

CITY CHURCH NEWCASTLE

England & Wales · Charity number 1133178

Details

Status	Registered
Legal form	Charitable company
Company number	06972512
Registered	2009-12-08
Register	View on the Charity Commission register

Contact

Address	City Church Newcastle The Castlegate Melbourne Street Newcastle Upon Tyne NE1 2JQ
Phone	01912332288
Email	finance@city-church.co.uk
Website	www.city-church.co.uk

Activities

Objects: 3.1 THE ADVANCEMENT OF THE CHRISTIAN FAITH BY ANY MEANS WHATSOEVER (BUT NOT EXCLUSIVELY) THE WORSHIP AND ENJOYMENT OF GOD, THE GROWING OF THE CHRISTIAN COMMUNITY, THE DECLARING AND DEMONSTRATING OF THE CHRISTIAN GOSPEL, THE TEACHING OF CHRISTIAN PRINCIPLES AND CHRISTIAN DISCIPLESHIP AND THE PASTORAL CARE OF PEOPLE, THE PRINTING AND DISTRIBUTION OF THE BIBLE AND CHRISTIAN LITERATURE BY ANY FORM OF MEDIA, AND THE FOUNDING AND SERVING OF CHRISTIAN CHURCHES;3.2 THE RELIEF OF THOSE IN NEED, HARDSHIP OR DISTRESS BY VIRTUE OF THEIR AGE OR DISABILITY OR THE RELIEF OF ANY OTHER SUCH PERSONS WHO ARE IN NEED OF CHARITABLE SUPPORT;3.3 THE ADVANCEMENT OF EDUCATION ON THE BASIS OF CHRISTIAN PRINCIPLES, INCLUDING BY THE PROVISION OF EDUCATION IN EDUCATIONAL ESTABLISHMENTS OR THE PROVISION OF ONE OR MORE EDUCATIONAL ESTABLISHMENT FOR THE GENERAL EDUCATION OF CHILDREN OR ADULTS ON THE BASIS OF CHRISTIAN PRINCIPLES; AND3.4 SUCH OTHER CHARITABLE PURPOSES AS THE TRUSTEES IN THEIR ABSOLUTE DISCRETION THINK FIT ('THE OBJECTS')

Activities: CITY CHURCH IS ACTIVE IN CHRISTIAN MISSION, TEACHING, WORSHIP, PRAYER, LEADERSHIP TRAINING, PERSONAL DEVELOPMENT, AND CARE FOR OTHERS PARTICULARLY THOSE IN NEED.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Provides Advocacy/advice/information, Other Charitable Activities
- **What:** Education/training, The Prevention Or Relief Of Poverty, Overseas Aid/famine Relief, Religious Activities, Economic/community Development/employment
- **Who:** The General Public/mankind

Geography

- **Area of benefit:** UNDEFINED. IN PRACTICE, NATIONAL AND OVERSEAS.
- Gateshead
- Newcastle Upon Tyne City
- Northumberland

Finances

Period end	Income	Expenditure	Assets	Employees
2024-08-31	£803,945	£690,569	£1,757,202	16
2023-08-31	£862,166	£749,833	£1,643,826	14
2022-08-31	£634,707	£479,895	£1,542,212	14
2021-08-31	£566,232	£415,338	£1,387,400	14
2020-08-31	£382,247	£343,116	-	-

Trustees

Name	Role	Appointed
Andrew Damian Bramhall		2023-11-15
Bethan Sian Elliot		2022-03-11
James Keith Senior		2022-11-09
James Paul Shepherd		2019-11-13
Joseph Williams		2023-11-15
Michelle Ruth Reed		2021-03-10
Phillip Worth		2025-01-12
Rebecca Jane Mason		2021-03-10
Sarah Louise Shepherd		2025-07-06

Accounts

Registered Charity no. 1133178
Registered Company no. 06972512

City Church Newcastle

Trustees Annual Report and Accounts

Year Ended 31 August 2024



WYATT & CO

Chartered Accountants
125 Main Street
Garforth
Leeds
LS25 1AF

City Church Newcastle

Year Ended 31 August 2024

Contents Page

	Page
Legal and Administrative Information	1
Trustees Annual Report	2
Independent Examiners Report	8
Statement of Financial Activities	9
Statement of Financial Position	10
Statement of Cash Flows	11
Notes to the Financial Statements	12

City Church Newcastle

Year Ended 31 August 2024

Legal and Administrative Information

Reference

The Charity is called 'City Church Newcastle' also known as City Church.

Registered Charity Number 1133178

Registered Company Number 06972512

Registered Office The CastleGate
Melbourne Street
Newcastle upon Tyne
NE1 2JQ

Website www.city-church.co.uk

Trustees and Directors	James Keith Senior	<i>Chair</i>
	Bethan Elliot	
	Michelle Reed	
	Rebecca Mason	
	James Shepherd	
	Joseph Williams	<i>Appointed 15 November 2023</i>
	Andrew Bramhall	<i>Appointed 15 November 2023</i>
	Philip Fothergill	<i>Resigned 14 January 2024</i>
Janet Mary Smith	<i>Resigned 14 July 2024</i>	

Key Management Personnel The Board of Trustees and Eldership Team

Senior Leadership Team/ Pastors James Shepherd
Sarah Shepherd
Andrew Bramhall
Kate Howorth
David Lyall
Ros Bramhall

Primary Bankers Barclays Bank PLC
49-51 Northumberland Street
Newcastle upon Tyne
NE1 7AF

Solicitors Hay & Kilner
Merchant House, 30 Cloth Market
Newcastle upon Tyne
NE1 1EE

City Church Newcastle

Year Ended 31 August 2024

Legal and Administrative Information

Independent Examiner

Nigel Wyatt BSC FCA
Wyatt & Co Chartered Accountants
125 Main Street, Garforth
Leeds, LS25 1AF

City Church Newcastle

Year Ended 31 August 2024

Trustees Annual Report

Structure, Governance and Management

Governing Document

City Church Newcastle is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 25 July 2009.

The charitable company was incorporated on 25 July 2009 (registration number 06972512) in order to provide a distinct legal entity to carry out the activities of City Church Newcastle which since 1989 had been undertaken through a charitable trust. The company was registered with the Charity Commission on 8 December 2009.

On 1 January 2010, the entire assets, liabilities and undertakings of City Church Newcastle charitable trust (charity number 702322) were transferred to the charitable company.

There are currently three subscribers, each of whom agree to contribute £1 in the event of the charitable company winding up.

Appointment and Retirement of Directors

The leadership team are authorised to appoint new directors to fill vacancies arising through resignation or death of an existing director.

Directors' Induction and Training

The Charity Commission website is used to keep directors up to date with developments in the charitable sector. We also maintain links with Stewardship Services and the Evangelical Alliance who arrange training and circulate advice to directors.

Organisation

The direction of the Church and the priorities of the year are set by the Leadership team of the Church (also known as the Senior Leadership Team). The main instrument that governs expenditure throughout the year is the annual budget, which is drawn up by the finance team (Lead Pastor, Finance Administrator, ExpensePlus) in consultation with those leading areas of ministry in the Church and is aimed at fulfilling the priorities set by the Leadership team.

Staff salaries/remuneration is approved by a Pay Review Board (PRB) which consists of; a non-staff trustee, a non-staff Senior Leadership Team member, and a church member. Remuneration follows a formal salary structure we have developed, wherein people move up a scale depending on their role within the organisation and ongoing performance review. Recommendations are made to the PRB by the Senior Leadership Team. The PRB also consider any "across the board" pay rises due to the rate of inflation and other factors (e.g. we are a Real Living Wage employer).

The budget, including any changes to salaries/remuneration, is then agreed upon by the Leadership team and by the directors. Progress through the year is monitored by the Finance team. The directors meet six times each year. Budgets are monitored, policy is set and new initiatives are agreed upon.

Day-to-day management of the Church finances is delegated to the Finance team. A computerised accounting system is used and bi-monthly reports from this are sent to the directors. A member of staff keeps the books and all associated paperwork; all giving is recorded using the ChurchSuite system. Online payments are under the control of the finance officer.

In setting our objectives and planning our activities, the board of directors have regard to the Charity Commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

City Church Newcastle

Year Ended 31 August 2024

Trustees Annual Report

Risk Management

The directors have identified risks and taken steps to mitigate them:

- Risks to buildings and contents are insured.
- Public liability risks are insured.
- A safeguarding policy is in place including vetting procedures. The Safeguarding co-ordinator has the full backing of the leadership team and directors to implement the policy across all areas of Church life. The Church is a member of thirty-one: eight, formerly known as CCPAS; we are advised by them and run training provided by them.
- The fire safety risk has been assessed. Detection and fire fighting equipment is maintained to current standards. An evacuation policy is in place with designated responsibilities. All those involved were offered training during the year.
- Our financial risk was assessed and our reserves policy was reviewed. In the event of the Church being unable to repay the bank loan, the buildings have more than sufficient equity.

A member of staff is charged with health and safety and risk assessment.

Objectives and Activities

The ***objectives*** of the Church community are:-

- The advancement of the Christian Faith.
- The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.
- The provision of instruction in the Christian Faith at any educational establishment.

Purpose

City Church has the following vision and values:

Vision – where are we going?

Gathering Thousands to Jesus

Our Values – what really matters to us?

- Grace: life-changing unconditional love
- Authenticity: discovering the truth of who we are
- Leadership: equipping everyone to flourish and thrive
- Courage: passionate enough to take bold steps

City Church Newcastle

Year Ended 31 August 2024

Trustees Annual Report

Wider Church Network

City Church is part of a wider network of churches called Catalyst which in turn is part of the New Frontiers network. Whilst City Church is an independent charity, being part of Catalyst/New Frontiers provides additional helpful accountability and support.

Achievements

It is impossible to capture the vast array of things which have happened across the life of City Church between September 2023 and August 2024. But it was a year in which we focussed, and saw significant changes, across the following 4 categories:

- Growth
- Depth
- Serving the City and Beyond
- Wise Stewardship

We are profoundly thankful to God for the way he has led us through this season and for the patience, generosity and faith of the City Church family. So much love, kindness, care and understanding has been expressed within the community and also given and received by friends and neighbours across the city and beyond.

Some of our highlights are shown below:

Growth

Our Sunday gatherings continued to grow – both in number and in the diversity of our church family. Across the course of the year, it was our absolute joy to baptise 39 people.

Ministries like City Kids, Youth and Students and City Groups have also continued to grow – creating contexts for people of all ages and stages to build community and grow in faith. Much work has gone into raising up and supporting leaders to serve across all these contexts.

Some particular highlights across these ministries would be:

- Our Easter Kids Holiday Club.
- Taking nearly 50 young people away to Newday in the summer.
- Around 50 students attended our student weekend away.

We also ran two large Alpha Courses – courses designed for people who want to explore the Christian faith. The attendance across both courses was around 150 people.

Depth

We have continued to prioritize prayer – particularly through our morning Zoom prayer and our encounter nights.

We continued our Abide internship programme – which gathered around 20 people who committed to a year of more intentional discipleship and serving the church. This internship programme is designed to work alongside people's regular jobs and lives, although some people choose to commit additional time to serving the church through a gap year model. Some highlights of the year were some of the work in prisons and the mission trip to Albania.

Our sense of connection with our wider Catalyst family of churches has grown through leader's events and through many of our church family attending the Love: Nations conference and Catalyst Festival.

City Church Newcastle

Year Ended 31 August 2024

Trustees Annual Report

Serving the City and Beyond

Our City Refugee Welcome project, serving asylum seekers and refugees in Gateshead and beyond, has gone from strength to strength with regular drop-ins, sports clubs, activities for kids and advocacy work. Similarly, our Food Pantry in Shieldfield continues to play a vital role in that community.

This year we also launched our CAP Debt Centre – serving those in financial need in our community. We have employed two part-time Debt Centre managers to lead this ministry.

Further afield we have continued to give generously to a range of mission partners and are exploring deeper connections with some wonderful churches and projects in India and beyond.

Wise Stewardship

We have invested significantly in our building undertaking a substantial project creating a new space for some of our City Kids ministries. We have also been responding to the growing complexity of the church by improving our systems for line management (staff and volunteer), HR policies and more.

2023-24 Objectives

More specifically, in 2023-24 we had some specific strategic objectives – over and above the continual growth and flourishing of our various ministries - that we wanted to accomplish in order to advance our charitable aims:

- Develop a Church Planting Strategy With An Eye To Planting in 2024-25
 - We made some progress here in terms of starting to engage the church with this vision. We concluded that it was not time to plant a new work in 2024-25 and that we would more slowly with this objective going forward.
- Envisioning and Equipping the Church To Be Effective In Mission
 - We made lots of progress here – finding various ways to engage the staff team and the whole church in thinking more missionally and invitationally.
- Developing Alpha as a Vehicle To Help Orientate The Whole Church Around Mission
 - Good progress here. Alpha is happening more regularly (2-3 courses per year) and on a much larger scale than previously. It is proving to be an effective context for mission and growth.
- Multiply Morning Gatherings As Part Of Our Mission To See Thousands Gathered To Jesus
 - Completed objective. We launched a second Sunday morning gathering (we now have 0930 and 1130 services) in January 2024.

Plans for Future Periods

Our strategic objectives for 2024-25 are as follows:

- Strengthening Community Life and Belonging
- Developing a Church Multiplication Strategy and Taking Our First Steps
- Re-Defining our Vision and Values
- Advancing Key Building Projects: Heating System and Turbine Hall

City Church Newcastle

Year Ended 31 August 2024

Trustees Annual Report

Other Significant Info

Much of the Church's activities usually take place at our Grade 2 listed building called The CastleGate in the centre of Newcastle upon Tyne. Throughout the year the building also provides a community space for local charities to meet, as well as office and classroom space for other local charities.

Volunteers

The church benefits greatly from the voluntary contributions of church members. Whilst we have a staff team, the majority of the life and ministry of City Church is conducted through hundreds of volunteers for whom we are extremely grateful.

Financial Review

The church is currently in a good financial position; at the end of the financial year, the church held £50,550 in general unrestricted funds, £1,605,859 in designated funds (including our assets and reserves) and £100,793 in restricted funds.

Our principal funding sources are our generous donations from our church members, rental income from other charities sharing our building and grant funding for projects. Our regular giving this year was £549,551 compared with £570,627 in 2023-24, and we continue to be very thankful for the financial commitment of Church members.

Investment Policy

Surplus funds are held in interest-bearing accounts which allow easy access to the funds should the need arise. A review of returns is periodically undertaken to ensure a competitive return and the maximum security of our funds.

Reserves Policy

The Church aims to hold a minimum of 2 months of running costs/expenditure costs as free reserves. At 31st August 2024, including "reserves" in our general fund, we held free reserves of £150,550 – representing at least 2.5 months of running costs. (This does not include money held in designated funds such as our "Big Ticket Building Fund").

Going Concern

The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

City Church Newcastle

Year Ended 31 August 2024

Trustees Annual Report

Statement of the Directors' Responsibilities in Relation to the Financial Statements

The directors are responsible for preparing the Directors' 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 directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period.

In preparing these financial statements, the directors 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors are responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the directors on 12 January 2025 and signed on their behalf by:



J P Shepherd
Director

City Church Newcastle

Year Ended 31 August 2024

Independent Examiners Report

I report to the Trustees on my examination of the financial statements of City Church Newcastle ('the charity') for the year ended 31st August 2024.

Responsibilities and Basis of Report

As the Trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent Examiner's Statement

I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

1. Accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. The financial statements do not accord with those records; or
3. The financial statements do not comply with the applicable requirements concerning the form and content of 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 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.



Nigel Wyatt BSC FCA
Independent Examiner
125 Main Street
Garforth
Leeds
LS25 1AF

Date: 01/05/2025

City Church Newcastle

Year Ended 31 August 2024

Statement of Financial Activities

		2024	2023
		Unrestricted Funds	Restricted Funds
		Total Funds	Total Funds
	Note	£	£
Income			
Donations and legacies		607,764	82,572
Charitable activities		34,866	-
Other trading activities		73,914	-
Investment income		4,279	-
Other income		550	-
Total Income	2	721,373	82,572
Expenditure			
Expenditure on charitable activities	3	607,278	83,291
Total Expenditure		607,278	83,291
Net Income / (Expenditure)		114,095	(719)
Net Income and Net Movement in Funds			
Total funds brought forward	13	1,493,340	150,486
Transfers		48,974	(48,974)
Total Funds Carried Forward		1,656,409	100,793
		1,757,202	1,643,826

All income and expenditure derive from continuing activities.

The statement is a combined Statement of Financial Activities and Income and Expenditure Account for the purposes of meeting both the Companies Act and the Charity SORP reporting requirements.

City Church Newcastle

Year Ended 31 August 2024

Statement of Financial Position

	Note	2024 £	2023 £
Fixed Assets			
Tangible fixed assets	8	1,777,801	1,682,448
Long term loan debtor	9	75,000	90,000
Current Assets			
Debtors	10	49,109	64,684
Cash at bank and in hand		397,176	384,517
		<u>446,285</u>	<u>449,201</u>
Creditors: amounts falling due within one year	11	<u>75,848</u>	<u>73,644</u>
Net Current Assets		370,437	375,557
Creditors: amounts falling due after one year	12	<u>466,036</u>	<u>504,180</u>
Net Assets	14	<u>1,757,202</u>	<u>1,643,826</u>
Funds of the Charity			
Restricted funds	13	100,793	150,486
Unrestricted funds	13		
Unrestricted general		50,550	21,331
Designated funds		<u>1,605,859</u>	<u>1,472,009</u>
		<u>1,656,409</u>	<u>1,493,340</u>
Total Charity Funds		<u>1,757,202</u>	<u>1,643,826</u>

Directors Responsibilities

The Directors are satisfied that for the year ended on 31st August 2024 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner.

The Directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with FRS 102 (effective January 2019).

