

Registered number: 07033697
Charity number: 1134281

Lifeline Church
(A company limited by guarantee)

Trustees' report and financial statements
for the year ended 31 March 2022

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Lifeline Church
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**Reference and administrative details of the Charity, its Trustees and advisers
for the year ended 31 March 2022**

Trustees

A McIntyre
N Jaques
R Griffin
K Jarvis

Company registered number

07033697

Charity registered number

1134281

Registered office

Lifeline House
25 Neville Road
Dagenham
Essex
RM83QS

Company secretary

A McIntyre

Independent auditors

Kreston Reeves LLP
Chartered Accountants
Montague Place
Quayside
Chatham Maritime
Chatham
Kent
ME4 4QU

Bankers

CAF Bank Limited
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

Shawbrook Bank Limited
Lutea House
Warley Business Park, The Drive
Great Warley
Brentwood
Essex
CM13 3BE

Lifeline Church
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Trustees' report
for the year ended 31 March 2022

The Trustees present their annual report together with the audited financial statements of the Group and the Charity for the year 1 April 2021 to 31 March 2022. The annual report serves the purposes of both a Trustees' report and a Directors' report under company law. The Trustees confirm that the annual report and financial statements of the Charity comply with the current statutory requirements, the requirements of the Charity's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019).

Since the group and the Charity qualify as small under section 383 of the Companies Act 2006, the group strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The Charity's objects are:

- To advance the Christian faith.
- To advance education.
- To relieve persons in needs, hardship or distress.
- To promote the preservation and protection of health.
- To promote the provision of facilities for recreation and other leisure activities in the interest of social welfare.
- To promote the provision of training and relieve unemployment.

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

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Grant-making policies

The Charity makes a monthly grant to Lifeline Network International equivalent to 20% of the general gifts (tithes and offerings) received in that month. It is paid to Lifeline Network International as a tithe.

One off grants are made by the Trustees at their discretion and in accordance with the charitable purposes of the charity. Each request or situation will be considered on its own merit.

In awarding the grants, the Trustees will consider any requests or known situations that are eligible for consideration:

- From any geographical area within the UK and overseas;
- From organisations and individuals alike.

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Trustees' report (continued)
for the year ended 31 March 2022

Objectives and activities (continued)

c. Volunteers

Volunteers are a core part of all aspects of the Church's activities. All activities are run by volunteers and they are supported by the Church's Leadership Team and small staff administration team. Volunteers take responsibility for small groups, events, pastoral care, set up, youth and children's activities. All of these have moved back to running as face-to-face events at the close of the financial year.

Changes in funding for the community work based at Castle Point in Dagenham have resulted in an enhanced emphasis on volunteering. This development is in its early stages but is already causing new and creative ways to support the local community, such as the planned choir which will start at the beginning of the new financial year.

Achievements and performance

a. Review of activities

LifeLine Church

For more than four decades, LifeLine Church has been meeting every Sunday morning for teaching, worship and fellowship and to update the congregation about any developments in the local community or in the network overseas.

The Church is completing a second year flexing and adjusting to the turbulence of life in the midst of the coronavirus pandemic. At the close of this financial year, almost all restrictions and government-funded provision have ended and the focus of the world has dramatically swung towards the outbreak of war between Ukraine and Russia. However, the COVID-19 virus has not disappeared, despite the emergence of a milder variant; people continue to fall ill and there is a small and persistent stream of sick people being hospitalised.

The waves of the pandemic caused Trustees to stand firm on the underpinning values of LifeLine Church, ensuring momentum was not lost. This was sustained for 2021-2022. Concern for the people in their care and a resolve to maintain these principles and priorities continue to be the provocation and motivation that enable Trustees to navigate this most challenging of times.

In line with LifeLine's values, Trustees have encouraged all creative (and feasible under pandemic restrictions) forms of gatherings. The use of Zoom technology has been stretched to its limits to accommodate this, providing many great opportunities for new people to step up and help. The requirements to stay outdoors and socially-distanced have proved equally challenging, but have been met with enthusiasm and resourcefulness, such that the whole church has been able to continue to show kindness and support alongside inclusivity. And this has been underpinned by principles of giving and generosity – as demonstrated by the impressive 'Big Feast'. The closure of meetings for part of this year has meant fluctuations in finances but, owing to members' willingness to be flexible with the use of online giving (and with lower expenditure particularly around building hire), the Trustees report that LifeLine Church remains financially healthy and continues to be able to fulfil this key value of generosity.

The Big Feast

In the middle of this year, the Trustees became persuaded of the need to explore the principle of committed relationship – not inappropriate in this year of lockdown. In a variety of ways, they and the leadership of the church took several weeks to delve into a deeper understanding of relationship/friendship with God and one another. A natural follow-on from this was to spend time together, and so an event named 'The Big Feast' was planned and implemented. Quite simply, some 320 people came together in November 2021, providing all the homemade food for a meal, table decorations, personalised greetings and all the fabulous entertainment.

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Trustees' report (continued)
for the year ended 31 March 2022

Achievements and performance (continued)

COVID-19: Two years on

As they sought to lead the Church community through unparalleled times, the leadership were clear that the starting point for navigating the situation would be principles and righteousness - not convenience, pragmatism, defeat or fear. Thus, when we expressed last year that, "We anticipate the blossoming of creative approaches to come forth," we are soberly grateful to report that there has been extraordinary growth and development in multiple areas of the life of the Church.

Key meetings were our priority, with Sunday morning family meetings slowly migrating from Zoom to small hybrid gatherings, which were repeated so that all who wished to be physically present could do so. From there, we began to meet in our original location, of Mayfield High School, starting in September 2021.

