

REGISTERED COMPANY NUMBER: (England and Wales)
REGISTERED CHARITY NUMBER: 1132037

Report of the Trustees and
Unaudited Financial Statements
for the Year Ended 31 July 2022
for
THE GATE READING

Avalon Accounting Limited
12 Park Lane
Tilehurst
Reading
Berkshire
RG31 5DL

THE GATE READING

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for the Year Ended 31 July 2022

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THE GATE READING

Report of the Trustees for the Year Ended 31 July 2022

The Gate continued to focus on delivering its vision, 'Renewed by the Fathers presence, we are an apostolic church, redeeming people, communities and culture'.

The year was one of beginning to understand the world post covid, and how we as a church needed to respond to the pressures left by this very challenging time both within the church and more widely in the community.

As the hub coordinator for Readings 'Love your Neighbour', a nationwide initiative responding to the direct impact of Covid including food poverty and financial hardship, Love your Community our social action umbrella was able to work in partnership with other charities in Reading to support some of the most vulnerable families in Reading and benefitted from extra funding from the DCMS to enable this.

In March 2022 we left our building in Tilehurst and moved our Sunday services to a local school as the redevelopment of the site for a three-floor new church centre began. The Church continued to function and thrive through this change. By summer 2022 the old building had been knocked down and new foundations put in place for the new building. The building was scheduled to be finished by December 2022 but a few months delay is anticipated. The membership of the church have generously given above and beyond their regular giving to the church to enable this to happen.

The impact of Covid had meant that we were not able to begin our renewal of a church community in Sindlesham, Wokingham until September 2021. We were encouraged that on the launch day we had more than 100 people in attendance and the community by the end of the financial year had grown to a sustained Sunday attendance of more than 120 with weekly activities including youth work, a toddler group, and small groups meeting. We have been encouraged in being able to welcome a significant number of Hong Kong families to the church community and this has very much enhanced the life of that community.

We maintained our missional links through our continued support of partners overseas and through Barnabas Fellowship of Churches supporting projects and churches in Africa and the Middle East and especially through The Turning, an evangelistic initiative having an impact in several nations across Europe.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document and a deed of trust, as defined by Charities Act, 2011

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

(England and Wales)

Registered Charity number

1132037

Registered office

384 The Meadway
Tilehurst
Reading
Berkshire
RG30 4NX

Trustees

Alastair Mitchell Baker
Mrs. Janet Barfoot (resigned 31.7.22)
Mr. Gareth Owen
Yinka Oyekan
Mary Lewis

THE GATE READING

Report of the Trustees
for the Year Ended 31 July 2022

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Avalon Accounting Limited
12 Park Lane
Tilehurst
Reading
Berkshire
RG31 5DL


EVENTS SINCE THE END OF THE YEAR

Information relating to events since the end of the year is given in the notes to the financial statements.

21 April 2023

Approved by order of the board of trustees on and signed on its behalf by:

DocuSigned by:


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Yinka Oyekan - Trustee

Independent Examiner's Report to the Trustees of
THE GATE READING

Independent examiner's report to the trustees of THE GATE READING ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a member of the ****ERROR - relevant professional body must be completed****, which is one of the listed bodies.

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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

Sanjay Kumar Swarup- ACA, MBA

Avalon Accounting Limited
12 Park Lane
Tilehurst
Reading
Berkshire
RG31 5DL

Date:

THE GATE READING**Statement of Financial Activities**
for the Year Ended 31 July 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies		151,588	334,314	485,902	447,407
EXPENDITURE ON					
Raising funds		-	-	-	53,337
Charitable activities					
Charity		254,748	40,146	294,894	175,037
Total		254,748	40,146	294,894	228,374
NET INCOME/(EXPENDITURE)		(103,160)	294,168	191,008	219,033
RECONCILIATION OF FUNDS					
Total funds brought forward		1,769,635	1,105,650	2,875,285	2,656,252
TOTAL FUNDS CARRIED FORWARD		1,666,475	1,399,818	3,066,293	2,875,285