Name of Trustee:

James Shepherd

Signed on Behalf of the Trustees:



Date of Approval:

01/05/2025

Registered Company No. 06972512

City Church Newcastle

Year Ended 31 August 2024

Statement of Cash Flows

	2024 £	2023 £
Cash Flows From Operating Activities		
Net cash provided by (used in) operating activities	172,727	99,203
	<u>172,727</u>	<u>99,203</u>
Cash Flows From Investing Activities		
Interest	4,279	1,008
Purchase of tangible fixed assets	(112,237)	(20,176)
Net cash provided by (used in) investing activities	<u>(107,958)</u>	<u>(19,168)</u>
Cash Flows From Financing Activities		
Repayments on borrowing	(52,110)	(23,308)
Net cash provided by (used in) financing activities	<u>(52,110)</u>	<u>(23,308)</u>
Change in cash and cash equivalents in the reporting period	12,659	56,727
Cash and cash equivalents at the beginning of the reporting period	384,517	327,790
Cash and Cash Equivalents at the End of the Reporting Period	<u>397,176</u>	<u>384,517</u>

Reconciliation of Net Movement in Funds to Net Cash Flow From Operating Activities

	2024 £	2023 £
Net movement in funds for the reporting period (as per the statement of financial activities)	113,376	112,333
Adjustments for:		
Interest received	(4,279)	(1,008)
Depreciation of tangible fixed assets	16,885	15,641
(Increase)/Decrease in debtors	30,575	(24,305)
Increase/(Decrease) in creditors	16,170	(3,458)
Net cash provided by (used in) operating activities	<u>172,727</u>	<u>99,203</u>

Analysis of Cash and Cash Equivalents

	2024 £	2023 £
Cash at bank	397,176	384,517
Total cash and cash equivalents	<u>397,176</u>	<u>384,517</u>

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

Basis of Preparation

City Church Newcastle is a registered charity with the Charity Commission for England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The principal activity is to advance the Christian faith in accordance with the statement of beliefs.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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 (FRS 102) (effective 1 January 2019), the Charities Act 2011, and the Companies Act 2006.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Assessment of Going Concern

Preparation of the accounts is on a going concern basis. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Fund Accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal, often known as a 'special offering' in the church.

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

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

Incoming Resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- All voluntary income from members of the church are recognised as donations and are included in full, with associated Gift Aid receivable in the Statement of Financial Activities.
- Grants, where entitlement is not conditional on the delivery of specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.
- Income resources from charitable trading activities such as the letting of the building are accounted for when invoices are drawn up (as at the point of entitlement).
- Donated services and facilities are included at the value to the charity where this can be quantified.
- Gifts in Kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
- Volunteer time, the value of voluntary support for the work of the church, is not included in the accounts but is described in the Trustees Annual Report.
- Investment Income is included in the accounts when receivable.

Resources Expended

Expenditure is recognised on an accrual basis as a liability is incurred. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out the resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees' meetings and the cost of any legal advice to trustees on governance or constitutional matters.

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

Tangible Fixed Assets

Assets over the value of £500 are capitalized. Depreciation is provided on tangible fixed assets at rates calculated to write off the cost of an asset, less its estimated residual value, over the expected useful economic life of that asset, as follows:

Freehold property	Not depreciated
Musical and Technical Equipment	5 years on a straight line basis
Office and computer equipment	3 years on a straight line basis
Furniture, fixtures and fittings	15% on a straight line basis

In view of the maintenance programme in place which aims to keep the building in good condition, the directors consider that any depreciation of freehold property would be immaterial and accordingly no provision has been made. The carrying amount of the freehold property is reviewed annually for impairment by the directors.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Operating Leases

Rental charges payable under operating leases are charged on a straight line basis over the terms of the lease.

Taxation

The charity is exempt from tax on its charitable activities.

Judgements and Key Sources of Estimation

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 5 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Concessionary Loans

The charity initially recognises and measures concessionary loans at the amount received or receivable. The carrying amount is adjusted in subsequent years to reflect repayments and any accrued interest.

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

2 Analysis of Income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Donations and Legacies			
Donations	508,392	41,159	549,551
Gift aid	92,366	2,413	94,779
Grants	7,006	39,000	46,006
	<u>607,764</u>	<u>82,572</u>	<u>690,336</u>
Charitable Activities			
Church activities	32,260	-	32,260
Serving others	-	-	-
Reimbursements	2,606	-	2,606
	<u>34,866</u>	<u>-</u>	<u>34,866</u>
Other Trading Activities			
Rental income	73,914	-	73,914
	<u>73,914</u>	<u>-</u>	<u>73,914</u>
Investment Income			
Bank interest	4,279	-	4,279
	<u>4,279</u>	<u>-</u>	<u>4,279</u>
Other			
Other income	550	-	550
	<u>550</u>	<u>-</u>	<u>550</u>
Total Income	<u>721,373</u>	<u>82,572</u>	<u>803,945</u>

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

2 Analysis of Income *(Continued)*

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations and Legacies			
Donations	446,300	124,327	570,627
Gift aid	84,646	20,236	104,882
Grants	34,221	56,866	91,087
	<u>565,167</u>	<u>201,429</u>	<u>766,596</u>
Charitable Activities			
Church activities	21,176	-	21,176
Serving others	-	-	-
Reimbursements	2,950	-	2,950
	<u>24,126</u>	<u>-</u>	<u>24,126</u>
Other Trading Activities			
Rental income	70,406	-	70,406
	<u>70,406</u>	<u>-</u>	<u>70,406</u>
Investment Income			
Bank interest	1,008	-	1,008
	<u>1,008</u>	<u>-</u>	<u>1,008</u>
Other			
Other income	30	-	-
	<u>30</u>	<u>-</u>	<u>-</u>
Total Income	<u>660,737</u>	<u>201,429</u>	<u>862,136</u>

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

3 Expenditure on Charitable Activities By Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Activity and event costs	63,651	18,580	82,231
Administration costs	8,750	1,175	9,925
Bank charges	3,190	-	3,190
Depreciation	16,953	-	16,953
External giving	31,126	18,807	49,933
Governance	2,383	-	2,383
Interest	31,357	-	31,357
IT, equipment and technology costs	17,889	1,968	19,857
Ministry costs	42,028	1,352	43,380
Premises costs	102,892	5,806	108,698
Staff expenses	10,086	839	10,925
Staff salaries	274,909	34,764	309,673
Volunteer expenses	2,064	-	2,064
	<u>607,278</u>	<u>83,291</u>	<u>690,569</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Activity and event costs	44,413	11,528	55,941
Administration costs	6,985	1,214	8,199
Bank charges	2,633	-	2,633
Depreciation	14,577	-	14,577
External giving	25,744	30,721	56,465
Governance	2,135	-	2,135
Interest	11,337	-	11,337
IT, equipment and technology costs	11,897	-	11,897
Ministry costs	15,951	-	15,951
Premises costs	271,822	-	271,822
Staff expenses	11,886	637	12,523
Staff salaries	257,086	28,147	285,233
Volunteer expenses	1,120	-	1,120
	<u>677,586</u>	<u>72,247</u>	<u>749,833</u>

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

4 Volunteers

The church benefits greatly from the voluntary contributions of time and money by its formal members and regular attendees. Please refer to the trustees' report for further detail about volunteer contributions to the organisation.

5 Independent Examination Fees

Fees payable to the independent examiner for:

	2024	2023
	£	£
Independent examination and preparation of the financial statements	2,214	2,109

6 Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2024	2023
	£	£
Wages and salaries	254,729	253,754
Social security costs	14,828	12,174
Employer contributions to pension plans	21,871	19,305
	<u>291,427</u>	<u>285,233</u>

The average headcount of employees during the year was as follows:

	2024	2023
Average Headcount	16	14

No employees received employee benefits of more than £60,000 during the year or the prior year.

Key Management Personnel

The charity considers its key management personnel to be The Board of Trustees together with the Senior Leadership Team. The total employee benefits received by the key management personnel (including employer national insurance and pension contributions) was £120,742 (2023: £96,365).

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

7 Trustee Remuneration, Expenses and Donations

During the year two trustees (who are also members of the Eldership Team) received remuneration. The remuneration paid during the year is for the employee's role within the church and not for their role as a trustee. The charity's memorandum of articles gives authority for such remuneration to be paid. The total remuneration paid during the year is as follows:

	2024	2023
	£	£
James Shepherd	46,212	44,747
Andrew Bramhall	49,569	51,621

During the year four trustees incurred out-of-pocket expenses totalling £5,118 which were all incurred for the day-to-day running of the charity's activities. (2023: 3,796)

During the year the total aggregated donations made to the charity by the trustees was £38,008. There were no conditions attached to the donations. (2023: 61,220)

8 Tangible Fixed Assets

	Freehold Property	Musical and Technical Equipment	Office and Computer Equipment	Furniture Fixtures and Fittings £	Total £
Costs					
At 1st September 2023	1,627,252	96,456	14,096	231,196	1,969,000
Additions	106,133	2,554	2,147	1,403	112,237
Disposals	-	-	(550)	-	(550)
At 31st August 2024	1,733,385	99,010	15,693	232,599	2,080,687
Depreciation					
At 1st September 2023	-	75,544	13,578	197,429	286,551
Depreciation Charge	-	7,944	974	7,967	16,885
Disposals	-	-	(550)	-	(550)
At 31st August 2024	-	83,488	14,002	205,396	302,886
Net Book Value					
At 31st August 2024	1,733,385	15,522	1,691	27,203	1,777,801
At 31st September 2023	1,627,252	20,912	518	33,767	1,682,448

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

9 Long Term Loan Debtor

The loan represents deferred consideration arising from the sale in August 2019 of the charity's Rickleton property to House of Destiny Ministries. The loan is interest free and is secured by a legal charge over the Rickleton property. The loan is repayable in annual instalments of £15,000 expiring in December 2029.

	2024	2023
	£	£
Between one and two years	30,000	30,000
Between three and five years	45,000	45,000
After more than five years	-	15,000
	<u>75,000</u>	<u>90,000</u>

10 Debtors

	2024	2023
	£	£
Accounts receivable	25,000	41,949
Gift Aid recoverable	8,088	7,726
Prepayments	1,021	9
Loan	15,000	15,000
	<u>49,109</u>	<u>64,684</u>

11 Creditors: amounts falling due within one year

	2024	2023
	£	£
Members loans	15,000	30,000
Bank loan (secured)	35,549	34,515
Trade creditors	12,222	5,898
Accruals	8,138	852
Deferred income	-	970
Credit card	4,939	1,409
	<u>75,848</u>	<u>73,644</u>

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

12 Creditors: amounts falling due after one year

	2024	2023
	£	£
Members loans	75,000	90,000
Bank loan (secured)	391,036	414,180
	<u>466,036</u>	<u>504,180</u>

The members loans are unsecured, interest free and repayable in a timescale that works for the charity.

The bank loan is fully secured on the CastleGate freehold property. It is repayable by instalments, maturing in 2036. The amount due at 31 August 2024 is analysed as follows:

	2024	2023
	£	£
Within one year	35,549	34,515
Between one and two years	71,097	69,030
Between three and five years	106,647	103,545
After more than five years	213,292	241,605
	<u>426,585</u>	<u>448,695</u>

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

13 Analysis of Charitable Funds

Unrestricted Funds

	1 Sept 23 £	Income £	Expenditure £	Transfers £	31 Aug 2024 £
Unrestricted					
General	20,000	679,071	(478,444)	(172,326)	48,301
Events & chargeables	1,331	35,296	(41,850)	7,472	2,249
	21,331	714,367	(520,294)	(164,854)	50,550
Designated					
Big ticket building	147,846	7,006	4,693	(36,816)	122,729
Building, assets & mortgage	1,218,754	-	(48,310)	180,908	1,351,352
International leadership development fund	7,500	-	-	(7,500)	-
Mission, social action & partnerships	19,909	-	(43,367)	55,236	31,778
Working capital	78,000	-	-	22,000	100,000
	1,472,009	7,006	(86,984)	213,828	1,605,859
Total Unrestricted	1,493,340	721,373	(607,278)	48,974	1,656,409

Restricted Funds

CAP debt centre	-	2,000	(16)	-	1,984
Catalyst offering 2024	-	2,787	(2,672)	-	115
Catering training project	-	9,500	(6,539)	-	2,961
Christmas appeal 2023	-	5,424	(5,424)	-	-
Gifts	340	12,043	(12,043)	(340)	-
Gift day 2022	112,010	-	(10,006)	(68,634)	33,370
Minibus	-	15,000	-	-	15,000
Mission, social action & partnerships: CRW	37,136	29,068	(43,428)	20,000	42,776
Pantry food project	-	1,500	(195)	-	1,305
Punjab trip restricted gift	1,000	-	(1,000)	-	-
Tech equipment gift 2023	-	5,250	(1,968)	-	3,282
Total Restricted	150,486	82,572	(83,291)	(48,974)	100,793
Total Funds	1,643,826	803,945	(690,569)	-	1,757,202

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

Analysis of Charitable Funds cont.

Unrestricted Funds

	1 Sept 22 £	Income £	Expenditure £	Transfers £	31 Aug 2023 £
Unrestricted					
General	19076	602390	(419,734)	(181,732)	20,000
Events & chargeables	-	26,672	(24,356)	(985)	1,331
	19,076	629,062	(444,090)	(182,717)	21,331
Designated					
Big ticket building	121,394	31,675	(178,778)	173,555	147,846
Building, assets & mortgage	1,205,911	-	(25,914)	38,757	1,218,754
Building development fund	87,751	-	-	(87,751)	-
International leadership development fund	-	-	-	7,500	7,500
Mission, social action & partnerships	18,097	-	(28,804)	30,616	19,909
Working capital	78,000	-	-	-	78,000
	1,511,153	31,675	(233,496)	162,677	1,472,009
Total Unrestricted	1,530,229	660,737	(677,586)	(20,040)	1,493,340
Restricted Funds					
Alpha food gift	197	-	(197)	-	-
Gift day 2022	-	133,094	(21,084)	-	112,010
Gifts	722	10,469	(10,851)	-	340
Mission, social action & partnerships: CRW	-	56,866	(39,770)	20,040	37,136
Punjab trip restricted gift	-	1,000	-	-	1,000
Welcome boxes	345	-	(345)	-	-
Total Restricted	1,264	201,429	(72,247)	20,040	150,486
Total Funds	1,531,493	862,166	(749,833)	-	1,643,826

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

Fund Transfers

Big ticket building	Transfer of fixed assets purchased by the designated fund but held in the assets fund for depreciation
Building, assets & mortgage	Transfer for the fund balance to match the closing fixed asset balance less secured mortgage.
Gift day 2022	Transfer of fixed assets purchased by the restricted fund but held in the assets fund for depreciation
International leadership development fund	Redesignated funds to the Mission, social action & partnership fund
Mission, social action & partnerships	Transfer to increase the designated fund.
Working capital	Transfer to increase the designated fund.

Fund Descriptions

Designated Funds

Big ticket building	Fund set aside for replacing and renewing significant and large building items.
Building, assets & mortgage	Fund balance to match the closing fixed asset balance less secured mortgage.
Building development fund	Fund set aside for overall building development work.
International leadership development fund	Money set aside to enable individuals from overseas to come to the UK to serve the church and to study.
Mission, social action & partnerships	Unrestricted grant funding designated for a City Refugee Welcome Co-ordinator.
Working capital	Fund established to ringfence the organisations essential reserves balance in line with the updated reserves policy.

Restricted Funds

CAP debt centre	Grant received from the Cinamon Trust towards the running of our CAP debt centre.
Catalyst offering 2024	Donations towards the catalyst network of churches.
Catering training project	Funding received to run a catering project for asylum seekers and refugees.
Christmas appeal 2023	Special offering to support two of our mission partners (food pantry and supporting churches in SE Asia).
Gifts	Restricted one-off offerings where money is passed on.
Gift day 2022	Special offering for church building works and establishing a CAP centre.
Minibus	Grant received for the purchase of a church minibus.
Mission, social action & partnerships: CRW	Grants Funding for a City Refugee Welcome Co-ordinator.

City Church Newcastle

Year Ended 31 August 2024

Notes to the Financial Statements

Fund Descriptions, Restricted Funds cont.

Pantry food project	Restricted donations to go towards the running of our food pantry.
Punjab trip restricted gift	Restricted Gift to be used towards an overseas trip.
Tech equipment gift 2023	Donation received from church members with the restriction that it is spent on church tech equipment.

14 Analysis of Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2024 £
Fixed assets	1,852,801	-	1,852,801
Current assets	345,492	100,793	446,285
Creditors less than 1 year	(75,848)	-	(75,848)
Creditors after one 1 year	(466,036)	-	(466,036)
	<u>1,656,409</u>	<u>100,793</u>	<u>1,757,202</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Fixed assets	1,772,448	-	1,772,448
Current assets	298,715	150,486	449,201
Creditors less than 1 year	(67,129)	-	(67,129)
Creditors after one 1 year	(510,695)	-	(510,695)
	<u>1,493,340</u>	<u>150,486</u>	<u>1,643,826</u>

15 Company Status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

16 Related Party Transactions

Sarah Shepherd is a related party due to being an employee of the charity and a close family member to a trustee James Shepherd. The total remuneration received during the year including employer national insurance contribution and employer pension contribution was £15,996 (2023: nil).

Accounts

Registered Charity no. 1133178
Registered Company no. 06972512

City Church Newcastle
Trustees Annual Report and Accounts
Year Ended 31 August 2023



WYATT & CO

Chartered Accountants
125 Main Street
Garforth
Leeds
LS25 1AF

City Church Newcastle

Year Ended 31 August 2023

Contents Page

	Page
Legal and Administrative Information	1
Trustees Annual Report	2
Independent Examiners Report	7
Statement of Financial Activities	8
Statement of Financial Position	9
Statement of Cash Flows	10
Notes to the Financial Statements	11

City Church Newcastle

Year Ended 31 August 2023

Legal and Administrative Information

Reference

The Charity is called 'City Church Newcastle' also known as City Church.

Registered Charity Number 1133178

Registered Company Number 06972512

Registered Office The CastleGate
Melbourne Street
Newcastle upon Tyne
NE1 2JQ

Website www.city-church.co.uk

Trustees and Directors

Janet Mary Smith	<i>Chair of trustees</i>
James Keith Senior	
Bethan Elliot	
Michelle Reed	
Rebecca Mason	
James Shepherd	
Philip Fothergill	<i>Resigned January 2024</i>
Joseph Williams	<i>Appointed 15 November 2023</i>
Andrew Bramhall	<i>Appointed 15 November 2023</i>

Key Management Personnel The Board of Trustees and Eldership Team

Primary Bankers Barclays Bank PLC
49-51 Northumberland Street
Newcastle upon Tyne
NE1 7AF

Solicitors Hay & Kilner
Merchant House, 30 Cloth Market
Newcastle upon Tyne
NE1 1EE

Independent Examiner Nigel Wyatt BSC FCA
Wyatt & Co Chartered Accountants
125 Main Street, Garforth
Leeds, LS25 1AF

City Church Newcastle

Year Ended 31 August 2023

Trustees Annual Report

Structure, governance and management

Governing document

City Church Newcastle is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 25 July 2009.