Learning the lessons of Zoom technology, the purchase of a high-grade film camera has enabled us to continue live broadcasting. This has enabled our members, friends and visitors to maintain their involvement, including those from USA, Sierra Leone, Zimbabwe, India and Ukraine, as well as those who were required to isolate after COVID-19 infections, who had other ill-health issues or who are the most vulnerable and elderly. The choice of zoom over 'streaming' has been a demanding option, but Trustees have constantly ensured the church leadership have returned to the decision of 'principles over practicals'. At the time of writing, our friends in Ukraine report that this place of connection has literally become a lifeline for them in their hour of need. We seamlessly brought this technology to our monthly prayer meeting, too, which has facilitated regular in-depth connections for many overseas visitors as well as provided a resource for parents of small children who would not normally make it to mid-week meetings.

Work has not stopped - the staff administration team has supported the leadership continually, despite a high proportion of communication being online, via Zoom or internet. Eight people were baptised in February 2022, once lockdown restrictions had been lifted. Life events have not halted either - six weddings were able to take place, albeit in under very restricted conditions.

A whole new grouping for those in the under-thirty's age bracket has emerged this year, despite the pandemic restrictions. This has begun to provide options for this age group to build strong friendships, grow together spiritually, and for individuals to explore leadership opportunities in fresh ways.

Children and young people have faced the implications of 'lockdown'. It was a greater challenge for young people to connect via Zoom, and their leaders report that only now has a sense of group identity begun to grow again, partly through the launch of the Youth Alpha Course – prompted by one of their own members!

As physical meetings have increased, the leadership have been astounded at the number of visitors arriving in person, possibly the result of a desire to re-connect after lock-down. With this has come the exciting opportunity to re-evaluate, sifting out the unnecessary/unhelpful in favour of fresh and relevant ways of demonstrating the love of God to the whole community.

Serving and inclusion continue to be foundational principles and, as the leadership look to use the pandemic as a stimulus for evaluation and subsequent development, many in the LifeLine community are now serving in fresh ways, for example, in leading the Sunday meetings, working with the Children's Ministry or running Alpha courses. Indeed, many who had not previously found a way to serve and be involved are now participating fully.

Giving and generosity feature deeply in the life of the Church. Members have given of their money, time and skills throughout the year. Shopping, cooking, driving to hospital appointments, prayer, phone calls – all are examples of generous giving from the Church community.

Leadership and pastoral care

The Trustees adhere to the value that 'Christ-like' leadership should show love and care as a way of life and not merely be about maintaining props to support people.

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Trustees' report (continued)
for the year ended 31 March 2022

Achievements and performance (continued)

A team of leaders, entitled 'encouragers', provide pastoral care, nurture friendships and encourage others to do so, too. In an atmosphere of innovation and development, Church leaders continue to appraise this role, adding in further 'encouragers' to ensure the whole community is truly cared for.

The Church is guided by its senior Core Team, and the Trustees report that the formation of the Implementors Group continues to be successful in executing the direction set from that Team, sharing the weight and enhancing their capacity.

Additionally, Trustees have welcomed the idea of small member-inspired groupings to promote reflective conversations and encourage and cultivate friendships in relaxed environments. These have developed from conversation 'clusters' to 'Buddy Bundles' – all designed to give space for innovations and deepening of care and love among the Church family.

Training and Equipping

Training is one of LifeLine's core activities. There are a number of courses that are regularly on offer, such as the parenting course and the marriage course, which have frequently been full! These are run by a variety of skilled and often professionally qualified volunteers who offer their time and expertise because they share LifeLine's vision of being an organisation that trains and equips people for life.

To support the wider leadership teams, Trustees approved residential training courses for Implementers and encouragers. And it was with great joy that the annual Leaders' Training Weekend was reinstated in January 2022. Pandemic restrictions had been semi-lifted, and so Terry and Linda King were able to travel from the USA to be guest speakers for this weekend.

Despite lockdown, LifeLine Church was able to run an online couples' course (Together 4 Life Course); and a Parenting Course at the start of January 2022, had some 20+ couples attending, from 3 different continents (Africa, South America and Europe)! Once again, there has been widespread benefit from the use of online technology.

LifeLine Church continues to provide courses for individuals wishing to decide whether they want to join the Church. These courses have continued (including a separate session for younger people) and have now been able to move to meeting in person.

LifeLine Church has continued to make good use of the well-known Alpha Course: three courses have been run this year – two for adults and one Youth Alpha, initiated by one of the actual teenagers themselves. An additional course was run in Albania for Albanian speakers (see below).

Many who have journeyed towards LifeLine have sought support and training in foundational principles of the Christian faith, and so the 'Finding Solutions' course was developed. This is so successful that it has been run several times, albeit online, with the additional benefit of providing a place to train new leaders.

LifeLine Members' Involvement Nationally and Internationally

Travel has slowly begun to open up in the latter part of this financial year. Until Christmas 2021, LifeLine's international involvement has been principally online, but 2022 started with the visit from Terry and Linda King from the USA. John and Dawn Singleton were also able to travel to the USA, in March '22, to attend a leadership conference, which was highly beneficial. Additionally, Lucy November was able to travel to Sierra Leone, in March '22, to develop the work of her project '2 Young Lives' (pregnant teens mentoring scheme), as further funding is progressing the expansion of this valuable work.

There continues to be ongoing digital communication between many of the LifeLine Church members and members of the LifeLine Network overseas – through Zoom, WhatsApp, email and phone calls.

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Trustees' report (continued)
for the year ended 31 March 2022

Achievements and performance (continued)

As the financial year closes, several LifeLine members are considering participating in the British Government's sponsorship scheme 'Homes for Ukraine', since there is a sizable number of Network members who are Ukrainian nationals in dire situations in that nation.

The 'Finding Solutions' course (foundations of the Christian faith), delivered online by a member of LifeLine Church to guests in Albania, was so successful that it generated an online Alpha Course in the Albanian language.

Prayer via WhatsApp has added another dimension to a sense of joining in heart. Examples of this would be in sharing sadness over bereavement with Network members or intercessory prayer for Network members in Ukraine.