The notes form part of these financial statements

THE GATE READINGBalance Sheet
31 July 2022

	Notes	Unrestricted fund £	Restricted fund £	2022 Total funds £	2021 Total funds £
FIXED ASSETS					
Tangible assets	6	2,321,397	1,230	2,322,627	2,099,209
CURRENT ASSETS					
Debtors	7	801,170	-	801,170	51,121
Investments	8	25,000	-	25,000	25,000
Cash at bank		72,513	35,487	108,000	913,352
		<u>898,683</u>	<u>35,487</u>	<u>934,170</u>	<u>989,473</u>
CREDITORS					
Amounts falling due within one year	9	(2,308)	(24,348)	(26,656)	(25,361)
NET CURRENT ASSETS		<u>896,375</u>	<u>11,139</u>	<u>907,514</u>	<u>964,112</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		3,217,772	12,369	3,230,141	3,063,321
CREDITORS					
Amounts falling due after more than one year	10	-	(163,848)	(163,848)	(188,036)
PROVISIONS FOR LIABILITIES		<u>(1,551,297)</u>	<u>1,551,297</u>	<u>-</u>	<u>-</u>
NET ASSETS		<u>1,666,475</u>	<u>1,399,818</u>	<u>3,066,293</u>	<u>2,875,285</u>
FUNDS	12				
Unrestricted funds				1,666,475	1,769,635
Restricted funds				<u>1,399,818</u>	<u>1,105,650</u>
TOTAL FUNDS				<u>3,066,293</u>	<u>2,875,285</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

THE GATE READING

Balance Sheet - continued

31 July 2022

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

The financial statements were approved by the Board of Trustees and authorised for issue on 21 April 2023 and were signed on its behalf by:

DocuSigned by:

Yinka Oyekan

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Yinka Oyekan - Trustee

THE GATE READING

Notes to the Financial Statements for the Year Ended 31 July 2022

1. ACCOUNTING POLICIES

BASIS OF PREPARING THE FINANCIAL STATEMENTS

The financial statements of the charitable company, which is a public benefit entity under FRS 102, 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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

INCOME

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

EXPENDITURE

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, 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 accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

TANGIBLE FIXED ASSETS

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Motor vehicles - 20% on reducing balance

TAXATION

The charity is exempt from corporation tax on its charitable activities.

FUND ACCOUNTING

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

PENSION COSTS AND OTHER POST-RETIREMENT BENEFITS

The charitable company operates a defined contribution pension scheme. Contributions payable to the charitable company's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

THE GATE READINGNotes to the Financial Statements - continued
for the Year Ended 31 July 2022**2. NET INCOME/(EXPENDITURE)**

Net income/(expenditure) is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation - owned assets	308	385
	<u> </u>	<u> </u>

3. TRUSTEES' REMUNERATION AND BENEFITS

Mr. Yinka Oyekan received a salary of £45,244 (2021- £43,926) and Mr. Gareth Owen received a salary of £30,298 (2021- £29,417)

Janet Barfoot received a retainer of £16,323 in 2022 (2021- £15,848)

TRUSTEES' EXPENSES

Trustees who are employees are reimbursed expenses in their role as employees. No Trustee received and payment of Expenses in their role as trustees (2021- NIL).

4. STAFF COSTS

The average monthly number of employees during the year was as follows:

	2022	2021
Trustees & Employees	8	14
	<u> </u>	<u> </u>

No employees received emoluments in excess of £60,000.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	251,840	195,567	447,407
	<u> </u>	<u> </u>	<u> </u>
EXPENDITURE ON			
Raising funds	40,726	12,611	53,337
Charitable activities			
Charity	173,759	1,278	175,037
	<u> </u>	<u> </u>	<u> </u>
Total	214,485	13,889	228,374
	<u> </u>	<u> </u>	<u> </u>
NET INCOME	37,355	181,678	219,033
	<u> </u>	<u> </u>	<u> </u>
RECONCILIATION OF FUNDS			
Total funds brought forward	1,732,280	923,972	2,656,252
	<u> </u>	<u> </u>	<u> </u>
TOTAL FUNDS CARRIED FORWARD	1,769,635	1,105,650	2,875,285
	<u> </u>	<u> </u>	<u> </u>