The charitable company was incorporated on 25 July 2009 (registration number 06972512) in order to provide a distinct legal entity to carry out the activities of City Church Newcastle which since 1989 had been undertaken through a charitable trust. The company was registered with the Charity Commission on 8 December 2009.

On 1 January 2010, the entire assets, liabilities and undertakings of City Church Newcastle charitable trust (charity number 702322) were transferred to the charitable company.

There are currently three subscribers, each of whom agree to contribute £1 in the event of the charitable company winding up.

Appointment and retirement of directors

The leadership team are authorised to appoint new directors to fill vacancies arising through resignation or death of an existing director.

Directors' induction and training

The Charity Commission website is used to keep directors up to date with developments in the charitable sector. We also maintain links with Stewardship Services and the Evangelical Alliance who arrange training and circulate advice to directors.

Organisation

The direction of the Church and the priorities of the year are set by the Leadership team of the Church (also known as the Senior Leadership Team). The main instrument that governs expenditure throughout the year is the annual budget, which is drawn up by the finance team (Lead Pastor, Finance Administrator, ExpensePlus) in consultation with those leading areas of ministry in the Church and is aimed at fulfilling the priorities set by the Leadership team. The budget is then agreed upon by the Leadership team and by the directors. Progress through the year is monitored by the Finance team. The directors meet six times each year. Budgets are monitored, policy is set and new initiatives are agreed.

Day to day management of the Church finances is delegated to the Finance team. A computerised accounting system is used and bi-monthly reports from this are sent to the directors. A member of staff keeps the books and all associated paperwork; all giving is recorded using the ChurchSuite system. Online payments are under the control of the finance officer.

In setting our objectives and planning our activities, the board of directors have regard to the Charity Commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

Risk management

The directors have identified risks and taken steps to mitigate them:

City Church Newcastle

Year Ended 31 August 2023

Trustees Annual Report

- Risks to buildings and contents are insured.
- Public liability risks are insured.
- A safeguarding policy is in place including vetting procedures. The Safeguarding co-ordinator has the full backing of the leadership team and directors to implement the policy across all areas of Church life. The Church is a member of thirty-one:eight, formerly known as CCPAS; we are advised by them and run training provided by them.
- The fire safety risk has been assessed. Detection and fire fighting equipment is maintained to current standards. An evacuation policy is in place with designated responsibilities. All those involved were offered training during the year.
- Our financial risk was assessed, and our reserves policy reviewed. In the event of the Church being unable to repay the bank loan, the buildings have more than sufficient equity.

A member of staff is charged with health and safety and risk assessing.

Objectives and activities

The **objectives** of the Church community are:-

- The advancement of the Christian Faith.
- The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.
- The provision of instruction in the Christian Faith at any educational establishment.

Purpose

City Church has the following vision and values:

Vision – where are we going?

Gathering Thousands to Jesus

Our values – what really matters to us?

- Grace: life-changing unconditional love
- Authenticity: discovering the truth of who we are
- Leadership: equipping everyone to flourish and thrive
- Courage: passionate enough to take bold steps

City Church Newcastle

Year Ended 31 August 2023

Trustees Annual Report

Achievements

It is impossible to capture the vast array of things which have happened across the life of City Church between September 2022 and August 2023. But it was a year in which we focussed, and saw significant changes, across the following 4 categories:

- Growth
- Depth
- Serving the City and Beyond
- Wise Stewardship

We are profoundly thankful to God for the way he has led us through this season, and the patience, generosity and faith with of the City Church family. So much love, kindness, care and understanding has been expressed within the community and also given and received by friends and neighbours across the city and beyond.

Some of our highlights are shown below:

Growth

Our Sunday gatherings continued to grow – both in number and in the diversity of our church family. Across the course of the year it was our absolute joy to baptise 33 people.

Ministries like City Kids, youth and students and City Groups have also continued to grow – creating contexts for people of all ages and stages to build community and grow in faith. Much work has gone into raising up and supporting leaders to serve across all these contexts.

Some particular highlights across these ministries would be:

- our Easter Kids Holiday Club
- taking nearly 50 young people away to Newday in the summer
- our students and young adults “Spring Weekend” of training and mission

Depth

We have continued to prioritize prayer – particularly through our 24-7 week of prayer, our morning Zoom prayer, our “donkey prayer” prayer chain and our new encounter nights.

We also placed a fresh emphasis on discipleship – drawing over 150 people into “discipleship triplets”, groups designed to help them grow in their faith.

We launched a new internship programme – which gathered a dozen or so people who committed to a year of more intentional discipleship and serving the church. This internship programme is designed to work alongside people's regular jobs and lives. The highlight of the year was probably their mission trip to Albania.

We also saw a number of people engage with theological training through our connection with groups such as the Leeds School of Theology.

Our sense of connection with our wider Catalyst family of churches has grown through leaders' events and many from our church family at the Love: Nations conference.

City Church Newcastle

Year Ended 31 August 2023

Trustees Annual Report

Serving the City and Beyond

Our City Refugee Welcome project, serving asylum seekers and refugees in Gateshead and beyond, has gone from strength to strength with regular drop-ins, sports clubs, activities for kids and advocacy work. Similarly, our Food Pantry in Shieldfield continues to play a vital role in that community.

Further afield we have continued to give generously to a range of mission partners and are exploring deeper connections with some wonderful churches and projects in India and beyond.

Wise Stewardship

After a year of gathering on a trial basis, our new Senior Leadership Team is now firmly established bringing oversight to the whole life of the church.

We have invested significantly in our building undertaking a substantial high-level works project on our windows and building structure. We have also been responding to the growing complexity of the church by improving our systems for line management (staff and volunteer), HR policies and more.

Other Significant Info

Much of the Church's activities usually take place at our Grade 2 listed building called The CastleGate in the centre of Newcastle upon Tyne. Throughout the year the building also provides a community space for local charities to meet, as well as office and classroom space for other local charities.

Financial Review

The church is currently in a good financial position.

Our regular giving this year increased to £446,300 compared with £443,167 in 2021-22, and we continue to be very thankful for the financial commitment of Church members, particularly in these difficult times.

The statement of financial position shows cash balance increased from £327,790 to £384,517 during the 2022-23 financial year.

Significant building works took place in the 2022-23 financial year. We also had a Gift Day which raised £133,094, which is held in a restricted fund for future charitable spending.

Investment policy

Surplus funds are held in interest bearing accounts which allow easy access to the funds should the need arise. A review of returns is periodically undertaken to ensure a competitive return and the maximum security of our funds.

Reserves policy

The Church aims to hold a minimum of £78,000 (approx. 2 months of expenditure) as free reserves. At 31 August 2023 – including effective “reserves” in our general fund - we held free reserves of £112,437, providing some extra reserves (in addition to money held in funds such as our “Big Ticket Building Fund”).

City Church Newcastle

Year Ended 31 August 2023

Trustees Annual Report

Statement of the directors' responsibilities in relation to the financial statements

The directors are responsible for preparing the Directors' 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 directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period.

In preparing these financial statements, the directors 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors are responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

James Shepherd

Name of Trustee:

Signed on Behalf of the Trustees:



Date of Approval:

20/05/2024

City Church Newcastle

Year Ended 31 August 2023

Independent Examiners Report

I report to the Trustees on my examination of the financial statements of City Church Newcastle ('the charity') for the year ended 31st August 2023.

Responsibilities and basis of report

As the Trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of 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 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.



Nigel Wyatt BSC FCA
Independent Examiner
125 Main Street
Garforth
Leeds
LS25 1AF

Date: 20/05/2024

City Church Newcastle

Year Ended 31 August 2023

Statement of Financial Activities

		2023		2022
		Unrestricted Funds	Restricted Funds	Total Funds
	Note	£	£	£
Income				
Donations and legacies		565,167	201,429	766,596
Charitable activities		24,126	-	24,126
Other trading activities		70,406	-	70,406
Investment income		1,008	-	1,008
Other income		30	-	30
Total Income	2	660,737	201,429	862,166
Expenditure				
Expenditure on charitable activities	3	677,586	72,247	749,833
Total Expenditure		677,586	72,247	749,833
Net Income / (Expenditure)		(16,849)	129,182	112,333
Net Income and Net Movement in Funds				
Total funds brought forward	13	1,530,229	1,264	1,531,493
Transfers		(20,040)	20,040	-
Total Funds Carried Forward		1,493,340	150,486	1,531,493

All income and expenditure derive from continuing activities.

The statement is a combined Statement of Financial Activities and Income and Expenditure Account for the purposes of meeting both Companies Act and charity SORP reporting requirements.

City Church Newcastle

Year Ended 31 August 2023

Statement of Financial Position

	Note	2023 £	2022 £
Fixed Assets			
Tangible fixed assets	8	1,682,448	1,677,913
Long term loan debtor	9	90,000	105,000
Current Assets			
Debtors	10	64,684	25,379
Cash at bank and in hand		384,517	327,790
		<u>449,201</u>	<u>353,169</u>
Creditors: amounts falling due within one year	11	<u>67,129</u>	<u>55,587</u>
Net Current Assets		382,072	297,582
Creditors: amounts falling due after one year	12	<u>510,695</u>	<u>549,002</u>
Net Assets	14	<u>1,643,826</u>	<u>1,531,493</u>
Funds of the Charity			
Restricted funds	13	150,486	1,264
Unrestricted funds	13		
Unrestricted general		21,331	19,076
Designated funds		<u>1,472,009</u>	<u>1,511,153</u>
		<u>1,493,340</u>	<u>1,530,229</u>
Total Charity Funds		<u>1,643,826</u>	<u>1,531,493</u>

Directors Responsibilities

The Directors are satisfied that for the year ended on 31st August 2023 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner.

The Directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with FRS 102 (effective January 2019).

James Shepherd

Name of Trustee:

Signed on Behalf of the Trustees:



Date of Approval:

20/05/2024

City Church Newcastle

Year Ended 31 August 2023

Statement of Cash Flows

	2023 £	2022 £
Cash Flows From Operating Activities		
Net cash provided by (used in) operating activities	99,203	173,245
	<u>99,203</u>	<u>173,245</u>
Cash Flows From Investing Activities		
Interest	1,008	80
Purchase of tangible fixed assets	(20,176)	(37,832)
Net cash provided by (used in) investing activities	<u>(19,168)</u>	<u>(37,752)</u>
Cash Flows From Financing Activities		
Repayments on borrowing	(23,308)	(43,206)
Net cash provided by (used in) financing activities	<u>(23,308)</u>	<u>(43,206)</u>
Change in cash and cash equivalents in the reporting period	56,727	103,006
Cash and cash equivalents at the beginning of the reporting period	<u>327,790</u>	<u>224,784</u>
Cash and Cash Equivalents at the End of the Reporting Period	<u>384,517</u>	<u>327,790</u>

Reconciliation of Net Movement in Funds to Net Cash Flow From Operating Activities

	2023 £	2022 £
Net movement in funds for the reporting period (as per the statement of financial activities)	112,333	144,093
Adjustments for:		
Interest received	(1,008)	(80)
Depreciation of tangible fixed assets	15,641	15,115
(Increase)/Decrease in debtors	(24,305)	13,087
Increase/(Decrease) in creditors	(3,458)	1,030
Net cash provided by (used in) operating activities	<u>99,203</u>	<u>173,245</u>

Analysis of Cash and Cash Equivalents

	2023 £	2022 £
Cash at bank	384,517	327,790
Total cash and cash equivalents	<u>384,517</u>	<u>327,790</u>

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

Basis of Preparation

City Church Newcastle is a registered charity with the Charity Commission for England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The principal activity is to advance the Christian faith in accordance with the statement of beliefs.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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 (FRS 102) issued on 16 July 2014 as amended by Bulletin 1, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Assessment of Going Concern

Preparation of the accounts is on a going concern basis. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Fund Accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal, often known as a 'special offering' in the church.

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

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

Incoming Resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- All voluntary income from members of the church are recognised as donations and are included in full, with associated Gift Aid receivable in the Statement of Financial Activities.
- Grants where entitlement is not conditional on the delivery of specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant.
- Income resources from charitable trading activities such as the letting of the building are accounted for when invoices are drawn up (as at the point of entitlement).
- Donated services and facilities are included at the value to the charity where this can be quantified.
- Gifts in Kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
- Volunteer time, the value of voluntary support for the work of the church, is not included in the accounts but is described in the Trustees Annual Report.
- Investment Income is included in the accounts when receivable.

Resources Expended

Expenditure is recognised on an accrual basis as a liability is incurred. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out the resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees' meetings and cost of any legal advice to trustees on governance or constitutional matters.

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

Tangible Fixed Assets

Assets over the value of £500 are capitalized. Depreciation is provided on tangible fixed assets at rates calculated to write off the cost of an asset, less its estimated residual value, over the expected useful economic life of that asset, as follows:

Freehold property	Not depreciated
Musical and Technical Equipment	5 years on straight line basis
Office and computer equipment	3 years on straight line basis
Furniture, fixtures and fittings	15% on a straight line basis

In view of the maintenance programme in place which aims to keep the building in good condition, the directors consider that any depreciation of freehold property would be immaterial and accordingly no provision has been made. The carrying amount of the freehold property is reviewed annually for impairment by the directors.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Operating Leases

Rental charges payable under operating leases are charged on a straight line basis over the terms of the lease.

Taxation

The charity is exempt from tax on its charitable activities.

Judgements and Key Sources of Estimation

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 5 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Concessionary Loans

The charity initially recognises and measures concessionary loans at the amount received or receivable. The carrying amount is adjusted in subsequent years to reflect repayments and any accrued interest.

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

2 Analysis of Income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Donations and Legacies			
Donations	446,300	124,327	570,627
Gift aid	84,646	20,236	104,882
Grants	34,221	56,866	91,087
	<u>565,167</u>	<u>201,429</u>	<u>766,596</u>
Charitable Activities			
Church activities	21,176	-	21,176
Serving others	-	-	-
Reimbursements	2,950	-	2,950
	<u>24,126</u>	<u>-</u>	<u>24,126</u>
Other Trading Activities			
Rental income	70,406	-	70,406
	<u>70,406</u>	<u>-</u>	<u>70,406</u>
Investment Income			
Bank interest	1,008	-	1,008
	<u>1,008</u>	<u>-</u>	<u>1,008</u>
Other			
Other income	30	-	30
	<u>30</u>	<u>-</u>	<u>30</u>
Total Income	<u>660,737</u>	<u>201,429</u>	<u>862,166</u>

During the year, the church received £0 (2022: £342) from the Governments Covid-19 Job Retention Scheme.

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

2 Analysis of Income (*Continued*)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations and Legacies			
Donations	433,167	14,759	447,926
Gift aid	84,653	1,962	86,615
Grants	879	20,000	20,879
	<u>518,699</u>	<u>36,721</u>	<u>555,420</u>
Charitable Activities			
Church activities	11,509	-	11,509
Serving others	-	-	-
Reimbursements	1,918	-	1,918
	<u>13,427</u>	<u>-</u>	<u>13,427</u>
Other Trading Activities			
Rental income	65,322	-	65,322
	<u>65,322</u>	<u>-</u>	<u>65,322</u>
Investment Income			
Bank interest	80	-	80
	<u>80</u>	<u>-</u>	<u>80</u>
Other			
Other income	458	-	458
	<u>458</u>	<u>-</u>	<u>458</u>
Total Income	<u>597,986</u>	<u>36,721</u>	<u>634,707</u>

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

3 Expenditure on Charitable Activities By Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Activity and event costs	44,413	11,528	55,941
Administration costs	6,985	1,214	8,199
Bank charges	2,633	-	2,633
Depreciation	14,577	-	14,577
External giving	25,744	30,721	56,465
Governance	2,135	-	2,135
Interest	11,337	-	11,337
IT, equipment and technology costs	11,897	-	11,897
Ministry costs	15,951	-	15,951
Premises costs	271,822	-	271,822
Staff expenses	11,886	637	12,523
Staff salaries	257,086	28,147	285,233
Volunteer expenses	1,120	-	1,120
	<u>677,586</u>	<u>72,247</u>	<u>749,833</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Activity and event costs	23,252	17,207	40,459
Administration costs	7,033	-	7,033
Bank charges	1,679	-	1,679
Depreciation	6,231	-	6,231
External giving	30,638	15,999	46,637
Governance	3,583	-	3,583
Interest	11,972	-	11,972
IT, equipment and technology costs	12,829	611	13,440
Ministry costs	9,221	-	9,221
Premises costs	89,260	-	89,260
Staff expenses	8,846	-	8,846
Staff salaries	244,829	5,102	249,931
Volunteer expenses	2,322	-	2,322
	<u>451,695</u>	<u>38,919</u>	<u>490,614</u>

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

4 Volunteers

The church benefits greatly from the voluntary contributions of time and money by its formal members and regular attendees. Please refer to the trustees' report for further detail about volunteer contributions in the organisation.

5 Independent Examination Fees

Fees payable to the independent examiner for:

	2023	2022
	£	£
Independent examination and preparation of the financial statements	2,109	1,981

6 Staff Costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023	2022
	£	£
Wages and salaries	253,754	206,967
Social security costs	12,174	9,405
Employer contributions to pension plans	19,305	17,911
	<u>285,233</u>	<u>234,283</u>

The average headcount of employees during the year was as follows:

	2023	2022
Average Headcount	14	14

No employees received employee benefits of more than £60,000 during the year or the prior year.

Key Management Personnel

The charity considers its key management personnel to be The Board of Trustees together with the Eldership Team. The total employee benefits received by the key management personnel (including employer national insurance and pension contributions) was £96,365 (2022: £77,364).