Outreach

Church members are hugely engaged in supporting the work in the community. Working in partnership with Community Resources, we support vulnerable families in the community through the community programmes at LifeLine's base - Castle Point. From here LifeLine offers practical support and friendship to some of the most vulnerable people in our local community, helping them to combat isolation and find a place of belonging.

As mentioned in last year's 'plans for the future', one of the prominent buildings in our portfolio - Andrews Corner – has become a focal point for a number of community outreach projects. These include the exhibition of LifeLine's intentions for the development of its buildings and the regeneration of the Andrews Corner locality; a clothes swap; tea and coffee, and the venue for carol singing at Christmas!

Young People

The strong Youth Team supports and develops young people, both from within the Church and the local community. This year has proved a challenge, given that much of the interactions needed to take place online, a medium not always comfortable for many, given the shy or self-conscious nature of teenagers. As the country has gradually opened up through the management of the coronavirus, the team have created a vibrant programme of fun, games, teaching, worship and prayer, all designed to overcome the hurdles and bring the teenagers together once again.

A major building block for this re-integration has been the roll-out of the Youth Alpha Course, initiated and led by the older youths themselves and culminating in a dynamic away day.

A further sign of growth and development in the young people has been the emergence of youth-led football matches in a local park. Instigated by teenagers, impressively advertised and managed by them, they have challenged parents/older adults to matches that have been really successful in bridging generations.

Children and Families

Children's Ministry is high on the agenda of the Trustees. Two years of successive lockdowns has wrought changes and challenges for the large team of volunteers who work alongside children in all the age groups.

To support the emergence from lockdowns, worship leaders worked with children's workers to produce a special children's worship session, which was particularly helpful in enabling children to re-connect with each other and their leaders. Additionally, the Children's Ministry leaders delivered a highly beneficial training day for all children's volunteers.

The Children's Ministry team share the concern of the Trustees that there should be fresh spiritual development among families and are working towards new support resources as well as encouraging and supporting parents. A successful Parenting Course was run online in early January 2022, attracting a large number of local parents and additionally reaching to nations such as Ghana, Sierra Leone, Zimbabwe and Peru!

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Trustees' report (continued)
for the year ended 31 March 2022

Achievements and performance (continued)

Buildings

In October 2021, the ownership of Valence Group Ltd was transferred from LifeLine Community Projects to LifeLine Church. This wholly owned subsidiary of LifeLine Church holds the freehold title to one property in the local area and the leasehold of several others. The plan is to redevelop the freehold property and continue to lease the others.

LifeLine Church owns the freehold of two properties and plans are in operation to redesign part of these properties and planning permission has been granted to proceed with demolition and the reconstruction of a brand-new community facility.

In addition to the Property Team that was established last year, a newly developed Property Advisory Group has been formed of church members with expertise in finance, construction and project management. The Trustees are delegating many aspects of the project management to this team.

Following a review of costings, LifeLine Church leaders and Trustees proposed an opportunity for a deeper engagement in these plans by instituting the 'Future Fund', with an invitation for all who are part of LifeLine Church to give financially. A remarkable sum, in the region of £194,000, has been given or pledged as a direct result of this.

The construction project for the new community facility was put out to tender with construction companies in the autumn of 2021. At the close of this financial year the Trustees are in discussions to agree a pre-construction services agreement with the preferred bidder.

In order to inform and begin to engage the wider Becontree Community surrounding the Andrews Corner crossroads, the project team used one of the Charity's disused properties to bring together an exhibition. This consisted of elements of the history of Andrews Corner, with some illuminating 100-year-old photographs and a look back at how it had been a part of the bigger Becontree Council Estate, with all the social implications of its time. Additionally, it showcased the architects' plans for the proposed community facility and invited feedback. Around 200 people visited this exhibition in June 2021 including all the local Councillors.

As a further development, the London Borough of Barking and Dagenham has approached LifeLine Church about the possibility of relocating the local library in the Andrews Corner property. Trustees and the property team are in discussions with them about a capitalised lease over an extended period of time. This would cover all refurbishment costs and bring the building to an excellent standard. The library, coupled with the new-build community centre would complement a new council housing development nearby, and rather than create a new facility, LBBD Council recognise the logic of working in partnership with LifeLine Church as an established, trusted and credible grassroots community body.

Financial review

a. Going concern

After making appropriate enquiries, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the accounting policies.

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Trustees' report (continued)
for the year ended 31 March 2022

b. Reserves policy

LifeLine Church commit to setting aside at all times reserves to cover at least 3 months of operation, in the event of a drop in income. This is considered to be approx. £150k and is covered by unrestricted reserves.

Additional reserves can be allocated to projects agreed by the Trustees in line with the objectives of the Charity. Some funds will be ring-fenced for specific projects which are not time bound.

The Reserves policy will be reviewed in March every year when the new budget is being set.

At the year end the Charity holds restricted reserves of £2,133,891. Of these, £25,710 are intended to be used towards any financial needs arising from the Covid pandemic and £194,181 are for the Future fund. The remainder of the restricted reserves are for the community building development.

The Charity's unrestricted reserves include £2,634,335 of designated funds, which have been set aside by the Trustees for a specific project – the development of a building for use by both the Church and the community.

c. Results for the year

LifeLine Church receives much of its income in the form of gifts and donations from its members and where appropriate these gifts are gift aided.

During the year members of LifeLine Church also made donations totalling £194,181 to the Future Fund, a fund to be used for future developments within LifeLine Church.

LifeLine Church has also received gifts from LifeLine Community Projects totalling £1,914,000, which are to be used for the development of a community building.

Structure, governance and management

a. Constitution

The Charity is registered as a charitable company limited by guarantee, as well as a registered charity and as such is a non profit making organisation. It was incorporated on 29 September 2009 and its governing document is the Memorandum and Articles of Association.