THE GATE READINGNotes to the Financial Statements - continued
for the Year Ended 31 July 2022**6. TANGIBLE FIXED ASSETS**

	Freehold property £	Motor vehicles £	Totals £
COST			
At 1 August 2021	2,097,671	3,755	2,101,426
Additions	223,726	-	223,726
	<hr/>	<hr/>	<hr/>
At 31 July 2022	2,321,397	3,755	2,325,152
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 August 2021	-	2,217	2,217
Charge for year	-	308	308
	<hr/>	<hr/>	<hr/>
At 31 July 2022	-	2,525	2,525
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 31 July 2022	2,321,397	1,230	2,322,627
	<hr/>	<hr/>	<hr/>
At 31 July 2021	2,097,671	1,538	2,099,209
	<hr/>	<hr/>	<hr/>

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Prepayments and accrued income	1,170	1,121
Other Debtors	-	50,000
Other Deposits	800,000	-
	<hr/>	<hr/>
	801,170	51,121
	<hr/>	<hr/>

8. CURRENT ASSET INVESTMENTS

	2022 £	2021 £
Loans & Receivables	25,000	25,000
	<hr/>	<hr/>

9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Other loans (see note 11)	24,348	23,689
Social security and other taxes	1,096	1,039
Net Wages	-	(87)
Accrued expenses	1,212	720
	<hr/>	<hr/>
	26,656	25,361
	<hr/>	<hr/>

THE GATE READINGNotes to the Financial Statements - continued
for the Year Ended 31 July 2022**10. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	2022 £	2021 £
Other loans (see note 11)	163,848	188,036

11. LOANS

An analysis of the maturity of loans is given below:

	2022 £	2021 £
Amounts falling due within one year on demand:		
Baptist Union Loan- due within 1 year	20,348	19,689
Loan Payable-SCBA Loan- Restricted	4,000	4,000
	24,348	23,689
Amounts falling between one and two years:		
Baptist Union Loan- due after one year	147,848	168,036
Loan Payable - SCBA loan - Restricted-Current	16,000	20,000
	163,848	188,036

12. MOVEMENT IN FUNDS

	At 1.8.21 £	Net movement in funds £	At 31.7.22 £
Unrestricted funds			
General fund	1,769,635	(103,160)	1,666,475
Restricted funds			
Restricted Fund	1,105,650	294,168	1,399,818
TOTAL FUNDS	2,875,285	191,008	3,066,293

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	151,588	(254,748)	(103,160)
Restricted funds			
Restricted Fund	334,314	(40,146)	294,168
TOTAL FUNDS	485,902	(294,894)	191,008

THE GATE READINGNotes to the Financial Statements - continued
for the Year Ended 31 July 2022**12. MOVEMENT IN FUNDS - continued****Comparatives for movement in funds**

	At 1.8.20 £	Net movement in funds £	At 31.7.21 £
Unrestricted funds			
General fund	1,732,280	37,355	1,769,635
Restricted funds			
Restricted Fund	923,972	181,678	1,105,650
TOTAL FUNDS	<u>2,656,252</u>	<u>219,033</u>	<u>2,875,285</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	251,840	(214,485)	37,355
Restricted funds			
Restricted Fund	195,567	(13,889)	181,678
TOTAL FUNDS	<u>447,407</u>	<u>(228,374)</u>	<u>219,033</u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.8.20 £	Net movement in funds £	At 31.7.22 £
Unrestricted funds			
General fund	1,732,280	(65,805)	1,666,475
Restricted funds			
Restricted Fund	923,972	475,846	1,399,818
TOTAL FUNDS	<u>2,656,252</u>	<u>410,041</u>	<u>3,066,293</u>

THE GATE READINGNotes to the Financial Statements - continued
for the Year Ended 31 July 2022**12. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	403,428	(469,233)	(65,805)
Restricted funds			
Restricted Fund	529,881	(54,035)	475,846
TOTAL FUNDS	<u>933,309</u>	<u>(523,268)</u>	<u>410,041</u>

13. RELATED PARTY DISCLOSURES

The Gate Reading church is associated with The Gate Building Development Company Ltd (company number: 12272715) with a common director.