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

7 Trustee Remuneration, Expenses and Donations

During the year two trustees (who were also a members of the Eldership Team) received remuneration. The remuneration paid during the year was for the employees role within the church and not for their role as a trustee. The charity's memorandum of articles gives authority for such remuneration to be paid. The total remuneration paid during the year is as follows:

	2023	2022
	£	£
James Shepherd	44,744	44,747
Andrew Bramhall	51,621	-

During the year two trustees incurred out of pocket expenses totalling £3,796 which were all incurred for the day to day running of the charity's activities. (2022: £134)

During the year the total aggregated donations made to the charity by the trustees was £61,220. There were no conditions attached to the donations. (2022: £31,723)

8 Tangible Fixed Assets

	Freehold Property	Musical and Technical Equipment	Office and Computer Equipment	Furniture Fixtures and Fittings £	Total £
Costs					
At 1st September 2022	1,627,252	86,383	15,210	221,867	1,950,712
Additions	-	10,073	774	9,329	20,176
Disposals	-	-	(1,889)	-	-
At 31st August 2023	1,627,252	96,456	14,096	231,196	1,970,888
Depreciation					
At 1st September 2022	-	68,111	15,026	189,662	272,799
Depreciation Charge	-	7,433	441	7,767	15,641
Disposals	-	-	(1,889)	-	-
At 31st August 2023	-	75,544	13,578	197,429	288,440
Net Book Value					
At 31st August 2023	1,627,252	20,912	518	33,767	1,682,448
At 31st September 2022	1,627,252	18,272	184	32,205	1,677,913

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

9 Long Term Loan Debtor

The loan represents deferred consideration arising from the sale in August 2019 of the charity's Rickleton property to House of Destiny Ministries. The loan is interest free and is secured by a legal charge over the Rickleton property. The loan is repayable in annual instalments of £15,000 expiring in December 2029.

	2023	2022
	£	£
Between one and two years	30,000	30,000
Between three and five years	45,000	45,000
After more than five years	15,000	30,000
	<u>90,000</u>	<u>105,000</u>

10 Debtors

	2023	2022
	£	£
Accounts receivable	41,949	-
Gift Aid recoverable	7,726	6,089
Prepayments	9	4,290
Other debtors	-	-
Loan	15,000	15,000
	<u>64,684</u>	<u>25,379</u>

11 Creditors: amounts falling due within one year

	2023	2022
	£	£
Members loans	30,000	15,000
Bank loan (secured)	28,000	28,000
Trade creditors	5,898	4,896
Accruals	852	5,376
Deferred income	970	-
Credit card	1,409	2,315
	<u>67,129</u>	<u>55,587</u>

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

12 Creditors: amounts falling due after one year

	2023	2022
	£	£
Members loans	90,000	105,000
Bank loan (secured)	420,695	444,002
	<u>510,695</u>	<u>549,002</u>

The members loans are unsecured, interest free and repayable in a timescale that works for the charity.

The bank loan is fully secured on the CastleGate freehold property. It is repayable by instalments, maturing in 2036. The amount due at 31 August 2023 is analysed as follows:

	2023	2022
	£	£
Within one year	28,000	28,000
Between one and two years	56,000	56,000
Between three and five years	84,000	84,000
After more than five years	280,695	304,002
	<u>448,695</u>	<u>472,002</u>

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

13 Analysis of Charitable Funds

Unrestricted Funds

	1 Sept 22 £	Income £	Expenditure £	Transfers £	31 Aug 2023 £
Unrestricted					
General	19,076	602,390	(419,734)	(181,732)	20,000
Events & chargeables	-	26,672	(24,356)	(985)	1,331
	19,076	629,062	(444,090)	(182,717)	21,331

Designated

Building, assets & mortgage	1,205,911	-	(25,914)	38,757	1,218,754
Working capital	78,000	-	-	-	78,000
Big ticket building	121,394	31,675	(178,778)	173,555	147,846
Building development fund	87,751	-	-	(87,751)	-
Mission, social action & partnerships	18,097	-	(28,804)	30,616	19,909
International leadership	-	-	-	7,500	7,500
	1,511,153	31,675	(233,496)	162,677	1,472,009
Total Unrestricted	1,530,229	660,737	(677,586)	(20,040)	1,493,340

Restricted Funds

Gifts	722	10,469	(10,851)	-	340
Alpha food gift	197	-	(197)	-	-
Welcome boxes	345	-	(345)	-	-
Mission, social action & partnerships: CRW	-	56,866	(39,770)	20,040	37,136
Gift day 2022	-	133,094	(21,084)	-	112,010
Punjab trip restricted gift	-	1,000	-	-	1,000
Total Restricted	1,264	201,429	(72,247)	20,040	150,486

Total Funds	1,531,493	862,166	(749,833)	-	1,643,826
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City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

Analysis of Charitable Funds cont.

Unrestricted Funds

	1 Sept 21 £	Income £	Expenditure £	Transfers £	31 Aug 2022 £
Unrestricted					
General	39,392	597,986	(390,239)	(228,063)	19,076
	39,392	597,986	(390,239)	(228,063)	19,076
Designated					
Building, assets & mortgage	1,165,707	-	(19,394)	59,598	1,205,911
Working capital	78,000	-	-	-	78,000
Big ticket building	76,000	-	(11,415)	56,809	121,394
Building development fund	25,184	-	(9)	62,576	87,751
Mission, social action & partnerships	-	-	(30,638)	48,735	18,097
	1,344,891	-	(61,456)	227,718	1,511,153
Total Unrestricted	1,384,283	597,986	(451,695)	(345)	1,530,229
Restricted Funds					
Gifts	-	16,721	(15,999)	-	722
Alpha food gift	832	-	(635)	-	197
Welcome boxes	2,285	-	(1,940)	-	345
Mission, social action & partnerships: CRW	-	20,000	(20,345)	345	-
Total Restricted	3,117	36,721	(38,919)	345	1,264
Total Funds	1,387,400	634,707	(490,614)	-	1,531,493

Fund Transfers

Building, assets & mortgage	Transfer for the fund balance to match the closing fixed asset balance less secured mortgage.
Big ticket building	Transfer to increase the designated fund.
Building development fund	Transfer to increase the designated fund.
Mission, social action & partnerships	Transfer to increase the designated fund.

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

Fund Descriptions

Designated Funds

Building, assets & mortgage	Fund balance to match the closing fixed asset balance less secured mortgage.
Working capital	Fund established to ringfence the organisations essential reserves balance in line with the updated reserves policy.
Big ticket building	Fund set aside for replacing and renewing significant and large building items.
Building development fund	Fund set aside for overall building development work.
Mission, social action & partnerships	Grants Funding for a City Refugee Welcome Co-ordinator.
International leadership development fund	Money set aside for enabling individuals from overseas to come to the UK to serve the church and to study.

Restricted Funds

Gifts	Restricted one-off offerings where money is passed on.
Alpha food gift	A restricted gift for Alpha Course Food.
Welcome boxes	Grant for provision welcoming refugees to the church.
Mission, social action & partnerships: CRW	Grants Funding for a City Refugee Welcome Co-ordinator.
Gift day 2022	Special Offering for Church Building works and Establishing a CAP Centre
Punjab trip restricted gift	Restricted Gift to be used towards an overseas trip

City Church Newcastle

Year Ended 31 August 2023

Notes to the Financial Statements

14 Analysis of Net Assets Between Funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2023 £
Fixed assets	1,772,448	-	1,772,448
Current assets	298,715	150,486	449,201
Creditors less than 1 year	(67,129)	-	(67,129)
Creditors after one 1 year	(510,695)	-	(510,695)
	<u>1,493,340</u>	<u>150,486</u>	<u>1,643,826</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Fixed assets	1,782,913	-	1,782,913
Current assets	351,905	1,264	353,169
Creditors less than 1 year	(55,587)	-	(55,587)
Creditors after one 1 year	(549,002)	-	(549,002)
	<u>1,530,229</u>	<u>1,264</u>	<u>1,531,493</u>

15 Company Status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

16 Related Party Transactions

There were no related party transactions which took place during the year (2022: £0).

17 Prior Period Adjustment

In the year ending 31st August 2022, £11,910 of building work professional fees were capitalised. However, during the accounts examination for the year ending 31st August 2023 (when the majority of the building work was completed) it was concluded that the nature of the building work carried out did not meet the criteria to recognise it as an asset and therefore the capitalisation of the 2022 expenses have reversed and associated depreciation removed. The 2022 figures in this set of accounts have been adjusted accordingly.

	Original £	Restated £
Fixed asset net book value	1,688,632	1,677,913
Unrestricted fund balance	1,540,948	1,530,229

Accounts

Registered Charity no. 1133178
Registered Company no. 06972512

City Church Newcastle
Trustees Annual Report and Accounts
Year Ended 31 August 2022



WYATT & CO

Chartered Accountants
125 Main Street
Garforth
Leeds
LS25 1AF

City Church Newcastle

Year Ended 31 August 2022

Contents Page

	Page
Legal and Administrative Information	1
Trustees Annual Report	2
Independent Examiners Report	7
Statement of Financial Activities	8
Statement of Financial Position	9
Statement of Cash Flows	10
Notes to the Financial Statements	11

City Church Newcastle

Year Ended 31 August 2022

Legal and Administrative Information

Reference

The Charity is called 'City Church Newcastle' also known as City Church.

Registered Charity Number 1133178

Registered Company Number 06972512

Registered Office
The CastleGate
Melbourne Street
Newcastle upon Tyne
NE1 2JQ

Website www.city-church.co.uk

Trustees and Directors

Janet Mary Smith	<i>Chair of trustees</i>
James Keith Senior	<i>Appointed 9 November 2022</i>
Bethan Sian Elliot	<i>Appointed 11 March 22</i>
Michelle Ruth Reed	
Rebecca Jane Mason	
James Paul Shepherd	
Philip Mungall Fothergill	
James Faraday	<i>Resigned 13 July 2022</i>
Andrew Robert Kahn	<i>Resigned 31 December 2021</i>

Key Management Personnel The Board of Trustees and Eldership Team

Primary Bankers
Barclays Bank PLC
49-51 Northumberland Street
Newcastle upon Tyne
NE1 7AF

Solicitors
Hay & Kilner
Merchant House, 30 Cloth Market
Newcastle upon Tyne
NE1 1EE

Independent Examiner
Nigel Wyatt BSC FCA
Wyatt & Co Chartered Accountants
125 Main Street, Garforth
Leeds, LS25 1AF

City Church Newcastle

Year Ended 31 August 2022

Trustees Annual Report

Structure, governance and management

Governing document

City Church Newcastle is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 25 July 2009.

The charitable company was incorporated on 25 July 2009 (registration number 06972512) in order to provide a distinct legal entity to carry out the activities of City Church Newcastle which since 1989 had been undertaken through a charitable trust. The company was registered with the Charity Commission on 8 December 2009.

On 1 January 2010, the entire assets, liabilities and undertakings of City Church Newcastle charitable trust (charity number 702322) were transferred to the charitable company.

There are currently three subscribers, each of whom agree to contribute £1 in the event of the charitable company winding up.

Appointment and retirement of directors

The leadership team are authorised to appoint new directors to fill vacancies arising through resignation or death of an existing director.

Directors' induction and training

The Charity Commission website is used to keep directors up to date with developments in the charitable sector. We also maintain links with Stewardship Services and the Evangelical Alliance who arrange training and circulate advice to directors.

Organisation

The direction of the Church and the priorities of the year are set by the Leadership team of the Church (also known as the Senior Leadership Team). The main instrument that governs expenditure through the year is the annual budget, which is drawn up by the finance team in consultation with those leading areas of ministry in the Church and is aimed at fulfilling the priorities set by the Leadership team. The budget is then agreed by the Leadership team and by the directors. Progress through the year is monitored by the Finance team. The directors meet six times each year. Budgets are monitored, policy is set and new initiatives agreed.

Day to day management of the Church finances is delegated to the Finance team. A computerised accounting system is used and bi-monthly reports from this are sent to all directors and those on the Leadership team. A member of staff keeps the books and all associated paperwork; all giving is recorded using the ChurchSuite system. Online payments are under the control of the finance officer.

In setting our objectives and planning our activities, the board of directors have regard to the Charity Commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

City Church Newcastle

Year Ended 31 August 2022

Trustees Annual Report

Risk management

The directors have identified risks and taken steps to mitigate them:

- Risks to buildings and contents are insured.
- Public liability risks are insured.
- A safeguarding policy is in place including vetting procedures. The Safeguarding co-ordinator has the full backing of the leadership team and directors to implement the policy across all areas of Church life. The Church is a member of thirty-one:eight, formerly known as CCPAS; we are advised by them and run training provided by them.
- The fire safety risk has been assessed. Detection and fire fighting equipment is maintained to current standards. An evacuation policy is in place with designated responsibilities. All those involved were offered training during the year.
- Our financial risk was assessed and our reserves policy reviewed. In the event of the Church being unable to repay the bank loan, the buildings have more than sufficient equity.

A member of staff is charged with health and safety and risk assessing.

Objectives and activities

The ***objectives*** of the Church community are:-

- The advancement of the Christian Faith.
- The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.
- The provision of instruction in the Christian Faith at any educational establishment.

Purpose

City Church has the following vision and strategy:

Identity – who are we?

Enjoying God, Making Friends, Changing Lives

Vision – where are we going?

Gathering Thousands to Jesus

Strategy – how are we going to get there?

- Making Room
- Drinking Deeply
- Living Generously
- Stewarding Faithfully

Our values – what really matters to us?

- Grace: life-changing unconditional love
- Authenticity: discovering the truth of who we are
- Leadership: equipping everyone to flourish and thrive
- Courage: passionate enough to take bold steps

City Church Newcastle

Year Ended 31 August 2022

Trustees Annual Report

Achievements

September 2021 to August 2022 has been a time of emerging from Covid, growth and change at City Church. We are profoundly thankful to God for the way he has led us through this season, and the patience, generosity and faith with of the City Church family. So much love, kindness, care and understanding has been expressed within the community and also given and received with friends and neighbours across the city and beyond.

Some of our highlights are shown below:

Making Room for new people to come in

It has been wonderful to see the church family growing and becoming more diverse over the last year or so which is particularly notable on a Sunday morning.

Our City Kids groups are also doing well. We have seen lots of new families join the church and have safely recruited many new volunteers to serve in our City Kids teams. We have also launched a new group for middle school age children (years 5-8) which gathers on a Thursday evening as well as on a Sunday morning.

Similarly, our student, youth groups and around 20 City Groups have been going from strength to strength - creating contexts for people to build community and grow in their faith.

We invest in training and supporting our group and ministry leaders who play such a vital role in church life, and have provided them support and advice to help in discipling and building their group life and outreach.

Behind the scenes, we have continued to improve our systems to help new people connect into church life, and have received excellent feedback from new folk about the proactive and constructive way we have helped them to connect into community life as well as Sunday attendance.

Drinking deeply of God's love

We have continued to prioritise being a praying church in 2021-22. People gather every weekday morning to pray on zoom and we have led many other prayer and worship initiatives which have engaged 100s of people such as our 24-7 Prayer Rooms and our Encounter Nights. We also continue to share pastoral and prayer needs via our "Donkey Prayer" prayer chain emails.

Our prophetic team serve the church through helping members to connect to God and to learn to discern his voice, they also gather to pray for the church, and provide input to our leadership team. They have been very active in seeking God with individuals and groups across the church

Living generously

2021-22 has seen us step out in living generously and investing in projects to serve the City and serve the poor like never before.

In January 2022 we started a new social action initiative to support families seeking asylum who were living in a hotel in Gateshead by invitation of Gateshead Council, North East Migration Partnership (NEMP) and Mears Group. The project was initially piloted with funds from City Church and after securing funding from Sir James Knott Trust, NEMP and Joseph Rank Trust the work developed into an ongoing ministry that is now employing an Iranian Refugee who is also a Church member. He co-ordinates the support from City Church volunteers and links residents to other churches and community support to improve their physical, emotional, and spiritual wellbeing.

We have launched a community food pantry in the local area of Shieldfield in partnership with other local churches.

City Church Newcastle

Year Ended 31 August 2022

Trustees Annual Report

We are now taking steps towards launching a Debt Support Centre, in partnership with Christians Against Poverty.

We continue to partner with our Catalyst Church family, particularly some churches in the North East of England, in supporting church planting locally and globally.

We continued to support and partner with Foundations Zambia, a farming and discipleship programme run by our friends and former members, Ben and Cat Frampton, as well as other key strategic partners.

We plan to continue and expand our investment in serving the poor, preaching the gospel and working with others to transform the world.

Stewarding faithfully the resources God gives us

The CastleGate

Much of the Church's activities usually take place at our Grade 2 listed building called The CastleGate in the centre of Newcastle upon Tyne. Throughout the year the building also provides a community space for local charities to meet, as well as office and classroom space for other local charities.

We are currently doing high level external building repairs on our building.

Financial review

The church is currently in a good financial position.

Our regular giving this year increased to £357,094 compared with £328,102 in 2021-22, and we continue to be very thankful for the financial commitment of Church members, particularly in these difficult times.

The statement of financial activities shows net income of £154,812 in 2021-22, and the cash balance increased from £224,784 to £327,790 during the 2021-22 financial year.

In preparation for building works that will take place in the 2022-23 financial year, the church has set aside £209,145 of this amount for this project.

Investment policy

Surplus funds are held in interest bearing accounts which allow easy access to the funds should the need arise. A review of returns is periodically undertaken to ensure a competitive return and the maximum security of our funds.

Reserves policy

The Church aims to hold a minimum of two months of expenditure as free reserves (£78,000). At 31 August 2022, we held free reserves of £97,076, providing some extra reserves (in addition to the £209,145 set aside for building works).

Public Benefit

In considering the activities, the Trustees have had regard to the guidance issued by the Charity Commission on public benefit.

City Church Newcastle

Year Ended 31 August 2022

Trustees Annual Report

Statement of the directors' responsibilities in relation to the financial statements

The directors are responsible for preparing the Directors' 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 directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period.

In preparing these financial statements, the directors 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors are responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the directors and signed on their behalf by:



Director Janet Smith

Date: 23/05/2023

City Church Newcastle

Year Ended 31 August 2022

Independent Examiners Report

I report to the Trustees on my examination of the financial statements of City Church Newcastle ('the charity') for the year ended 31st August 2022.

Responsibilities and basis of report

As the Trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of 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 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.