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Trustees' report (continued)
for the year ended 31 March 2022

Structure, governance and management (continued)

b. Organisational structure and decision-making policies

Core Team

·Overall responsibility for the spiritual leadership of the Church. Members of the Core Team include 2 out of 4 Trustees. John Singleton, Mark Baiden, Avril McIntyre (Trustee), Neil Jaques (Trustee), Jamie Singleton. Additional Trustees: Ken Jarvis and Richard Griffin. As well as the quarterly Trustee meetings, they are involved in sub-groups (see below) delegated by Trustees/Core Team.

Sub Groups

Property team

Responsible for the different property negotiations. Delegated by Core Team. Regular reports to Core Team and Trustees. John Singleton, Nathan Singleton, Mark Baiden, Jamie Singleton, Naomi Sandy.

Property advisory group

Church members with expertise in finance, construction & project management.

Regular reports to Core Team and Trustees

In addition to the property team members above - David Newman, David Farrugia, Peter Cross, Dennis Wright, Matthew Stanford, Dobromir Gospodinov, Ella Brewer, Gary Dawson, James Ratnarajah, Jamie McKernan, Phil Paisley, Teah Baiden, Elspeth Paisley, Amanda Simmons.

Pastoral team

We have substantially increased the pastoral team over the last year. This team is responsible for the co-ordination and leadership of pastoral care across the church. Delegated by Core Team/Trustees. Neil & Christina Jaques (Trustee), Richard & Sue Griffin (Trustee), Phil & Elspeth Paisley, Avril McIntyre (Trustee), Mark & Teah Baiden, Sally & Grant Dixon, David & Tanya Farrugia, Miro & Mara Dospodinov, Dennis & Rachel Wright, Chris & Anna Page, Ginny & Moses Kpayser, Richard & Hannah Hylton, Gordon & Lucy Brewer, Jane & Jeremy Simmons, Michael & Charlotte Tizzard, Richard & Hannah Hylton, Andy & Leonie Garland, Daniel & Heidi Singleton, Sarah & Stephen Tizzard, Gary & Millie Easter, Lisa & Steve Adams, David & Clare Newman, Fatime & Fiqueret Sefolli, Fernando & Marisa Angulo-Diaz.

Salary sub group

Primarily to review annual salary/benefits of John Singleton, Senior Leader. Meets annually. Delegated by Core Team/Trustees. Ken Jarvis (Trustee), Avril McIntyre (Trustee), Mark Baiden.

Implementers team

The team is led by Jamie Singleton and includes; Richard & Hannah Hylton (youth pastoral care), Elspeth Paisley (prayer), Phil Paisley (logistics), Anthony McKernan (communications), Richard & Sue Griffin (integration), Sally Dixon (community/evangelism), Nick Brewer (worship), Avril McIntyre (Trustee).

c. Related party relationships

Lifeline Church has inspired the development of 3 additional charities which have enabled an expansion of the original work of the Church. These are: Lifeline Network International; Lifeline Community Projects; and Community Resources for Change. These charities are all independent from Lifeline Church, but do have representatives on their Boards of Members of the Church. They provide essential and inspiring projects which reach many hundreds of people locally, nationally and internationally.

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Trustees' report (continued)
for the year ended 31 March 2022

Structure, governance and management (continued)

d. Risk management

The Trustees have assessed the major risks to which the Group and the Charity are exposed and are satisfied that systems and procedures are in place to mitigate exposure to the major risks.

The main risk is that as LifeLine Church receives the majority of its income from gifts and donations made by members, this income may decrease at any time. Whilst the trustees have no control over amounts given, it has been shown over many years that in fact giving by the church members has remained steady and that there have been high levels of generosity to meet needs.

Plans for future periods

The Trustees continue to review the activities of the Church on an ongoing basis. The leadership team seek to promote regular review as standard, and the effectiveness of all activities will continue to be scrutinised through the leadership, Core Team and Trustees and the Implementers Group.

The pandemic has had multiple effects on connections, meetings, and friendships. The Church leadership are encouraging everyone to think creatively about how to build genuinely strong and supportive relationships – these range from informal coffee to more formalised short courses, another residential Church Holiday (for 2023) and a community choir.

With regard to the building development, Trustees will continue to ensure that work with the preferred bidder develops and look to reaching a conclusion around the optimal funding solutions and will conclude on negotiations with the local authority apropos the partnership for the library.

Families remain high on the agenda for the forthcoming year and the leadership team anticipate a strengthening of spiritual life within them. The Children's Ministry Team continue to explore how they might work in partnership with parents to promote spiritual development in families.

A regular feature of the Church calendar are the short introductory courses to LifeLine's values. Going forward, the leadership team are exploring a range of fresh ways to deliver these.

As the war in Ukraine continues, members of LifeLine Church have offered hospitality to a small group of Ukrainian citizens. The whole church will be looking to find ways to welcome and support them as they begin to arrive via the UK Government sponsorship scheme.

The pandemic has effectively wrought change to the way people handle finance, not the least of which are the changes to the use of cash versus electronic payments. Whilst generosity continues to be key in the hearts of Church members, the Trustees are ensuring that the church continues to be flexible in supporting the biblical principle of giving in a twenty-first century environment. Similarly, they will continue to evaluate the need for online streaming of meetings, given that inclusion is a strong part of our identity.

Trustees choose at all times to stand on LifeLine's values and principles. They regard these as essential foundations for the Church as it pursues life beyond the pandemic; they are essential to guide creative initiatives, and essential for the spiritual health of everyone who is part of LifeLine. These convictions allow us to remain a resource to our wider communities and, in the spirit of generosity, to produce and give more than we consume.

Members' liability

The Members of the Charity guarantee to contribute an amount not exceeding £1 to the assets of the Charity in the event of winding up.

