds 2023 £	Total funds 2022 £
Human resources	4,940	-	6,175	-	11,115	8,369
Ministry costs	6,780	357	-	-	7,137	6,105
Buildings	6,117	-	6,117	-	12,233	6,638
Admin, misc & depreciation	1,381	357	1,381	-	3,119	4,961
Governance costs	-	-	-	3,003	3,003	3,282
	19,218	714	13,673	3,003	36,608	29,354
Total 2022	14,867	1,207	9,998	3,282	29,354	

Support costs are allocated to different activities on a percentage basis - based on time for human resources and ministry costs and usage for other costs.

7 Trustee remuneration and expenses

During the year, no Trustees received any remuneration or other benefits (2022 - £Nil)

During the year ended 31 March 2023, no trustee expenses have been incurred (2022 - £Nil)

LIFEHOUSE MINISTRIES

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2023

8. Tangible fixed assets

	Freehold Property £	Freehold Property Improvements £	Fixtures and Fittings £	Total £
Cost or valuation				
At 1 April 2022	84,053	32,758	4,681	121,492
Additions	-	-	2,582	2,582
			-	-
As at 31 March 2023	<u>84,053</u>	<u>32,758</u>	<u>7,263</u>	<u>124,074</u>
Depreciation				
At 1 April 2022	-	5,895	3,772	9,667
Charge for the year	-	655	918	1,574
At 31 March 2023	<u>-</u>	<u>6,550</u>	<u>4,690</u>	<u>11,241</u>
Net Book Value				
At 31 March 2023	<u>84,053</u>	<u>26,207</u>	<u>2,573</u>	<u>112,833</u>
At 31 March 2022	<u>84,053</u>	<u>26,863</u>	<u>909</u>	<u>111,824</u>

The freehold property from which the charity operate was transferred to the company in 2009 by Kingsland Church Trust at nil consideration, as a gift in kind.

The amount recognised at the time, as a donated fixed asset, was £83,000. This property is not depreciated. Associated land transfer costs are included in the cost of property.

Further building works have increased the cost of the freehold property seen in the total above, since this date.

In the trustees' opinion, depreciation applied to the building works fairly reflects the carrying value of the overall property.

9. Debtors

	Total 2023 £	Total 2022 £
Due within one year		
Other debtors - gift aid - recoverable	4,004	4,004
Prepayments	125	100
	<u>4,129</u>	<u>4,104</u>

10. Creditors

	Total 2023 £	Total 2022 £
Falling due within one year		
Accruals and deferred income	621	395
	<u>621</u>	<u>395</u>