Nigel Wyatt BSC FCA
Independent Examiner
125 Main Street
Garforth
Leeds
LS25 1AF

Date: 24/05/2023

City Church Newcastle

Year Ended 31 August 2022

Statement of Financial Activities

		Unrestricted Funds	2022 Restricted Funds	Total Funds	2021 Total Funds
	Note	£	£	£	£
Income					
Donations and legacies		518,699	36,721	555,420	485,141
Charitable activities		13,427	-	13,427	1,522
Other trading activities		65,322	-	65,322	79,538
Investment income		80	-	80	31
Other income		458	-	458	-
Total Income	2	<u>597,986</u>	<u>36,721</u>	<u>634,707</u>	<u>566,232</u>
Expenditure					
Expenditure on charitable activities	3	<u>440,976</u>	<u>38,919</u>	<u>479,895</u>	<u>415,338</u>
Total Expenditure		<u>440,976</u>	<u>38,919</u>	<u>479,895</u>	<u>415,338</u>
Net income / (expenditure)		<u>157,010</u>	<u>(2,198)</u>	<u>154,812</u>	<u>150,894</u>
Net income and net movement in funds					
Total funds brought forward	13	1,384,283	3,117	1,387,400	1,236,506
Transfers		<u>(345)</u>	<u>345</u>	<u>-</u>	<u>-</u>
Total funds carried forward		<u>1,540,948</u>	<u>1,264</u>	<u>1,542,212</u>	<u>1,387,400</u>

All income and expenditure derive from continuing activities.

The statement is a combined Statement of Financial Activities and Income and Expenditure Account for the purposes of meeting both Companies Act and charity SORP reporting requirements.

City Church Newcastle

Year Ended 31 August 2022

Statement of Financial Position

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	8	1,688,632	1,665,915
Long term loan debtor	9	105,000	120,000
Current assets			
Debtors	10	25,379	23,466
Cash at bank and in hand		327,790	224,784
		<u>353,169</u>	<u>248,250</u>
Creditors: amounts falling due within one year	11	<u>55,587</u>	<u>54,557</u>
Net current assets		297,582	193,693
Creditors: amounts falling due after one year	12	<u>549,002</u>	<u>592,208</u>
Net assets	14	<u>1,542,212</u>	<u>1,387,400</u>
Funds of the charity			
Restricted funds	13	1,264	3,117
Unrestricted funds	13		
Unrestricted general		19,076	39,392
Designated funds		<u>1,521,872</u>	<u>1,344,891</u>
		<u>1,540,948</u>	<u>1,384,283</u>
Total charity funds		<u>1,542,212</u>	<u>1,387,400</u>

Directors Responsibilities

The Directors are satisfied that for the year ended on 31st August 2022 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner.

The Directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with FRS 102 (effective January 2019).

Name of Trustee:

Janet Smith

Signed on behalf of the Trustees:

J.M. Smith.

Date of approval:

23/05/2023

City Church Newcastle

Year Ended 31 August 2022

Statement of Cash Flows

	2022 £	2021 £
Cash flows from operating activities		
Net cash provided by (used in) operating activities	183,964	173,331
	<u>183,964</u>	<u>173,331</u>
Cash flows from investing activities		
Interest	80	31
Purchase of tangible fixed assets	(37,832)	(29,751)
Net cash provided by (used in) investing activities	<u>(37,752)</u>	<u>(29,720)</u>
Cash flows from financing activities		
Repayments on borrowing	(43,206)	(43,694)
Net cash provided by (used in) financing activities	<u>(43,206)</u>	<u>(43,694)</u>
Change in cash and cash equivalents in the reporting period	103,006	99,917
Cash and cash equivalents at the beginning of the reporting period	<u>224,784</u>	<u>124,867</u>
Cash and cash equivalents at the end of the reporting period	<u>327,790</u>	<u>224,784</u>

Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net movement in funds for the reporting period (as per the statement of financial activities)	154,812	150,894
Adjustments for:		
Interest received	(80)	(31)
Depreciation of tangible fixed assets	15,115	9,540
(Increase)/Decrease in debtors	13,087	13,088
Increase/(Decrease) in creditors	<u>1,030</u>	<u>(160)</u>
Net cash provided by (used in) operating activities	<u>183,964</u>	<u>173,331</u>

Analysis of cash and cash equivalents

	2022 £	2021 £
Cash at bank	<u>327,790</u>	<u>224,784</u>
Total cash and cash equivalents	<u>327,790</u>	<u>224,784</u>

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

Basis of Preparation

City Church Newcastle is a registered charity with the Charity Commission for England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The principal activity is to advance the Christian faith in accordance with the statement of beliefs.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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 (FRS 102) issued on 16 July 2014 as amended by Bulletin 1, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Assessment of Going Concern

Preparation of the accounts is on a going concern basis. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Fund Accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal, often known as a 'special offering' in the church.

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

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

Incoming Resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- All voluntary income from members of the church are recognised as donations and are included in full, with associated Gift Aid receivable in the Statement of Financial Activities.
- Grants where entitlement is not conditional on the delivery of specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant.
- Income resources from charitable trading activities such as the letting of the building are accounted for when invoices are drawn up (as at the point of entitlement).
- Donated services and facilities are included at the value to the charity where this can be quantified.
- Gifts in Kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
- Volunteer time, the value of voluntary support for the work of the church, is not included in the accounts but is described in the Trustees Annual Report.
- Investment Income is included in the accounts when receivable.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out the resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees' meetings and cost of any legal advice to trustees on governance or constitutional matters.

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

Tangible fixed assets

Assets over the value of £500 are capitalized. Depreciation is provided on tangible fixed assets at rates calculated to write off the cost of an asset, less its estimated residual value, over the expected useful economic life of that asset, as follows:

Freehold property	Not depreciated
Musical and Technical Equipment	5 years on straight line basis
Office and computer equipment	3 years on straight line basis
Furniture, fixtures and fittings	15% on a straight line basis

In view of the maintenance programme in place which aims to keep the building in good condition, the directors consider that any depreciation of freehold property would be immaterial and accordingly no provision has been made. The carrying amount of the freehold property is reviewed annually for impairment by the directors.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Operating Leases

Rental charges payable under operating leases are charged on a straight line basis over the terms of the lease.

Taxation

The charity is exempt from tax on its charitable activities.

Judgements and key sources of estimation

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 5 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Concessionary loans

The charity initially recognises and measures concessionary loans at the amount received or receivable. The carrying amount is adjusted in subsequent years to reflect repayments and any accrued interest.

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

2 Analysis of Income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations and legacies			
Donations	433,167	14,759	447,926
Gift Aid	84,653	1,962	86,615
Grants	879	20,000	20,879
	<u>518,699</u>	<u>36,721</u>	<u>555,420</u>
Charitable activities			
Church activities	11,509	-	11,509
Serving others	-	-	-
Reimbursements	1,918	-	1,918
	<u>13,427</u>	<u>-</u>	<u>13,427</u>
Other trading activities			
Rental income	65,322	-	65,322
	<u>65,322</u>	<u>-</u>	<u>65,322</u>
Investment Income			
Bank interest	80	-	80
	<u>80</u>	<u>-</u>	<u>80</u>
Other			
Other Income	458	-	458
	<u>458</u>	<u>-</u>	<u>458</u>
Total Income	<u>597,986</u>	<u>36,721</u>	<u>634,707</u>

During the year, the church received £342 (2021: £14,492) from the Governments Covid-19 Job Retention Scheme. There were no unfulfilled conditions of the funds received from the Government during the year.

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

2 Analysis of Income (Continued)

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations and legacies			
Donations	372,690	21,987	394,677
Gift Aid	72,942	3,030	75,972
Grants	14,492	-	14,492
	<u>460,124</u>	<u>25,017</u>	<u>485,141</u>
Charitable activities			
Church activities	742	-	742
Serving others	-	-	-
Reimbursements	780	-	780
	<u>1,522</u>	<u>-</u>	<u>1,522</u>
Other trading activities			
Rental income	79,538	-	79,538
	<u>79,538</u>	<u>-</u>	<u>79,538</u>
Investment Income			
Bank interest	31	-	31
	<u>31</u>	<u>-</u>	<u>31</u>
Total Income	<u>541,215</u>	<u>25,017</u>	<u>566,232</u>

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

3 Expenditure on Charitable Activities By Fund Type

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Activity and Event Costs	23,252	17,207	40,459
Administration Costs	7,033	-	7,033
Bank Charges	1,679	-	1,679
Depreciation	7,422	-	7,422
External Giving	30,638	15,999	46,637
Governance	3,583	-	3,583
Interest	11,972	-	11,972
IT, Equipment and Technology Costs	12,829	611	13,440
Ministry Costs	9,221	-	9,221
Premises Costs	77,350	-	77,350
Staff Expenses	8,846	-	8,846
Staff Salaries	244,829	5,102	249,931
Volunteer Expenses	2,322	-	2,322
	<u>440,976</u>	<u>38,919</u>	<u>479,895</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Activity and Event Costs	6,291	-	6,291
Administration Costs	5,502	-	5,502
Bank Charges	1,482	127	1,609
Depreciation	8,990	-	8,990
External Giving	27,445	25,067	52,512
Governance	2,275	-	2,275
Interest	9,870	-	9,870
IT, Equipment and Technology Costs	11,352	-	11,352
Ministry Costs	2,512	-	2,512
Premises Costs	65,384	-	65,384
Staff Expenses	3,657	-	3,657
Staff Salaries	242,305	-	242,305
Volunteer Expenses	3,079	-	3,079
	<u>390,144</u>	<u>25,194</u>	<u>415,338</u>

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

4 Volunteers

The church benefits greatly from the voluntary contributions of time and money by its formal members and regular attendees. Please refer to the trustees' report for further detail about volunteer contributions in the organisation.

5 Independent examination fees

Fees payable to the independent examiner for:

	2022	2021
	£	£
Independent examination and preparation of the financial statements	1,981	2,040

6 Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2022	2021
	£	£
Wages and salaries	206,967	216,142
Social security costs	9,405	8,593
Employer contributions to pension plans	17,911	17,570
	<u>234,283</u>	<u>242,305</u>

The average head count of employees during the year was as follows:

	2022	2021
Average Head Count	14	14

No employees received employee benefits of more than £60,000 during the year or the prior year.

Key Management Personnel

The charity considers its key management personnel to be The Board of Trustees together with the Eldership Team. The total employee benefits received by the key management personnel (including employer national insurance and pension contributions) was £77,364 (2021: £89,589).

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

7 Trustee Remuneration, Expenses and Donations

During the year one trustee (who is also a member of the Eldership Team) received remuneration. The remuneration paid during the year is for the employee's role within the church and not for their role as a trustee. The charity's memorandum of articles gives authority for such remuneration to be paid. The total remuneration paid during the year is as follows:

	2022	2021
	£	£
James Shepherd	44,747	40,710

During the year two trustees incurred out of pocket expenses totalling £135.95 which were all incurred for the day to day running of the charity's activities. (2021: £45.39)

During the year the total aggregated donations made to the charity by the trustees was £31,723. There were no conditions attached to the donations. (2021: £21,750)

8 Tangible Fixed Assets

	Freehold Property	Musical and Technical Equipment	Office and Computer Equipment	Furniture Fixtures and Fittings £	Total £
Costs					
At 1st September 2021	1,627,252	68,490	15,210	213,838	1,924,790
Additions	11,910	17,893	-	8,029	37,832
At 31st August 2022	1,639,162	86,383	15,210	221,867	1,962,622
Depreciation					
At 1st September 2021	-	62,693	12,954	183,228	258,875
Depreciation Charge	1,191	5,418	2,072	6,434	15,115
At 31st August 2022	1,191	68,111	15,026	189,662	273,990
Net Book Value					
At 31st August 2022	1,637,971	18,272	184	32,205	1,688,632
At 31st September 2021	1,627,252	5,797	2,256	30,610	1,665,915

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

9 Long Term Loan Debtor

The loan represents deferred consideration arising from the sale in August 2019 of the charity's Rickleton property to House of Destiny Ministries. The loan is interest free and is secured by a legal charge over the Rickleton property. The loan is repayable in annual instalments of £15,000 expiring in December 2029.

	2022	2021
	£	£
Between one and two years	30,000	30,000
Between three and five years	45,000	45,000
After more than five years	30,000	45,000
	<u>105,000</u>	<u>120,000</u>

10 Debtors

	2022	2021
	£	£
Accounts receivable	-	1,579
Gift Aid recoverable	6,089	6,045
Prepayments	4,290	500
Other debtors	-	342
Loan	15,000	15,000
	<u>25,379</u>	<u>23,466</u>

11 Creditors: amounts falling due within one year

	2022	2021
	£	£
Members loans	15,000	15,000
Bank loan (secured)	28,000	28,000
Trade creditors	4,896	7,881
Accruals	5,376	2,040
Credit card	2,315	1,636
	<u>55,587</u>	<u>54,557</u>

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

12 Creditors: amounts falling due after one year

	2022	2021
	£	£
Members loans	105,000	120,000
Bank loan (secured)	444,002	472,208
	<u>549,002</u>	<u>592,208</u>

The members loans are unsecured, interest free and repayable in a timescale that works for the charity.

The bank loan is fully secured on the CastleGate freehold property. It is repayable by instalments, maturing in 2036. The amount due at 31 August 2022 is analysed as follows:

	2022	2021
	£	£
Within one year	28,000	28,000
Between one and two years	56,000	56,000
Between three and five years	84,000	84,000
After more than five years	276,002	304,208
	<u>444,002</u>	<u>472,208</u>

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

13 Analysis of Charitable Funds

Unrestricted Funds

	1 Sept 21 £	Income £	Expenditure £	Transfers £	31 Aug 2022 £
Unrestricted					
General	39,392	597,986	(390,239)	(228,063)	19,076
	39,392	597,986	(390,239)	(228,063)	19,076
Designated					
Buildng, Assets & Mortgage	1,165,707	-	(19,394)	70,317	1,216,630
Working Capital	78,000	-	-	-	78,000
Big Ticket Building	76,000	-	(696)	46,090	121,394
Building Development Fund	25,184	-	(9)	62,576	87,751
Mission, Social Action & Partnerships	-	-	(30,638)	48,735	18,097
	1,344,891	-	(50,737)	227,718	1,521,872
Total Unrestricted	1,384,283	597,986	(440,976)	(345)	1,540,948
Restricted Funds					
Gifts	-	16,721	(15,999)	-	722
Alpha Food Gift	832	-	(635)	-	197
Welcome Boxes	2,285	-	(1,940)	-	345
Mission, Social Action & Partnerships: CRW	-	20,000	(20,345)	345	-
Total Restricted	3,117	36,721	(38,919)	345	1,264
Total Funds	1,387,400	634,707	(479,895)	-	1,542,212

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

	1 Sept 20 £	Income £	Expenditure £	Transfers £	31 Aug 2021 £
Unrestricted					
General	121,614	541,215	(369,854)	(253,583)	39,392
	121,614	541,215	(369,854)	(253,583)	39,392
Designated					
Building, Assets & Mortgage	1,086,877	-	(18,859)	97,689	1,165,707
Working Capital	-	-	-	78,000	78,000
Big Ticket Building	24,848	-	-	51,152	76,000
Building Development Fund	-	-	(1,431)	26,615	25,184
	1,111,725	-	(20,290)	253,456	1,344,891
Total Unrestricted	1,233,339	541,215	(390,144)	(127)	1,384,283
Restricted Funds					
Gifts	-	25,017	(25,144)	127	-
Alpha Food Gift	832	-	-	-	832
Welcome Boxes	2,335	-	(50)	-	2,285
Total Restricted	3,167	25,017	(25,194)	127	3,117
Total Funds	1,236,506	566,232	(415,338)	-	1,387,400

Fund Transfer

Building, Assets & Mortgage	Transfer for the fund balance to match the closing fixed asset balance less secured mortgage.
Big Ticket Building	Transfer to increase the designated fund.
Building Development Fund	Transfer to increase the designated fund.
Mission, Social Action & Partnerships	Transfer to increase the designated fund.

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

Fund Descriptions

Designated Funds

Building, Assets & Mortgage	Fund balance to match the closing fixed asset balance less secured mortgage.
Working Capital	Fund established to ringfence the organisations essential reserves balance in line with the updated reserves policy.
Big Ticket Building	Fund set aside for replacing and renewing significant and large building items.
Building Development Fund	Fund set aside for overall building development work.
Mission, Social Action & Partnerships	Grants Funding for a City Refugee Welcome Co-ordinator.

Restricted Funds

Gifts	Restricted one-off offerings where money is passed on.
Alpha Food Gift	A restricted gift for Alpha Course Food.
Welcome Boxes	Grant for provision welcoming refugees to the church.
Mission, Social Action & Partnerships: CRW	Grants Funding for a City Refugee Welcome Co-ordinator.

14 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Fixed Assets	1,793,632	-	1,793,632
Current Assets	351,905	1,264	353,169
Creditors less than 1 year	(55,587)	-	(55,587)
Creditors after one 1 year	(549,002)	-	(549,002)
	<u>1,540,948</u>	<u>1,264</u>	<u>1,542,212</u>
	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Fixed Assets	1,785,915	-	1,785,915
Current Assets	245,133	3,117	248,250
Creditors less than 1 year	(54,557)	-	(54,557)
Creditors after one 1 year	(592,208)	-	(592,208)
	<u>1,384,283</u>	<u>3,117</u>	<u>1,387,400</u>

City Church Newcastle

Year Ended 31 August 2022

Notes to the Financial Statements

15 Company Status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

16 Related party transactions

There were no related party transactions which took place during the year (2021: £0).

Accounts

Registered Charity no. 1133178
Registered Company no. 06972512

City Church Newcastle
Trustees Annual Report and Accounts
Year Ended 31 August 2021



WYATT & CO

Chartered Accountants
125 Main Street
Garforth
Leeds
LS25 1AF

City Church Newcastle

Year Ended 31 August 2021

Contents Page

	Page
Legal and Administrative Information	1
Trustees Annual Report	2
Independent Examiners Report	7
Statement of Financial Activities	8
Statement of Financial Position	9
Statement of Cash Flows	10
Notes to the Financial Statements	11

City Church Newcastle

Year Ended 31 August 2021

Legal and Administrative Information

Reference

The Charity is called 'City Church Newcastle' also known as City Church.