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Trustees' report (continued)
for the year ended 31 March 2022

Statement of Trustees' responsibilities

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

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

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

The Trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Charity's transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Charity 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 Group and the Charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Disclosure of information to auditors

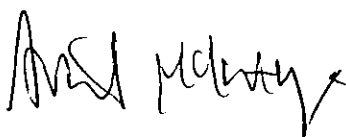
Each of the persons who are Trustees at the time when this Trustees' report is approved has confirmed that:

- so far as that Trustee is aware, there is no relevant audit information of which the charitable group's auditors are unaware, and
- that Trustee has taken all the steps that ought to have been taken as a Trustee in order to be aware of any relevant audit information and to establish that the charitable group's auditors are aware of that information.

Auditors

The auditors, Kreston Reeves LLP, have indicated their willingness to continue in office. The designated Trustees will propose a motion reappointing the auditors at a meeting of the Trustees.

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



A McIntyre
Trustee

Date: 31/03/2022

Lifeline Church
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Independent auditors' report to the Members of Lifeline Church

Opinion

We have audited the financial statements of Lifeline Church (the 'Charity') and its subsidiaries (the 'Group') for the year ended 31 March 2022 which comprise the consolidated statement of financial activities, the consolidated balance sheet, the Charity balance sheet, the consolidated statement of cash flows and the related notes, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and of the Charity's affairs as at 31 March 2022 and of the Group's income and application of resources, including its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006 and the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the United Kingdom, including the Financial Reporting Council's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the Charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

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

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Independent auditors' report to the Members of Lifeline Church (continued)

Other Information

The other information comprises the information included in the annual report other than the financial statements and our auditors' report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Trustees' report for the financial year for which the financial statements are prepared is consistent with the financial statements.
- the Trustees' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' report.

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

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

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the Trustees (who are also the Directors of the Charity for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Trustees are responsible for assessing the Group's and the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Trustees either intend to liquidate the Group or the Charity or to cease operations, or have no realistic alternative but to do so.

Lifeline Church
(A company limited by guarantee)

Independent auditors' report to the Members of Lifeline Church (continued)

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Capability of the audit in detecting irregularities, including fraud

Based on our understanding of the Charity and the sector as a whole, and thorough discussions with the Trustees and other management (as required by auditing standards), we identified that the principal risks of non-compliance with laws and regulations related to health and safety, anti-bribery and employment law. We considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities SORP (FRS 102) Second Edition (released October 2019), the Companies Act 2006 and other relevant charity legislation. We communicated identified laws and regulations throughout our team and remained alert to any indications of non-compliance throughout the audit. We evaluated Trustees' and management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls) and determined that the principal risks related to: posting inappropriate journal entries to increase revenue or reduce expenditure; and management bias in accounting estimate and judgemental areas of the financial statements. Audit procedures performed by the engagement team included:

- Discussions with management and assessment of known or suspected instances of non-compliance with laws and regulations (including health and safety) and fraud; and
- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Performing analytical procedures to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Confirmation of related parties with management, and review of transactions throughout the period to identify any previously undisclosed transactions with related parties outside the normal course of business; and
- Physical inspection of tangible assets susceptible to fraud or irregularity; and
- Assessment of identified fraud risk factors; and
- Review of cash expenditure to confirm no evidence of personal benefit; and
- Challenging assumptions and judgements made by management in its significant accounting estimates; and
- Performing analytical procedures to identify any unusual or unexpected relationships, including related party transactions, that may indicate risks of material misstatement due to fraud; and
- Reading minutes of meetings of those charged with governance; and
- Review of significant and unusual transactions; and
- Identifying and testing journal entries, in particular any manual entries made at the year end for financial statement preparation.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

Lifeline Church
(A company limited by guarantee)

Independent auditors' report to the Members of Lifeline Church (continued)

As part of an audit in accordance with ISAs (UK), we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the charitable company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Trustees.
- Conclude on the appropriateness of the Trustees' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the charitable company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the charitable company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, and to the Charity's members, as a body, Part 4 of the Charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity and its trustees, as a body, for our audit work, for this report, or for the opinions we have formed.



Kreston Reeves LLP

Chartered Accountants

Chatham

Date: 4 October 2022

Lifeline Church
(A company limited by guarantee)

Consolidated Statement of financial activities (Incorporating Income and expenditure account)
for the year ended 31 March 2022

	Note	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Income from:					
Donations and legacies	4	531,470	2,110,744	2,642,214	566,107
Charitable activities	5	6,000	-	6,000	4,750
Investments	6	29,409	-	29,409	8,126
Other income	7	20,028	-	20,028	-
Total income		586,907	2,110,744	2,697,651	578,983
Expenditure on:					
Charitable activities	9	445,327	2,563	447,890	378,133
Total expenditure		445,327	2,563	447,890	378,133
Net movement in funds		141,580	2,108,181	2,249,761	200,850
Reconciliation of funds:					
Total funds brought forward		2,681,334	25,710	2,707,044	2,506,194
Net movement in funds		141,580	2,108,181	2,249,761	200,850
Total funds carried forward		2,822,914	2,133,891	4,956,805	2,707,044

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

The notes on pages 20 to 39 form part of these financial statements.

Lifeline Church
(A company limited by guarantee)
Registered number: 07033697

Consolidated balance sheet
as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Intangible assets	12	(83,461)	-
Tangible assets	13	1,190,222	1,130,487
Investment property	14	794,000	-
		<u>1,900,761</u>	<u>1,130,487</u>
Current assets			
Debtors	16	220,629	27,659
Investments	17	1,001,059	1,001,059
Cash at bank and in hand		1,962,344	564,628
		<u>3,184,032</u>	<u>1,593,346</u>
Creditors: amounts falling due within one year	18	(127,988)	(16,789)
Net current assets		<u>3,056,044</u>	<u>1,576,557</u>
Total net assets		<u><u>4,956,805</u></u>	<u><u>2,707,044</u></u>
Charity funds			
Restricted funds	19	2,133,891	25,710
Unrestricted funds	19	2,822,914	2,681,334
Total funds		<u><u>4,956,805</u></u>	<u><u>2,707,044</u></u>

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



A McIntyre

Trustee

Date: 3/10/2022

The notes on pages 20 to 38 form part of these financial statements.