The church has contracted with the company in relation to the redevelopment of its site in Reading. The church has also provided a loan for the company. The value of the outstanding loan as at 31 July 2022 is £25,000.

The church is associated with The Baptist Union Great Britain (charity number: 1125912) with a common trustee. The church paid grants to The Baptist Union Great Britain of £5,000 in the year and £676.2 in subscription fees.

The church is associated with Love Your Community (charity number:1172625) with a common trustee. Love Your Community paid rent and services of £24,000 to the church during the year.

The church support the Emmaus Project registered as an Amuta in Israel in the sum of £3,000 per annum. Gareth Owen is an Amuta member.

14. EVENTS AFTER THE REPORTING DATE

In the next financial year The Gate plans to begin the redevelopment of the Gate Central site. Having secured planning permission and having a costed building design. We expect a fully equipped building to cost in the region of 4.3 million pounds. Having already raised £750,000 through the sale of the Oxford Road and Wilson Road sites and through member pledges and gifts, we have raised just over 1 million pounds. The Baptist Union Corporation has agreed a loan of 1.75 million pounds that means phase 1 of the project (A fully watertight shell and a fully equipped ground floor) to be completed. We will continue fundraising activities including further member giving and approaching charitable trusts, so that we can complete Phase 2 of the building (fully equipping the first and second floors).

THE GATE READINGDetailed Statement of Financial Activities
for the Year Ended 31 July 2022

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Special appeals & gifts -Restricted	328	46,443
Weekly offerings, direct credits and allocated and other gifts	353,884	265,744
Gift aid tax recovery - Unrestricted	(32,260)	54,007
Donation-Restricted	6,000	42,000
Grants	107,200	3,150
Charitable- Property rental	50,642	36,000
Other interest receivable	108	63
	<hr/>	<hr/>
	485,902	447,407
Total incoming resources	<hr/>	<hr/>
	485,902	447,407
EXPENDITURE		
Charitable activities		
Salaries- Unrestricted	120,082	110,380
Social security	5,619	4,795
Pensions	3,728	3,667
Youth Work- Unrestricted	9,368	2,153
Catering & Events- Unrestricted	307	513
Messy Church, Families & Children- Unrestricted	1,728	1,583
Retainer-Unrestricted	16,323	15,848
Staff Expenses- Unrestricted	9,117	4,194
Minibus & Travel- Unrestricted	2,143	1,165
Depreciation of tangible fixed assets	308	385
Grants to institutions	68,417	29,036
Grants to individuals	323	1,318
	<hr/>	<hr/>
	237,463	175,037
Support costs		
Finance		
Bank charges	369	-
Interest on PAYE	8	-
Loan Interest- Restricted	6,437	6,928
	<hr/>	<hr/>
	6,814	6,928
Information technology		
IT software & equipment- Unrestricted	4,936	2,285
Other		
Maintenance, Alterations & Cleaning- Unrestricted	14,993	8,327
Carried forward	14,993	8,327

This page does not form part of the statutory financial statements

THE GATE READINGDetailed Statement of Financial Activities
for the Year Ended 31 July 2022

	2022 £	2021 £
Other		
Brought forward	14,993	8,327
Insurance	1,993	3,500
Utilities & Telephone	11,925	13,523
Printing, Postage and Stationery- unrestricted	11,260	11,332
Sundry Expenses- Unrestricted	167	458
	<hr/> 40,338	<hr/> 37,140
Other 2		
Subscriptions- Unrestricted	2,170	2,389
Storage- Restricted	1,781	1,026
	<hr/> 3,951	<hr/> 3,415
Governance costs		
Accountancy and Independent Examination-Unrestricted	1,392	2,426
Legal & Professional and Consultancy-Unrestricted	-	1,143
	<hr/> 1,392	<hr/> 3,569
Total resources expended	<hr/> 294,894	<hr/> 228,374
Net income	<hr/> <hr/> 191,008	<hr/> <hr/> 219,033