Registered Charity Number 1133178

Registered Company Number 06972512

Registered Office The CastleGate
Melbourne Street
Newcastle upon Tyne
NE1 2JQ

Website www.city-church.co.uk

Trustees and Directors	Bethan Elliott	<i>Appointed 11 March 2022</i>
	James Faraday	
	Philip Forthgill	
	Rebecca Mason	<i>Appointed 10 March 2021</i>
	James Shepherd	
	Janet Smith	<i>Chair of Trustees</i>
	Andrew Kahn	<i>Resigned 31 December 2021</i>
	Michelle Reed	<i>Appointed 10 March 2021</i>
	Simphiwe Swakamisa	<i>Resigned 10 March 2021</i>

Key Management Personnel The Board of Trustees and Eldership Team

Primary Bankers Barclays Bank PLC
49-51 Northumberland Street
Newcastle upon Tyne
NE1 7AF

Solicitors Hay & Kilner
Merchant House, 30 Cloth Market
Newcastle upon Tyne
NE1 1EE

Independent Examiner: Nigel Wyatt BSC FCA
Wyatt & Co Chartered Accountants
125 Main Street, Garforth
Leeds, LS25 1AF

City Church Newcastle

Year Ended 31 August 2021

Trustees Annual Report

Structure, governance and management

Governing document

City Church Newcastle is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 25 July 2009.

The charitable company was incorporated on 25 July 2009 (registration number 06972512) in order to provide a distinct legal entity to carry out the activities of City Church Newcastle which since 1989 had been undertaken through a charitable trust. The company was registered with the Charity Commission on 8 December 2009.

On 1 January 2010, the entire assets, liabilities and undertakings of City Church Newcastle charitable trust (charity number 702322) were transferred to the charitable company.

There are currently three subscribers, each of whom agree to contribute £1 in the event of the charitable company winding up.

Appointment and retirement of directors

The leadership team are authorised to appoint new directors to fill vacancies arising through resignation or death of an existing director.

Directors' induction and training

The Charity Commission website is used to keep directors up to date with developments in the charitable sector. We also maintain links with Stewardship Services and the Evangelical Alliance who arrange training and circulate advice to directors.

Organisation

The direction of the Church and the priorities of the year are set by the Leadership team of the Church (also known as the Elders' team). The main instrument that governs expenditure through the year is the annual budget, which is drawn up by the finance team in consultation with those leading areas of ministry in the Church and is aimed at fulfilling the priorities set by the Leadership team. The budget is then agreed by the Leadership team and by the directors. Progress through the year is monitored by the Finance team. The directors meet six times each year. Budgets are monitored, policy is set and new initiatives agreed.

Day to day management of the Church finances is delegated to the Finance team. A computerised accounting system is used and bi-monthly reports from this are sent to all directors and those on the Leadership team. A member of staff keeps the books and all associated paperwork; all giving is recorded using the ChurchSuite system. Online payments are under the control of the finance officer.

In setting our objectives and planning our activities, the board of directors have regard to the Charity Commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

City Church Newcastle

Year Ended 31 August 2021

Trustees Annual Report

Risk management

The directors have identified risks and taken steps to mitigate them:

- Risks to buildings and contents are insured.
- Public liability risks are insured.
- A safeguarding policy is in place including vetting procedures. The Safeguarding co-ordinator has the full backing of the leadership team and directors to implement the policy across all areas of Church life. The Church is a member of thirty-one:eight, formerly known as CCPAS; we are advised by them and run training provided by them.
- The fire safety risk has been assessed. Detection and fire fighting equipment is maintained to current standards. An evacuation policy is in place with designated responsibilities. All those involved were offered training during the year.
- Our financial risk was assessed and our reserves policy reviewed. In the event of the Church being unable to repay the bank loan, the buildings have more than sufficient equity.

A member of staff is charged with health and safety and risk assessing.

Objectives and activities

The **objectives** of the Church community are:-

- The advancement of the Christian Faith.
- The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.
- The provision of instruction in the Christian Faith at any educational establishment.

Purpose

City Church has the following vision and strategy:

Identity – who are we?

Enjoying God, Making Friends, Changing Lives

Vision – where are we going?

Gathering Thousands to Jesus

Strategy – how are we going to get there?

- Making Room
- Drinking Deeply
- Living Generously
- Stewarding Faithfully

Our values – what really matters to us?

- Grace: life-changing unconditional love
- Authenticity: discovering the truth of who we are
- Leadership: equipping everyone to flourish and thrive
- Courage: passionate enough to take bold steps

City Church Newcastle

Year Ended 31 August 2021

Trustees Annual Report

Achievements

September 2020 to August 2021 has been a time of rapid change and uncertainty for people across the globe. We are profoundly thankful to God for the way he has led us through this season, and the patience, generosity and faith with which the City Church family has adapted along the “covid journey”. So much love, kindness, care and understanding has been expressed within the community and also given and received with friends and neighbours across the city and beyond. And the power of technology has enabled us to connect to many new people locally and across the world as never before.

Some of our highlights are shown below:

Making Room for new people to come in

Having been required to move church life almost entirely online in March 2020 this year has seen us slowly but surely re-gathering in person, as rules have permitted. In November 2020 we regathered people in a safe and socially distanced way for the first time. There have been further spells of lockdowns and restrictions but since July 2021 we have been able to gather largely without restrictions whilst still streaming a high quality experience online.

It has been wonderful to see the church family growing and becoming more diverse as we have emerged from Covid.

Our City Kids groups have also been able to regather in person again. We have seen lots of new families join the church and have safely recruited many new volunteers to serve in our City Kids teams.

Similarly our student, youth groups and around 20 City Groups have been able to begin meeting together in person again creating contexts for people to build community and grow in their faith.

We invest in training and supporting our group leaders who play such a vital role in church life, and have provided them support and advice, as well as a range of excellent online courses to help in discipling and building their group life and outreach.

Behind the scenes, we have continued to improve our systems to help new people connect into church life, and have received excellent feedback from new folk about the proactive and constructive way we have helped them to connect into community life as well as Sunday attendance.

Drinking deeply of God's love

We have continued to prioritise being a praying church in 2020-21. People gather every week day morning to pray on zoom and we have led many other prayer and worship initiatives which have engaged 100s of people. We also continue to share pastoral and prayer needs via our “Donkey Prayer” prayer chain emails.

Our prophetic team serve the church through helping members to connect to God and to learn to discern his voice, they also gather to pray for the church, and provide input to our leadership team. They have been very active in seeking God with individuals and groups across the church.

City Church Newcastle

Year Ended 31 August 2021

Trustees Annual Report

Living generously

In 2020-21 we decided to use at least 10% of our budget to invest in mission, social justice and partnerships as well as regularly inviting people to give to one off local and global funds. This has represented a significant increase in our giving “beyond ourselves”.

We continue to partner with our Catalyst Church family, particularly some churches in the North East of England, in supporting church planting locally and globally.

We continued to support and partner with Foundations Zambia, a farming and discipleship programme run by our friends and former members, Ben and Cat Frampton, and were able to assist them financially and practically in enjoying a well-earned sabbatical in the UK in summer 2021.

We plan to continue and expand our investment in serving the poor, preaching the gospel and working with others to transform the world.

Stewarding faithfully the resources God gives us

The CastleGate

Much of the Church’s activities usually take place at our Grade 2 listed building called The CastleGate in the centre of Newcastle upon Tyne. Throughout the year the building also provides a community space for local charities to meet, as well as office and classroom space for other local charities.

We have worked hard over the course of the year to create a Covid safe environment and implement government guidelines, to ensure that staff and visitors can return to the building safely.

This we have also refurbished and redecorated our 3rd floor meeting space creating a welcoming environment enjoyed by various church groups including our Student and City Kids ministries.

Financial review

The statement of financial activities shows net unrestricted income of £151,071 for the period ending 31st of August 21, with higher income, and lower than anticipated expenditure due to Covid-19 restrictions.

Our regular giving this year increased to £376,112, compared with £240,280 in the prior financial year (which was only 8 months rather than 12).

We continue to be very thankful for the financial commitment of Church members, particularly in these difficult times.

Our cash balances increased by the end of the financial period to £224,784 (up from the prior year end which was £124,867

Investment policy

Surplus funds are held in interest bearing accounts which allow easy access to the funds should the need arise. A review of returns is periodically undertaken to ensure a competitive return and the maximum security of our funds.

Reserves policy

The Church aims to hold a minimum of two months of expenditure as free reserves (£78,000). At 31 August 2021, we held free reserves of £218,576, with some of this set aside for building improvement works.

City Church Newcastle

Year Ended 31 August 2021

Trustees Annual Report

Public Benefit

In considering the activities, the Trustees have had regard to the guidance issued by the Charity Commission on public benefit.

Statement of the directors' responsibilities in relation to the financial statements

The directors are responsible for preparing the Directors' 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 directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period.

In preparing these financial statements, the directors 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors are responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the directors and signed on their behalf by:



Director

James Paul Shepherd

Date:

23/06/2022

City Church Newcastle

Year Ended 31 August 2021

Independent Examiners Report

I report to the Trustees on my examination of the financial statements of City Church Newcastle ('the charity') for the year ended 31st August 2021.

Responsibilities and basis of report

As the Trustees of the charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

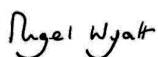
Independent examiner's statement

I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales (ICAEW), which is one of the listed bodies.

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of 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 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.



Nigel Wyatt BSC FCA
Independent Examiner
125 Main Street
Garforth
Leeds
LS25 1AF

Date: 23/06/2022

City Church Newcastle

Year Ended 31 August 2021

Statement of Financial Activities

					8 Months 2020
		Unrestricted Funds	2021 Restricted Funds	Total Funds	Total Funds
	Note	£	£	£	£
Income					
Donations and legacies		460,124	25,017	485,141	333,800
Charitable activities		1,522	-	1,522	7,649
Other trading activities		79,538	-	79,538	40,734
Investment income		31	-	31	64
Total Income	2	<u>541,215</u>	<u>25,017</u>	<u>566,232</u>	<u>382,247</u>
Expenditure					
Expenditure on charitable activities	3	<u>390,144</u>	<u>25,194</u>	<u>415,338</u>	<u>343,116</u>
Total Expenditure		<u>390,144</u>	<u>25,194</u>	<u>415,338</u>	<u>343,116</u>
Net income / (expenditure)		<u>151,071</u>	<u>(177)</u>	<u>150,894</u>	<u>39,131</u>
Net income and net movement in funds					
Total funds brought forward		1,233,339	3,167	1,236,506	1,197,375
Transfers	13	<u>(127)</u>	<u>127</u>	<u>-</u>	<u>-</u>
Total funds carried forward		<u>1,384,283</u>	<u>3,117</u>	<u>1,387,400</u>	<u>1,236,506</u>

All income and expenditure derive from continuing activities.

The statement is a combined Statement of Financial Activities and Income and Expenditure Account for the purposes of meeting both Companies Act and charity SORP reporting requirements.

City Church Newcastle

Year Ended 31 August 2021

Statement of Financial Position

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	8	1,665,915	1,645,704
Long term loan debtor	9	120,000	135,000
Current assets			
Debtors	10	23,466	21,554
Cash at bank and in hand		224,784	124,867
		<u>248,250</u>	<u>146,421</u>
Creditors: amounts falling due within one year	11	<u>54,557</u>	<u>54,717</u>
Net current assets		193,693	91,704
Creditors: amounts falling due after one year	12	<u>592,208</u>	<u>635,902</u>
Net assets	14	<u>1,387,400</u>	<u>1,236,506</u>
Funds of the charity			
Restricted funds	13	3,117	3,167
Unrestricted funds	13		
Unrestricted general		39,392	121,614
Designated funds		<u>1,344,891</u>	<u>1,111,725</u>
		<u>1,384,283</u>	<u>1,233,339</u>
Total charity funds		<u>1,387,400</u>	<u>1,236,506</u>

Directors Responsibilities

The Directors are satisfied that for the year ended on 31st August 2021 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner.

The Directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with FRS 102 (effective January 2019).

Name of Trustee:

James Shepherd

Signed on behalf of the Trustees:



Date of approval:

23/06/2022

City Church Newcastle

Year Ended 31 August 2021

Statement of Cash Flows

	2021 £	2020 £
Cash flows from operating activities:		
Net cash provided by (used in) operating activities	173,331	41,805
	<u>173,331</u>	<u>41,805</u>
Cash flows from investing activities:		
Interest	31	64
Purchase of tangible fixed assets	(29,751)	(2,992)
Net cash provided by (used in) investing activities	<u>(29,720)</u>	<u>(2,928)</u>
Cash flows from financing activities:		
Repayments on borrowing	(43,694)	(18,452)
Net cash provided by (used in) financing activities	<u>(43,694)</u>	<u>(18,452)</u>
Change in cash and cash equivalents in the reporting period	99,917	20,425
Cash and cash equivalents at the beginning of the reporting period	124,867	104,442
Cash and cash equivalents at the end of the reporting period	<u>224,784</u>	<u>124,867</u>

Reconciliation of net movement in funds to net cash flow from operating activities

	2021 £	2020 £
Net movement in funds for the reporting period (as per the statement of financial activities)	150,894	39,131
Adjustments for:		
Interest received	(31)	(64)
Depreciation of tangible fixed assets	9,540	5,242
(Increase)/Decrease in debtors	13,088	4,449
Increase/(Decrease) in creditors	(160)	(6,953)
Net cash provided by (used in) operating activities	<u>173,331</u>	<u>41,805</u>

Analysis of cash and cash equivalents

	2021 £	2020 £
Cash in hand	224,784	124,867
Total cash and cash equivalents	<u>224,784</u>	<u>124,867</u>

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

Basis of Preparation

City Church Newcastle is a registered charity with the Charity Commission for England and Wales. The address of the registered office is given in the charity information on page 1 of these financial statements. The principal activity is to advance the Christian faith in accordance with the statement of beliefs.

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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 (FRS 102) issued on 16 July 2014 as amended by Bulletin 1, the Financial Reporting Standard applicable in the United Kingdom (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2015.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are prepared in sterling which is the functional currency of the charity and rounded to the nearest £.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

Assessment of Going Concern

Preparation of the accounts is on a going concern basis. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Fund Accounting

Unrestricted income funds comprise those funds which the trustees are free to use for any purpose in furtherance of the charitable objects. Unrestricted funds include designated funds where the trustees, at their discretion, have set aside resources for a specific purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal, often known as a 'special offering' in the church.

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

Accounting Period

For the financial year ending 31st of August 2020 the charity had a short 8 month period of account from the 31st December 2020 to the 31st of August 2020.

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

Incoming Resources

All incoming resources are recognised once the charity has entitlement to the resources, it is probable that the resources will be received, and the monetary value of incoming resources can be measured with sufficient reliability.

- All voluntary income from members of the church are recognised as donations and are included in full, with associated Gift Aid receivable in the Statement of Financial Activities.
- Grants where entitlement is not conditional on the delivery of specific performance by the charity are recognised when the charity becomes unconditionally entitled to the grant.
- Income resources from charitable trading activities such as the letting of the building are accounted for when invoices are drawn up (as the point of entitlement).
- Donated services and facilities are included at the value to the charity where this can be quantified.
- Gifts in Kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.
- Volunteer time, the value of voluntary support for the work of the church is not included in the accounts but is described in the Trustees Annual Report.
- Investment Income is included in the accounts when receivable.

Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Liabilities are recognised where it is more likely than not that there is a legal or constructive obligation committing the charity to pay out the resources and the amount of the obligation can be measured with reasonable certainty.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees' meetings and cost of any legal advice to trustees on governance or constitutional matters.

Liability Recognition

Abilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

Tangible fixed assets

Assets over the value of £500 are capitalized. Depreciation is provided on tangible fixed assets at rates calculated to write off the cost of an asset, less its estimated residual value, over the expected useful economic life of that asset, as follows:

Freehold property	Not depreciated
Musical and Technical Equipment	5 years on straight line basis
Office and computer equipment	3 years on straight line basis
Furniture, fixtures and fittings	15% on a straight line basis

In view of the maintenance programme in place which aims to keep the building in good condition, the directors consider that any depreciation of freehold property would be immaterial and accordingly no provision has been made. The carrying amount of the freehold property is reviewed annually for impairment by the directors.

Pensions

The charity operates a defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme.

Operating Leases

Rental charges payable under operating leases are charged on a straight line basis over the terms of the lease.

Taxation

The charity is exempt from tax on its charitable activities.

Judgements and key sources of estimation

Accounting estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets. See note 5 for the carrying amount of the property plant and equipment, and note 1.5 for the useful economic lives for each class of assets.

Concessionary loans

The charity initially recognises and measures concessionary loans at the amount received or receivable. The carrying amount is adjusted in subsequent years to reflect repayments and any accrued interest.

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

2 Analysis of Income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations and legacies			
Donations	372,690	21,987	394,677
Gift Aid	72,942	3,030	75,972
Grants	14,492	-	14,492
	<u>460,124</u>	<u>25,017</u>	<u>485,141</u>
Charitable activities			
Church activities	742	-	742
Serving others	-	-	-
Reimbursements	780	-	780
	<u>1,522</u>	<u>-</u>	<u>1,522</u>
Other trading activities			
Rental income	79,538	-	79,538
	<u>79,538</u>	<u>-</u>	<u>79,538</u>
Investment Income			
Bank interest	31	-	31
	<u>31</u>	<u>-</u>	<u>31</u>
Other			
Other Income	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Income	<u>541,215</u>	<u>25,017</u>	<u>566,232</u>

During the year, the church received £14,492 (2020: £15,441) from the Governments Covid-19 Job Retention Scheme. There were no unfulfilled conditions of the funds received from the Government during the year.