Lifeline Church
(A company limited by guarantee)
Registered number: 07033697

Charity balance sheet
as at 31 March 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	1,190,222	1,130,487
Investments	15	611,613	-
		<u>1,801,835</u>	<u>1,130,487</u>
Current assets			
Debtors	16	217,005	27,659
Investments	17	1,001,059	1,001,059
Cash at bank and in hand		1,909,910	564,628
		<u>3,127,974</u>	<u>1,593,346</u>
Creditors: amounts falling due within one year	18	(10,333)	(16,789)
Net current assets		<u>3,117,641</u>	<u>1,576,557</u>
Total net assets		<u><u>4,919,476</u></u>	<u><u>2,707,044</u></u>
Charity funds			
Restricted funds	19	2,133,891	25,710
Unrestricted funds	19	2,785,585	2,681,334
Total funds		<u><u>4,919,476</u></u>	<u><u>2,707,044</u></u>

The Charity's net movement in funds for the year was £2,212,432 (2021 - £200,850).

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

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

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:



A McIntyre

Trustee

Date: 3/10/2022

The notes on pages 20 to 38 form part of these financial statements.

Lifeline Church
(A company limited by guarantee)

Consolidated statement of cash flows
for the year ended 31 March 2022

	2022 £	2021 £
Cash flows from operating activities		
Net cash used in operating activities (note)	<u>2,164,548</u>	<u>171,654</u>
Cash flows from Investing activities		
Dividends, interests and rents from investments	4,625	8,126
Purchase of tangible fixed assets	(64,547)	(29,482)
Purchase of investments	(706,910)	-
Net cash used in investing activities	<u>(766,832)</u>	<u>(21,356)</u>
Change in cash and cash equivalents in the year	1,397,716	150,298
Cash and cash equivalents at the beginning of the year	<u>1,565,687</u>	<u>1,415,389</u>
Cash and cash equivalents at the end of the year	<u><u>2,963,403</u></u>	<u><u>1,565,687</u></u>

The notes on pages 20 to 38 form part of these financial statements

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

1. General Information

Lifeline Church is a Charitable Company limited by guarantee incorporated in England and Wales. The registered office is Lifeline House, 25 Neville Road, Dagenham, Essex, RM8 3QS. The Charity's principal objectives are as set out in the Trustees Report on page 2.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with the Charities SORP (FRS 102) - Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

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

The consolidated statement of financial activities (SOFA) and consolidated balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has taken advantage of the exemption allowed under section 408 of the Companies Act 2006 and has not presented its own statement of financial activities in these financial statements.

2.2 Company status

The Charity is a Charitable Company limited by guarantee. The members of the Charity are the Trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

2.3 Going concern

The Trustees assess whether the use of going concern is appropriate i.e. whether there are any material uncertainties related to events or conditions that may cast significant doubt on the ability of the Charity to continue as a going concern. The Trustees make this assessment in respect of a period of at least one year from the date of authorisation for issue of the financial statements and have concluded that the Charity has adequate resources to continue in operational existence for the foreseeable future and there are no material uncertainties about the Charity's ability to continue as a going concern, thus they continue to adopt the going concern basis of accounting in preparing the financial statements.

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

2. Accounting policies (continued)

2.4 Income

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

Grants are included in the consolidated statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

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

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

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

2.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably.

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

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

All expenditure is inclusive of irrecoverable VAT.

2.6 Interest receivable

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

2.7 Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

2. Accounting policies (continued)

2.8 Intangible assets and amortisation

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

Amortisation is provided on intangible assets at rates calculated to write off the cost of each asset on a straight-line basis over its expected useful life.

The estimated useful lives are as follows:

Goodwill	- 10 years straight line
----------	--------------------------

2.9 Tangible fixed assets and depreciation

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

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

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on the following bases:

Freehold property	- not depreciated
Plant and machinery	- 25% straight line
Motor vehicles	- 25% straight line
Fixtures and fittings	- 25% straight line
Computer equipment	- 25% straight line

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the consolidated statement of financial activities.

2.10 Investments

Fixed asset investments are a form of financial instrument and are initially recognised at their transaction cost and subsequently measured at fair value at the balance sheet date, unless the value cannot be measured reliably in which case it is measured at cost less impairment. Investment gains and losses, whether realised or unrealised, are combined and presented as 'Gains/(Losses) on investments' in the consolidated statement of financial activities.

Investments in subsidiaries are valued at cost less provision for impairment.

Investment properties is carried at fair value determined annually by external valuers and derive from the current market rents and investment property yields for comparable real estate, adjusted if necessary for any difference in the nature, location or condition of the specific asset. No depreciation is provided. Changes in fair value are recognised in profit or loss.

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

2. Accounting policies (continued)

2.11 Debtors

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

2.12 Cash at bank and in hand

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

2.13 Liabilities and provisions

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

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

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

2.14 Financial instruments

The Group only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2.15 Pensions

The Group operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Group to the fund in respect of the year.

2.16 Fund accounting

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

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

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

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

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

3. Critical accounting estimates and areas of judgement

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.

Critical accounting estimates and assumptions:

The Charity makes estimates and assumptions concerning the future. The resulting accounting estimates and assumptions will, by definition, seldom equal the related actual results. The estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

4. Income from donations and legacies

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Donations and gifts	531,470	2,110,744	2,642,214	531,107
Grants	-	-	-	35,000
	<u>531,470</u>	<u>2,110,744</u>	<u>2,642,214</u>	<u>566,107</u>
Total 2021	<u>530,249</u>	<u>35,858</u>	<u>566,107</u>	

5. Income from charitable activities

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Charitable rental income	6,000	6,000	4,750
	<u>6,000</u>	<u>6,000</u>	
Total 2021	<u>4,750</u>	<u>4,750</u>	

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

6. Investment income

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Valence Group rental income	24,784	24,784	-
Interest receivable	4,625	4,625	8,126
	<u>29,409</u>	<u>29,409</u>	<u>8,126</u>
Total 2021	<u>8,126</u>	<u>8,126</u>	

7. Other income

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Sundry income	4,028	4,028	-
VAT provision released	16,000	16,000	-
	<u>20,028</u>	<u>20,028</u>	<u>-</u>
Total 2021	<u>-</u>	<u>-</u>	

8. Analysis of grants

	Grants to Institutions 2022 £	Grants to Individuals 2022 £	Total funds 2022 £	Total funds 2021 £
Grants payable	105,555	3,647	109,202	109,510
Total 2021	<u>98,200</u>	<u>11,310</u>	<u>109,510</u>	

Of the total grants paid in this financial year £2,563 (2021: £1,830) relates to restricted funds, with the balance of £106,639 (2021: £107,680) being in respect of general unrestricted funds.

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

9. Analysis of expenditure by activities

	Direct costs 2022 £	Grants payable 2022 £	Support costs 2022 £	Total funds 2022 £	Total funds 2021 £
Charitable activities	327,756	109,202	10,932	447,890	378,133
Total 2021	264,120	109,510	4,503	378,133	

Analysis of direct costs

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Staff costs	152,737	152,737	126,519
Depreciation	4,812	4,812	2,318
Printing, postage and stationery	2,253	2,253	3,246
Office expenses	19,228	19,228	13,678
Travel and subsistence	8,000	8,000	7,106
Establishment expenses	7,782	7,782	11,044
Ministry support	69,199	69,199	68,987
Other direct costs	53,472	53,472	10,993
Sundry expenses	4,906	4,906	5,884
Legal and professional fees	4,054	4,054	14,345
Profit on sale of fixed assets	(1,418)	(1,418)	-
Property costs	6,360	6,360	-
Amortisation on negative goodwill	(3,629)	(3,629)	-
	327,756	327,756	264,120
Total 2021	264,120	264,120	

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

9. Analysis of expenditure by activities (continued)

Analysis of support costs

	Unrestricted funds 2022 £	Total funds 2022 £	Total funds 2021 £
Audit fees	7,500	7,500	-
Accountancy fees	-	-	360
Independent examination fees	-	-	1,320
Legal fees	3,432	3,432	2,823
	<u>10,932</u>	<u>10,932</u>	<u>4,503</u>
Total 2021	<u>4,503</u>	<u>4,503</u>	

10. Staff costs

	Group 2022 £	Group 2021 £	Charlty 2022 £	Charity 2021 £
Wages and salaries	142,218	116,407	142,218	116,407
Social security costs	8,257	8,139	8,257	8,139
Pension costs	2,262	1,973	2,262	1,973
	<u>152,737</u>	<u>126,519</u>	<u>152,737</u>	<u>126,519</u>

The average number of persons employed by the Charity during the year was as follows:

	Group 2022 No.	Group 2021 No.
Employees	<u>6</u>	<u>5</u>

No employee received remuneration amounting to more than £60,000 in either year.

The remuneration and benefits received by the Charity's key management personnel, during the financial year, including employer's national insurance contributions, amounted to £70,442 (2021: £70,562).

11. Trustees' remuneration and expenses

During the financial year, A McIntyre, a Trustee, received £15,789 (2021: £15,798) in remuneration and benefits, including employer's national insurance contributions, as well as £701 (2021: £263) in employer's pension contributions, in her capacity as Church Coordinator. The legal authority for the remuneration is set out in the Charity's Memorandum and Articles of Association.

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

11. Trustees' remuneration and expenses (continued)

During the year ended 31 March 2022, expenses totalling £2,064 were reimbursed or paid directly to 4 Trustees (2021 - £3,957 to 5 Trustees). Trustees expenses related to travel, motor expenses and ministry costs.

12. Intangible assets

Group

	Goodwill £
Cost	
Additions	(87,090)
At 31 March 2022	<u>(87,090)</u>
Amortisation	
Charge for the year	(3,629)
At 31 March 2022	<u>(3,629)</u>
Net book value	
At 31 March 2022	<u>(83,461)</u>
At 31 March 2021	<u>-</u>

Lifeline Church
(A company limited by guarantee)

Notes to the financial statements
for the year ended 31 March 2022

13. Tangible fixed assets

Group

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation						
At 1 April 2021	1,124,222	65,879	15,269	6,032	6,416	1,217,818
Additions	49,856	9,585	-	-	5,106	64,547
Disposals	-	-	(8,269)	(3,148)	-	(11,417)
At 31 March 2022	<u>1,174,078</u>	<u>75,464</u>	<u>7,000</u>	<u>2,884</u>	<u>11,522</u>	<u>1,270,948</u>
Depreciation						
At 1 April 2021	-	63,036	15,269	6,032	2,994	87,331
Charge for the year	-	2,919	-	-	1,893	4,812
On disposals	-	-	(8,269)	(3,148)	-	(11,417)
At 31 March 2022	<u>-</u>	<u>65,955</u>	<u>7,000</u>	<u>2,884</u>	<u>4,887</u>	<u>80,726</u>
Net book value						
At 31 March 2022	<u>1,174,078</u>	<u>9,509</u>	<u>-</u>	<u>-</u>	<u>6,635</u>	<u>1,190,222</u>
At 31 March 2021	<u>1,124,222</u>	<u>2,843</u>	<u>-</u>	<u>-</u>	<u>3,422</u>	<u>1,130,487</u>

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13. Tangible fixed assets (continued)

Group (continued)

On transition to FRS 102 the Charity took advantage of the option to use a previous valuation for freehold land and buildings as the deemed historical cost.

Included in land and buildings are properties which could be considered as investment properties under FRS 102, however, the intention is to develop these properties for the Charity's own use as soon as is possible and so the Trustees consider the move to show these properties as investment properties in the short-term to be an undue cost or effort.