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

2 Analysis of Income (*Continued*)

	Unrestricted Funds £	Restricted Funds £	8 Months Total Funds 2020 £
Donations and legacies			
Donations	240,084	25,030	265,114
Gift Aid	48,491	4,754	53,245
Grants	15,441	-	15,441
	<u>304,016</u>	<u>29,784</u>	<u>333,800</u>
Charitable activities			
Church activities	4,885	-	4,885
Serving others	300	-	300
Reimbursements	2,464	-	2,464
	<u>7,649</u>	<u>-</u>	<u>7,649</u>
Other trading activities			
Rental income	40,734	-	40,734
	<u>40,734</u>	<u>-</u>	<u>40,734</u>
Investment Income			
Bank interest	64	-	64
	<u>64</u>	<u>-</u>	<u>64</u>
Total Income	<u>352,463</u>	<u>29,784</u>	<u>382,247</u>

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

3 Expenditure on Charitable Activities By Fund Type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Activity and Event Costs	6,291	-	6,291
Administration Costs	5,502	-	5,502
Bank Charges	1,482	127	1,609
Depreciation	8,990	-	8,990
External Giving	27,445	25,067	52,512
Governance	2,275	-	2,275
Interest	9,870	-	9,870
IT, Equipment and Technology Costs	11,352	-	11,352
Ministry Costs	2,512	-	2,512
Premises Costs	65,384	-	65,384
Staff Expenses	3,657	-	3,657
Staff Salaries	242,305	-	242,305
Volunteer Expenses	3,079	-	3,079
	<u>390,144</u>	<u>25,194</u>	<u>415,338</u>

	Unrestricted Funds £	Restricted Funds £	8 Months Total Funds 2020 £
Activity and Event Costs	9,563	-	9,563
Administration Costs	1,093	-	1,093
Bank Charges	1,141	-	1,141
Depreciation	5,242	-	5,242
External Giving	11,827	30,250	42,077
Governance	1,567	-	1,567
Interest	7,882	-	7,882
IT, Equipment and Technology Costs	8,807	-	8,807
Ministry Costs	1,467	-	1,467
Premises Costs	60,715	-	60,715
Staff Expenses	5,443	-	5,443
Staff Salaries	194,922	-	194,922
Volunteer Expenses	3,195	-	3,195
	<u>312,866</u>	<u>30,250</u>	<u>343,116</u>

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

4 Volunteers

The church benefits greatly from the voluntary contributions of time and money by its formal members and regular attendees. Please refer to the trustees' report for further detail about volunteer contributions in the organisation.

5 Independent examination fees

Fees payable to the independent examiner for:

	2021	2020
	£	£
Independent examination and preparation of the financial statements	2,040	1,281

6 Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2021	8 Months 2020
	£	£
Wages and salaries	216,142	179,149
Social security costs	8,593	7,728
Employer contributions to pension plans	17,570	8,045
	<u>242,305</u>	<u>194,922</u>

The average head count of employees during the year was as follows:

	2021	2020
Average Head Count	14	13

No employees received employee benefits of more than £60,000 during the year or the prior year.

Key Management Personnel

The charity considers its key management personnel to be The Board of Trustees together with the Eldership Team. The total employee benefits received by the key management personnel (including employer national insurance and pension contributions) was £89,589.

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

7 Trustee Remuneration, Expenses and Donations

During the year one trustee (who is also a member of the Eldership Team) received remuneration. The remuneration paid during the year is for the employee's role within the church and not for their role as a trustee. The charity's memorandum of articles gives authority for such remuneration to be paid. The total remuneration paid during the year is as follows:

	2021	8 Months 2020
	£	£
James Shepherd	40,710	27,140

During the year two trustees incurred out of pocket expenses totalling £45.39 which were all incurred for the day to day running of the charity's activities.

During the year the total aggregated donations made to the charity by the trustees during the year was £21,750. There were no conditions attached to the donations.

8 Tangible Fixed Assets

	Freehold Property	Musical and Technical Equipment	Office and Computer Equipment	Furniture Fixtures and Fittings £	Total £
Costs:					
At 1st September 2020	1,627,252	67,605	14,660	185,522	1,895,039
Additions	-	885	550	28,316	29,751
At 31st August 2021	1,627,252	68,490	15,210	213,838	1,924,790
Depreciation:					
At 1st September 2020	-	60,853	10,541	177,941	249,335
Depreciation Charge	-	1,840	2,413	5,287	9,540
At 31st August 2021	-	62,693	12,954	183,228	258,875
Net Book Value:					
At 31st August 2021	1,627,252	5,797	2,256	30,610	1,665,915
At 31st September 2020	1,627,252	6,752	4,119	7,581	1,645,704

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

9 Long Term Loan Debtor

The loan represents deferred consideration arising from the sale in August 2019 of the charity's Rickleton property to House of Destiny Ministries. The loan is interest free and is secured by a legal charge over the Rickleton property. The loan is repayable in annual instalments of £15,000 expiring in December 2029.

	2021	2020
	£	£
Between one and two years	30,000	30,000
Between three and five years	45,000	45,000
After more than five years	45,000	60,000
	<u>120,000</u>	<u>135,000</u>

10 Debtors

	2021	2020
	£	£
Accounts receivable	1,579	315
Gift Aid recoverable	6,045	5,739
Prepayments	500	500
Other debtors	342	-
Loan	15,000	15,000
	<u>23,466</u>	<u>21,554</u>

11 Creditors: amounts falling due within one year

	2021	2020
	£	£
Members loans	15,000	15,000
Bank loan (secured)	28,000	28,000
Trade creditors	7,881	2,965
Accruals	2,040	5,603
Other taxes and social security	-	3,149
Credit card	1,636	-
	<u>54,557</u>	<u>54,717</u>

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

12 Creditors: amounts falling due after one year

	2021	2020
	£	£
Members loans	120,000	135,000
Bank loan (secured)	472,208	500,902
	<u>592,208</u>	<u>635,902</u>

The members loans are unsecured, interest free and repayable in a timescale that works for the charity.

The bank loan is fully secured on the CastleGate freehold property. It is repayable by instalments, maturing in 2036. The amount due at 31 August 2021 is analysed as follows:

	2021	2020
	£	£
Within one year	28,000	28,000
Between one and two years	56,000	56,000
Between three and five years	84,000	84,000
After more than five years	332,208	360,902
	<u>500,208</u>	<u>528,902</u>

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

13 Analysis of Charitable Funds

Unrestricted Funds

	1 Sept 20 £	Income £	Expenditure £	Transfers £	31 Aug 2021 £
Unrestricted					
General	121,614	541,215	(369,854)	(253,583)	39,392
	121,614	541,215	(369,854)	(253,583)	39,392
Designated					
Buildng, Assets & Mortgage	1,086,877	-	(18,859)	97,689	1,165,707
Working Capital	-	-	-	78,000	78,000
Big Ticket Building	24,848	-	-	51,152	76,000
Building Development Fund	-	-	(1,431)	26,615	25,184
	1,111,725	-	(20,290)	253,456	1,344,891
Total Unrestricted	1,233,339	541,215	(390,144)	(127)	1,384,283
Restricted Funds					
Gifts	-	25,017	(25,144)	127	-
Alpha Food Gift	832	-	-	-	832
Welcome Boxes	2,335	-	(50)	-	2,285
Total Restricted	3,167	25,017	(25,194)	127	3,117
Total Funds	1,236,506	566,232	(415,338)	-	1,387,400

Fund Transfer

Building, Assets & Mortgage	Transfer for the fund balance to match the closing fixed asset balance less secured mortgage.
Working Capital	Transfer to establish the designated fund
Big Ticket Building	Transfer to establish the designated fund
Building Development Fund	Transfer to establish the designated fund

City Church Newcastle

Year Ended 31 August 2021

Notes to the Financial Statements

Fund Descriptions

Designated Funds

Building, Assets & Mortgage	Fund balance to match the closing fixed asset balance less secured mortgage.
Working Capital	Fund established to ringfence the organisations essential reserves balance in line with the updated reserves policy.
Big Ticket Building	Fund set aside for replacing and renewing significant and large building items.
Building Development Fund	Fund set aside for overall building development work.

Restricted Funds

Gifts	Restricted one-off offerings where money is passed on
Alpha Food Gift	A restricted gift for Alpha Course Food
Welcome Boxes	Grant for provision welcoming refugees to the church

14 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Fixed Assets	1,665,915	-	1,665,915
Current Assets	245,133	3,117	248,250
Creditors less than 1 year	(54,557)	-	(54,557)
Creditors after one 1 year	(592,208)	-	(592,208)
	<u>1,264,283</u>	<u>3,117</u>	<u>1,267,400</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £
Fixed Assets	1,645,704	-	1,645,704
Current Assets	143,254	3,167	146,421
Creditors less than 1 year	(54,717)	-	(54,717)
Creditors after one 1 year	(635,902)	-	(635,902)
	<u>1,098,339</u>	<u>3,167</u>	<u>1,101,506</u>

15 Company Status

The company is a company limited by guarantee and not having a share capital. Every member of the company undertakes to contribute in a winding up sum not exceeding £1 whilst they are a member, or within one year after ceasing to be a member, towards debts and liabilities contracted before ceasing to be a member.

16 Related party transactions

There were no related party transactions which took place during the year (2020: £0).

Accounts

Company Registration number 06972512
Charity Registration number 1133178

CITY CHURCH NEWCASTLE

(a company limited by guarantee without share capital)

ANNUAL REPORT AND FINANCIAL STATEMENTS

31 August 2020



CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

CONTENTS

	Page
Report of the directors	1-8
Independent examiner's report	9
Statement of financial activities	10
Statement of financial position	11-12
Cash flow statement	13
Notes to the financial statements	14-22

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS

The directors present their report and the financial statements for the year ended 31 August 2020.

Reference and administrative details

Company number: 06972512

Charity number: 1133178

Principal address: The CastleGate
Melbourne Street
Newcastle upon Tyne
NE1 2JQ

Independent examiner: John Oswald BA FCA
Stephenson Coates Audit Limited
Chartered Accountants
West 2, Asama Court
Newcastle Business Park
Newcastle upon Tyne, NE4 7YD

Bankers: Barclays Bank PLC
49-51 Northumberland Street
Newcastle upon Tyne
NE1 7AF

Solicitors: Hay & Kilner
Merchant House
30 Cloth Market
Newcastle upon Tyne
NE1 1EE

Directors

The following directors of the charitable company (who are its trustees for the purposes of charity law) served during the year and up to the date of approval of this report:

J M Smith	Chair
J Faraday	
P M Fothergill	appointed 18 January 2020
A Kahn	
R Mason	appointed 10 March 2021
M R Reed	appointed 10 March 2021
J P Shepherd	
S N Swakamisa	
S Wade	resigned 31 December 2020

Correspondent : J P Shepherd

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS
(continued)

Structure, governance and management

Governing document

City Church Newcastle is a company limited by guarantee, governed by its Memorandum and Articles of Association dated 25 July 2009.

The charitable company was incorporated on 25 July 2009 (registration number 06972512) in order to provide a distinct legal entity to carry out the activities of City Church Newcastle which since 1989 had been undertaken through a charitable trust. The company was registered with the Charity Commission on 8 December 2009.

On 1 January 2010, the entire assets, liabilities and undertakings of City Church Newcastle charitable trust (charity number 702322) were transferred to the charitable company.

There are currently three subscribers, each of whom agree to contribute £1 in the event of the charitable company winding up.

Appointment and retirement of directors

The leadership team are authorised to appoint new directors to fill vacancies arising through resignation or death of an existing director.

Directors' induction and training

The Charity Commission website is used to keep directors up to date with developments in the charitable sector. We also maintain links with Stewardship Services and the Evangelical Alliance who arrange training and circulate advice to directors.

Organisation

The direction of the Church and the priorities of the year are set by the Leadership team of the Church (also known as the Elders' team). The main instrument that governs expenditure through the year is the annual budget, which is drawn up by the finance team in consultation with those leading areas of ministry in the Church and is aimed at fulfilling the priorities set by the Leadership team. The budget is then agreed by the Leadership team and by the directors. Progress through the year is monitored by the Finance team. The directors meet six times each year. Budgets are monitored, policy is set and new initiatives agreed.

Day to day management of the Church finances is delegated to the Finance team. A computerised accounting system is used and bi-monthly reports from this are sent to all directors and those on the Leadership team. A member of staff keeps the books and all associated paperwork; all giving is recorded using the ChurchSuite system. Online payments are under the control of the finance officer.

In setting our objectives and planning our activities, the board of directors have regard to the Charity Commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS
(continued)

Risk management

The directors have identified risks and taken steps to mitigate them:

- Risks to buildings and contents are insured.
- Public liability risks are insured.
- A safeguarding policy is in place including vetting procedures. The Safeguarding co-ordinator has the full backing of the leadership team and directors to implement the policy across all areas of Church life. The Church is a member of thirty-one:eight, formerly known as CCPAS; we are advised by them and run training provided by them.
- The fire safety risk has been assessed. Detection and fire fighting equipment is maintained to current standards. An evacuation policy is in place with designated responsibilities. All those involved were offered training during the year.
- Our financial risk was assessed and our reserves policy reviewed. In the event of the Church being unable to repay the bank loan, the buildings have more than sufficient equity.

A member of staff is charged with health and safety and risk assessing.

Objectives and activities

The **objectives** of the Church community are:-

- The advancement of the Christian Faith.
- The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.
- The provision of instruction in the Christian Faith at any educational establishment.

Purpose

City Church has the following vision and strategy:

Identity – who are we?

- Enjoying God, Making Friends, Changing Lives

Vision – where are we going?

- Gathering Thousands to Jesus

Strategy – how are we going to get there?

- Making Room
- Drinking Deeply
- Living Generously
- Stewarding Faithfully

Our values – what really matters to us?

- **Grace:** life-changing unconditional love
- **Authenticity:** discovering the truth of who we are
- **Leadership:** equipping everyone to flourish and thrive
- **Courage:** passionate enough to take bold steps

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS
(continued)

Achievements

January to August 2020 has been a time of rapid change and uncertainty for people across the globe. We are profoundly thankful to God for the way he has led us through this season, and the patience, generosity and faith with which the City Church family has adapted to a very different life. So much love, kindness, care and understanding has been expressed within the community and also given and received with friends and neighbours across the city and beyond. And the power of technology has enabled us to connect to many new people locally and across the world as never before.

Some of our highlights are shown below:

Making Room for new people to come in

We have moved our Sunday morning services online, opening them up to many new attendees.

Kids church

Our kids church also became ‘virtual’ and moved online. We had weekly activity sheets which explored Bible stories and aspects of faith, with activities and games. These were emailed to parents for children to complete at home. We ran weekly story-times for kids aged 3-9. These stories were shared over Zoom and each focused on a Biblical story or truth.

Kids Church also spent time with the safeguarding team working out how to ensure we did kids church safely in a virtual environment. We are deeply grateful to all who work with our children for the thought and care that has gone into loving and serving them so well.

Our weekly story times stopped over summer and were replaced with kids Zoom calls on a Sunday morning after the service. These were fun, themed calls for the children to catch-up, pray, and learn more about having a relationship with God.

We also started a new kids’ group during this time, called Comets for children aged 9-11. This is a fun discipleship group which mixes games, Bible, and challenges!

Church online

Indeed, the reach of everything we are doing online as City Church has grown massively. With all our Gatherings, Groups and Events happening online, it’s become far easier for people to extend a virtual invitation, share info about the Alpha course, and show Sunday Gatherings to their friends from the comfort of their own home. We’ve seen countless people tuning in to City Church Sundays for the first time ever and we’re reaching people from all over the world. We’ve been motivated to produce much more creative video footage than ever before which has meant we are now capturing lots of the great stories, testimonies and updates from the church family in a really engaging way.

At some points of the year, and where this was in line with government restrictions, we ran services with a small team present in the building to lead us in live worship and bring us God’s word. At other times, services have run from peoples’ homes. The focus at all times has been on warmth, welcome and clarity in declaring and demonstrating the good news about Jesus.

Time spent building and expressing family is key to what we do, and so alongside our Sunday meetings, we have 200 - 300 people in over 20 smaller “City Groups” who meet midweek at various times. Many groups have found new life and meaning in this Covid-19 season, and we continue to launch new groups, as we seek to draw more people into community life.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS
(continued)

Achievements *(continued)*

Making Room for new people to come in (continued)

We invest in training and supporting our group leaders who play such a vital role in church life, and have provided them support and advice, as well as a range of excellent online courses to help in discipling and building their group life and outreach.

We ran an online Alpha course and it was so good to see new people join in with this and find a safe space to ask questions and encounter Jesus.

Behind the scenes, we have also improved our systems to help new people connect into church life, and have received excellent feedback from new folk about the proactive and constructive way we have helped them to connect into community life as well as Sunday attendance.

We have a thriving students community at City Church, who have met regularly online in 2020 for worship, teaching and growing in faith. This has included running online courses such as the Freedom in Christ ‘Disciple’ Course and the ‘Character Course’, before moving briefly back to socially distanced in person meetings in the autumn.

Our City Groups do a great job in supporting and loving one another, and alongside them, in light of the increased pastoral needs generated by the loneliness and sickness of recent months, we have launched a new Pastoral Care Team to work with our City Groups to ensure we provide the best possible support to one another.

Drinking deeply of God’s love

We have prioritised becoming a praying church in 2020. At the start of the Covid outbreak, God led us to launch regular Facebook devotionals as well as morning zoom prayer. The prayer times are now a regular part of church life, coupled with 24 hours of prayer every two months, attracting over 170 people, and including tremendous diversity through the 24 hours - worship and thanksgiving, praying for other churches in the city, praying for our streets, time quietly waiting on God, a special kids prayer time, sharing communion together, some great night-time prayer sessions and praying for revival and for our many friends and partners round the world. Typically around 30-40 church members help to lead the various sessions.

We have also developed our prayer letter to our ‘Donkey prayer’ team – the focus is on the faithful persistence of a donkey carrying Jesus to the heart of all we are doing, and praying for the church, the city and the world, in-season and out of season. We have over 50 people committed to praying “in the moment” as prayer needs arise for people who are part of our church or known to a church member and have been delighted by the number of answers to prayer for healing, financial provision and other needs.

Our prophetic team serve the church through helping members to connect to God and to learn to discern his voice, they also gather to pray for the church, and provide input to our leadership team. They have been very active in seeking God with individuals and groups across the church, including the Elders team and our students. They have also been out and about praying for our city, and have helped to shape our regular 24 hour prayer events.

Living generously

Action Foundation, the refugee charity born out of City Church continued strongly through Covid to provide invaluable services to many beneficiaries through an adapted business model. More details of an amazing year can be found at <https://actionfoundation.org.uk/wp-content/uploads/2020/11/WEB-FINAL.pdf>. We supported one of our leaders to become the new chair of Action Foundation and will continue to work together to welcome and serve the many vulnerable refugees and asylum seekers coming to our city.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS
(continued)

Achievements *(continued)*

Living generously (continued)

We significantly increased our external giving in 2020, in response to the challenges of Covid. This included gifts of £19,964 sent via our Catalyst Church Network to support churches working with the very poorest in Africa and India, £5,971 to Open Doors to support the suffering church in Syria and Iraq, £5,639 to support the work of Live Vineyard Church Newcastle in relieving food poverty in Newcastle. We partner closely with Life Vineyard and have recently joined with them in a new project to provide food to the city. In total, our external giving came to £41,611.

Within our Catalyst Church family, we are working particularly closely with a growing band of eight other churches in the North East of England and are supporting new churches starting up in Wakefield and Bradford. We can achieve much more together than we can apart.

We continued to support and partner with Foundations Zambia, a farming and discipleship programme run by our friends and former members, Ben and Cat Frampton, and look forward to welcoming them to the North East in 2021 for a well-earned sabbatical.

We plan to continue and expand our investment in serving the poor, preaching the gospel and working with others to transform the world.

Stewarding faithfully the resources God gives us

The CastleGate

Much of the Church's activities usually take place at our Grade 2 listed building called The CastleGate in the centre of Newcastle upon Tyne. Throughout the year the building also provides a community space for local charities to meet, as well as office and classroom space for other local charities. However, during the Covid-19 pandemic, we have had significantly to curtail access to the building.

We have worked hard to create a Covid safe environment and implement government guidelines, to ensure that as staff and visitors can return to the building safely. We have worked with our amazing charity tenants and the various church groups to ensure consistent safety measures, and have installed hand sanitising stations throughout the building, created one-way systems, limited room capacities and instituted a thorough cleaning procedure.

We took the opportunity of the building being quieter to undertake the refurbishment of our lift, including new parts in the motor room and a whole car refurbishment to bring it up to industry standard. The refurbishment included a new emergency call system should there be any issues whilst in the lift.

We also started phase 1 of our heating system improvements, replacing all the valves in the system, giving us much more granular control in choosing which parts of the building to heat at any one time. Next stages to upgrading the building will be to upgrade the controls for the heating system, and eventually to replace the boilers.

As part of our commitment to our young people, we also partially re-decorated the main second floor room with new colour on the walls; new hard-wearing, stylish flooring; sofas; and table tennis tables to make a more functional room for our youth meetings. In the coming year we plan to add the finishing touches.

We have slowly been changing the majority of the lighting to LED lights, and are changing our electricity supplier to ensure we keep our costs down and our environmental impact as low as possible.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS
(continued)

Financial review

The statement of financial activities on page 10 shows net unrestricted income of £39,597 for the first eight months of 2020, continuing the now regular pattern of sound finances.

Our regular giving in the first eight months of 2020 increased to £288,575, compared with £271,711 in 2019. We continue to be very thankful for the financial commitment of Church members, particularly in these difficult times.

Our cash balances increased by the end of the financial period to £124,867 (2019 £104,442) – see page 13.

We invested around £45,000 across 2020 and into 2021 to upgrade the lift and improve the heating system, with around half the spend in each financial year.

Investment policy

Surplus funds are held in interest bearing accounts which allow easy access to the funds should the need arise. A review of returns is periodically undertaken to ensure a competitive return and the maximum security of our funds.

Reserves policy

The Church aims to hold a minimum of two months of expenditure as free reserves (£78,000). At 31 August 2020, we held free reserves of £101,991, providing some extra reserves in the current Covid crisis.

Statement of the directors' responsibilities in relation to the financial statements

The directors are responsible for preparing the Directors' 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 directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the income and expenditure of the charitable company for that period.

In preparing these financial statements, the directors 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; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors are responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the charitable 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

REPORT OF THE DIRECTORS
(continued)

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the directors on 10 March 2021 and signed on their behalf by:

J M Smith
Director

REPORT OF THE INDEPENDENT EXAMINER TO THE DIRECTORS OF CITY CHURCH NEWCASTLE

I report to the charity trustees on my examination of the accounts of the charitable company for the eight months ended 31 August 2020, which are set out on pages 10 to 22.

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 report

I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales.

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 accounting 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.

John Oswald BA FCA
Stephenson Coates Audit Limited
Chartered accountants
West 2 Asama Court
Newcastle Business Park
Newcastle upon Tyne
NE4 7YD

10 March 2021

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)

EIGHT MONTHS ENDED 31 AUGUST 2020

	Note	Unrestricted funds £	Restricted funds £	Total funds £	2019 (year) £
INCOME FROM:					
Giving	2	288,575	29,784	318,359	393,140
Charitable activities	3	7,649	-	7,649	25,251
Other trading activities:					
Rental income		40,734	-	40,734	58,831
Interest received		64	-	64	134
Other incoming resources	4	15,441	-	15,441	-
		352,463	29,784	382,247	477,356
EXPENDITURE ON:					
Charitable activities	5-7	312,866	30,250	343,116	454,704
		312,866	30,250	343,116	454,704
NET INCOME/(EXPENDITURE)		39,597	(466)	39,131	22,652
Fund transfers		-	-	-	-
Fund balances at 1 January 2020		1,193,742	3,633	1,197,375	1,174,723
Fund balances at 31 August 2020		1,233,339	3,167	1,236,506	1,197,375

All income and expenditure derive from continuing activities.

The Statement of Financial Activities includes all gains and losses recognised for the period.

The notes on pages 14 to 22 form part of these financial statements.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

STATEMENT OF FINANCIAL POSITION
AT 31 AUGUST 2020

	Note	2020 £	31 December 2019 £
Non-current assets			
Tangible assets	8	1,645,704	1,647,954
Loan	9	135,000	135,000
		1,780,704	1,782,954
Current assets			
Debtors	10	21,554	26,003
Cash and bank		124,867	104,442
		146,421	130,445
Creditors:			
Amounts due within one year	11	54,717	60,170
Net current assets		91,704	70,275
Total assets			
less current liabilities		1,872,408	1,853,229
Creditors:			
Amounts due after one year	12	635,902	655,854
Net assets		1,236,506	1,197,375
Funds			
Unrestricted funds		1,233,339	1,193,742
Restricted funds	14	3,167	3,633
Total funds		1,236,506	1,197,375

The Statement of Financial Position continues on the following page.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

STATEMENT OF FINANCIAL POSITION
AT 31 AUGUST 2020
(continued)

Directors' statements required by the Companies Act 2006
For the eight months ended 31 August 2020

In approving these financial statements as directors of the company we hereby confirm:

- (a) that for the period stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006;
- (b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the period ended 31 August 2020.
- (c) that we acknowledge our responsibilities for:
 - (1) ensuring that the company keeps adequate accounting records which comply with section 386 of the Companies Act 2006, and
 - (2) preparing financial statements which give a true and fair view of the state of affairs of the charitable company at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved by the directors on 10 March 2021 and are signed on their behalf:

J M Smith

Director

Company registration no. 06972512

The notes on pages 14 to 22 form part of these financial statements.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

CASH FLOW STATEMENT
EIGHT MONTHS ENDED 31 AUGUST 2020

	2020		2019 (year)
	£	£	£
Reconciliation of net income to net cash flows from operating activities			
Net income for period	39,131		22,652
Interest received	-64		-134
Depreciation	5,242		15,941
Decrease in operating debtors	4,449		7,293
(Decrease)/increase in creditors	<u>-6,953</u>		<u>370</u>
Net cash inflow from operating activities		41,805	46,122
Cash flows from investing activities			
Cash received from sale of Rickleton property	-		34,000
Purchases of tangible fixed assets	-2,992		-12,210
Interest received	<u>64</u>		<u>134</u>
Net cash flows from investing activities		-2,928	21,924
Cash flows from financing activities			
Repayments of bank loan	<u>-18,452</u>		<u>-26,108</u>
Net cash flow from financing activities		-18,452	-26,108
Net increase in cash and cash equivalents		<u>20,425</u>	<u>41,938</u>
Cash and cash equivalents at start of period		104,442	62,504
Cash and cash equivalents at end of period		<u>124,867</u>	<u>104,442</u>
Cash and bank		124,867	104,442
Bank overdraft		-	-
Cash and cash equivalents		<u>124,867</u>	<u>104,442</u>

Analysis of changes in the charitable company's net debt in the year is shown in note 15 to the financial statements.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020

1 Accounting policies

1.1 Basis of preparation of financial statements

The financial statements of the charitable company have been prepared under the historical cost convention and in accordance with the 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), the Companies Act 2006 and United Kingdom Generally Accepted Accounting Practice applicable to smaller entities. The charitable company is a public benefit entity as defined by FRS102.

The financial accounts are prepared in Sterling (£), which is the functional currency of the charitable company.

1.2 Going concern

The directors of the charitable company are satisfied that there are no material uncertainties concerning the charitable company's ability to continue as a going concern for a period of at least 12 months from the date of approval of the financial statements. Accordingly, the financial statements continue to be prepared on the going concern basis.

1.3 Fund accounting

Unrestricted funds are those available for use at the discretion of the directors in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are those that are to be used in accordance with the specific restrictions imposed by donors or which have been raised by the charity for particular purposes.

Designated funds are earmarked by the directors for particular purposes.

1.4 Income

Giving - Collections are recognised when received by or on behalf of the Church. Planned giving under Gift Aid is recognised only when received. Income tax recoverable on Gift Aid donations is recognised when the income is recognised. Legacies are accounted for as soon as the Church is notified of its legal entitlement, the amount due is quantifiable and its ultimate receipt by the Church is certain.

Rental income - is recognised on an accruals basis.

Investment income – interest entitlements are accounted for as they accrue.

Government grants – those relating to income are recognised using on a systematic basis over the periods in which the company recognises the related costs for which the grant is intended to compensate.

1.5 Expenditure

Charitable activities – The cost of charitable activities represents the cost of undertaking the charity's objectives. All expenditure is accounted for on an accruals basis. 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. Value added tax is not recoverable by the charitable company and as such it is included in the relevant costs in the Statement of Financial Activities.

CITY CHURCH NEWCASTLE
(a Company limited by guarantee without Share Capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020
(continued)

1 Accounting policies (continued)

1.6 Tangible fixed assets

Depreciation is provided on tangible fixed assets at rates calculated to write off the cost of an asset, less its estimated residual value, over the expected useful economic life of that asset, as follows:

Freehold property	Nil
Musical and technical equipment	20% on straight line basis
Office and computer equipment	33⅓% on straight line basis
Furniture, fixtures and fittings	15% on straight line basis

In view of the maintenance programme in place which aims to keep the building in good condition, the directors consider that any depreciation of freehold property would be immaterial and accordingly no provision has been made. The carrying amount of the freehold property is reviewed annually for impairment by the directors.

1.7 Impairment of fixed assets

Property, equipment, fixtures and fittings are reviewed for impairment if events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared against its carrying amount. Where the estimated recoverable amount is lower, an impairment loss is recognised immediately in the Statement of Financial Activities.

1.8 Debtors and creditors due within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses from impairment are recognised in expenditure.

1.9 Concessionary loans

The charity initially recognises and measures concessionary loans at the amount received or receivable. The carrying amount is adjusted in subsequent years to reflect repayments and any accrued interest.

1.10 Operating leases

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

1.11 Pension costs

The charity operates defined contribution pension schemes for its staff. The schemes and the assets are held by independent managers. The pension cost charge in the financial statements represents contributions due from the charity for the year.

1.12 Voluntary assistance

Time is expended on the charity's activities and governance which is donated free of charge. It is impractical to quantify the value of the time given, and accordingly it is neither recorded as donated income nor as an expense in the financial statements.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020
(continued)

2 Income from giving

	Unrestricted funds	2020 Restricted funds	Total funds	2019 (year) Total funds
	£	£	£	£
Regular giving	240,084	-	240,084	323,018
Restricted giving	-	25,030	25,030	2,176
Gift aid	48,491	4,754	53,245	67,946
	288,575	29,784	318,359	393,140

3 Income from charitable activities

Church activities	4,096	-	4,096	11,409
Serving others	300	-	300	4,678
Reimbursements	2,464	-	2,464	5,462
Grants	-	-	-	2,888
Other	789	-	789	814
	7,649	-	7,649	25,251

4 Other incoming resources

Coronavirus Job Retention Scheme grants	15,441	-	15,441	-

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020

(continued)

5 Expenditure on charitable activities

	Unrestricted funds £	2020 Restricted funds £	Total funds £	2019 (year) Total funds £
Staff salaries and expenses (note 6)	201,464	-	201,464	272,954
Giving made (note below)	11,827	29,784	41,611	8,972
Leadership, events and serving churches	3,837	-	3,837	8,458
The CastleGate	56,904	-	56,904	81,654
Ministries	10,546	466	11,012	25,218
Office expenses	12,247	-	12,247	21,628
Bank charges	1,141	-	1,141	1,238
Bank loan interest	7,882	-	7,882	14,833
Depreciation	5,242	-	5,242	15,941
Accountancy and payroll	1,776	-	1,776	3,808
	312,866	30,250	343,116	454,704
Giving made comprises:				
The Framptons	800	-	800	1,200
Evangelical Alliance	188	-	188	113
Catalyst Hub	4,000	-	4,000	5,000
Catalyst Hub Covid-19 Crisis fund	3,353	16,611	19,964	-
Newday support	3,276	-	3,276	-
Other Church gifts	210	-	210	483
Other restricted giving:				
International China Concern	-	1,563	1,563	-
Open Doors	-	5,971	5,971	-
Vineyard Foodbank and Community	-	5,639	5,639	-
2019 restricted giving	-	-	-	2,176
	11,827	29,784	41,611	8,972

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020
(continued)

6 Elders and staff salaries and expenses

	2020	2019
	£	(year)
		£
Salaries and fees (note 13)	179,149	239,181
Pension contributions (note 13)	7,728	8,807
Employer's national insurance	8,045	4,711
Expenses	6,542	20,255
	201,464	272,954
No employee received £60,000 p.a. or more.		
	No.	No.
Average number of employees	13	14

Key management personnel are considered to comprise the directors and elders. Further details of remuneration and expenses for such personnel are set out in note 13.

7 Net income for the period

Net income is stated after charging:

	2020	2019
	£	(year)
		£
Depreciation	5,242	15,941
Independent examiner's fees	1,281	3,148

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020
(continued)

8 Tangible fixed assets

	Freehold property	Musical and technical equipment	Office and computer equipment	Furniture, fixtures and fittings	Total
	£	£	£	£	£
Cost:					
At 1 January 2020	1,627,252	64,613	14,660	185,522	1,892,047
Additions	-	2,992	-	-	2,992
Disposals	-	-	-	-	-
At 31 August 2020	1,627,252	67,605	14,660	185,522	1,895,039
Depreciation:					
At 1 January 2020	-	59,292	7,971	176,830	244,093
Charge for the period	-	1,561	2,570	1,111	5,242
Disposals	-	-	-	-	-
At 31 August 2020	-	60,853	10,541	177,941	249,335
Net book amount:					
At 31 August 2020	1,627,252	6,752	4,119	7,581	1,645,704
At 31 December 2019	1,627,252	5,321	6,689	8,692	1,647,954

All tangible fixed assets are held to further the main objects of the charity.

9 Loan

The loan represents deferred consideration arising from the sale in August 2019 of the charity's Rickleton property to House of Destiny Ministries. The loan is interest free and is secured by a legal charge over the Rickleton property. The loan is repayable in annual instalments of £15,000 expiring in December 2029.

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020
(continued)

10 Debtors	2020	31 December 2019
	£	£
Accounts receivable	315	623
Gift aid recoverable	5,739	5,830
Prepayments	500	4,550
Other debtors – loan, note 9	<u>15,000</u>	<u>15,000</u>
	21,554	26,003
11 Creditors: amounts falling due within one year		
	£	£
Members' loans	15,000	15,000
Bank loan (secured)	28,000	26,500
Trade creditors	2,965	10,182
Accruals and deferred income	5,603	5,362
Other taxes and social security	<u>3,149</u>	<u>3,126</u>
	54,717	60,170
12 Creditors: amounts falling due after one year		
	£	£
Members' loans	135,000	135,000
Bank loan (secured)	500,902	520,854
	635,902	655,854

The members' loans are unsecured, interest free and repayable in a timescale that works for the charity.

The bank loan is fully secured on the CastleGate freehold property. It is repayable by instalments, maturing in 2036. The amount due at 31 August 2020 is analysed as follows:

	£
Within one year	28,000
between one and two years	56,000
between three and five years	84,000
after more than five years	<u>360,902</u>

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020

(continued)

13 Transactions with directors/trustees

Some of the directors/trustees are engaged in Ministry. Ministry fees and salaries were paid during the period as follows:

	2020	2019 (year)
	£	£
Ministry fees:		
I D Galloway	-	51,176
Salaries:		
J P Shepherd	22,000	11,000

Pension contributions amounting to £1,534 in the period were made for one director. Expenses amounting to £2,490 (2019 - year: £7,997) were paid to one (2019: two) of the directors to cover travelling expenses, hospitality, telephone costs and attending conferences.

14 Restricted funds

Fund	1 January	2020			31 August
	2020	Income	Expenditure	Transfer	2020
	£	£	£	£	£
Restricted giving	-	29,784	-29,784	-	-
Welcome boxes grant	2,801	-	-466	-	2,335
Alpha food gift	832	-	-	-	832
Total	3,633	29,784	-30,250	-	3,167

Fund	1 January	2019			31 December
	2019	Income	Expenditure	Transfer	2019
	£	£	£	£	£
Restricted giving	-	2,176	-2,176	-	-
Open Arms	451	-	-	-451	-
Welcome boxes grant	-	2,888	-538	451	2,801
Alpha food gift	-	-	-73	905	832
Total	451	5,064	-2,787	905	3,633

CITY CHURCH NEWCASTLE
(a company limited by guarantee without share capital)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE EIGHT MONTHS ENDED 31 AUGUST 2020
(continued)

14 Restricted funds (continued)

Restricted funds carried forward are held as current assets.

Welcome boxes grant: Action Foundation gave this grant to provide welcome boxes to refugees and asylum seekers, which is organised by one of our City Groups.

Alpha food gift: a gift was made to ensure that there are enough funds to provide catering at Alpha courses.

15 Analysis of changes in net debt in the year

	At 1 January 2020 £	Cash flows £	Other non- cash changes £	At 31 August 2020 £
Cash and cash equivalents				
Cash at bank	104,442	20,425	0	124,867
Borrowings				
Due within one year				
Bank loan	-26,500	18,452	-19,952	-28,000
Members' loans	-15,000	0	0	-15,000
Due after one year				
Bank loan	-520,854	0	19,952	-500,902
Members' loans	-135,000	0	0	-135,000
	-697,354	18,452	0	-678,902
Total - net debt	-592,912	38,877	0	-554,035