Charity

	Freehold property £	Plant and machinery £	Motor vehicles £	Fixtures and fittings £	Computer equipment £	Total £
Cost or valuation						
At 1 April 2021	1,124,222	65,879	15,269	6,032	6,416	1,217,818
Additions	49,856	9,585	-	-	5,106	64,547
Disposals	-	-	(8,269)	(3,148)	-	(11,417)
At 31 March 2022	<u>1,174,078</u>	<u>75,464</u>	<u>7,000</u>	<u>2,884</u>	<u>11,522</u>	<u>1,270,948</u>
Depreciation						
At 1 April 2021	-	63,036	15,269	6,032	2,994	87,331
Charge for the year	-	2,919	-	-	1,893	4,812
On disposals	-	-	(8,269)	(3,148)	-	(11,417)
At 31 March 2022	<u>-</u>	<u>65,955</u>	<u>7,000</u>	<u>2,884</u>	<u>4,887</u>	<u>80,726</u>
Net book value						
At 31 March 2022	<u>1,174,078</u>	<u>9,509</u>	<u>-</u>	<u>-</u>	<u>6,635</u>	<u>1,190,222</u>
At 31 March 2021	<u>1,124,222</u>	<u>2,843</u>	<u>-</u>	<u>-</u>	<u>3,422</u>	<u>1,130,487</u>

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14. Investment property

Group

	Freehold Investment property £	Long term leasehold Investment property £	Total £
Valuation			
On acquisition of subsidiaries	516,000	278,000	794,000
At 31 March 2022	516,000	278,000	794,000

Investment property comprises freehold and leasehold property. The fair value of the investment property portfolio has been made by the Trustees on an open market value basis by reference to market evidence of transaction prices for similar properties.

15. Fixed asset investments

	Investments in subsidiary companies £
Charity	
Cost or valuation	
Additions	611,613
At 31 March 2022	611,613
Net book value	
At 31 March 2022	611,613

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Notes to the financial statements
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16. Debtors

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Due within one year				
Trade debtors	3,500	-	3,500	-
Other debtors	163,259	41	161,093	41
Prepayments and accrued income	53,870	27,618	52,412	27,618
	220,629	27,659	217,005	27,659

17. Current asset investments

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Short-term cash investments	1,001,059	1,001,059	1,001,059	1,001,059

18. Creditors: Amounts falling due within one year

	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Trade creditors	2,372	-	-	-
Other taxation and social security	2,480	2,998	2,480	2,998
Other creditors	19,083	12,471	1,603	12,471
Accruals and deferred income	104,053	1,320	6,250	1,320
	127,988	16,789	10,333	16,789
	Group 2022 £	Group 2021 £	Charity 2022 £	Charity 2021 £
Deferred income at 1 April 2021	-	1,200	-	1,200
Resources deferred during the year	96,553	-	-	-
Amounts released from previous periods	-	(1,200)	-	(1,200)
Deferred income at 31 March 2022	96,553	-	-	-

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19. Statement of funds

Statement of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2022 £
Unrestricted funds					
Designated funds					
Main hall development	2,531,334	-	-	103,001	2,634,335
General funds					
General funds	150,000	586,907	(445,327)	(103,001)	188,579
Total Unrestricted funds	2,681,334	586,907	(445,327)	-	2,822,914
Restricted funds					
Gifts for individuals in need	-	2,563	(2,563)	-	-
Special Offering - Covid needs	25,710	-	-	-	25,710
Future Fund	-	194,181	-	-	194,181
LCP cash grants for building development	-	1,302,387	-	-	1,302,387
LCP transfer of VGL for building development	-	611,613	-	-	611,613
	25,710	2,110,744	(2,563)	-	2,133,891
Total of funds	2,707,044	2,697,651	(447,890)	-	4,956,805

Designated funds – these are funds set aside for the development of a building for use by both the Church and the community.

Gifts for individuals in need- these are gift given by Church members for those in need within the Church community.

Special offering Covid needs – these were gifts given by members of the Church to meet any needs arising from the Covid pandemic and ensuing cost of living crisis.

Future Fund- these are gifts given by members of the Church to be used for future developments within LifeLine Church.

LCP cash grants for building development – these are cash gifts made by LCP to be used towards the development of a building.

LCP transfer of VGL for building development – this was the value of the transfer of VGL from LCP to Lifeline Church and is to be used for the development of a building.

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Notes to the financial statements
for the year ended 31 March 2022

19. Statement of funds (continued)

Statement of funds - prior year

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2021 £
Unrestricted funds					
Designated funds					
Main hall development	2,356,194	-	-	175,140	2,531,334
General funds					
General funds	150,000	543,125	(367,985)	(175,140)	150,000
Total Unrestricted funds	2,506,194	543,125	(367,985)	-	2,681,334
Restricted funds					
Gifts for individuals in need	-	1,830	(1,830)	-	-
Special Offering - Covid needs	-	34,028	(8,318)	-	25,710
	-	35,858	(10,148)	-	25,710
Total of funds	2,506,194	578,983	(378,133)	-	2,707,044

20. Summary of funds

Summary of funds - current year

	Balance at 1 April 2021 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2022 £
Designated funds	2,531,334	-	-	103,001	2,634,335
General funds	150,000	586,907	(445,327)	(103,001)	188,579
Restricted funds	25,710	2,110,744	(2,563)	-	2,133,891
	2,707,044	2,697,651	(447,890)	-	4,956,805

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Notes to the financial statements
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20. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 April 2020 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2021 £
Designated funds	2,356,194	-	-	175,140	2,531,334
General funds	150,000	543,125	(367,985)	(175,140)	150,000
Restricted funds	-	35,858	(10,148)	-	25,710
	<u>2,506,194</u>	<u>578,983</u>	<u>(378,133)</u>	<u>-</u>	<u>2,707,044</u>

21. Analysis of net assets between funds

Analysis of net assets between funds - current year

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total funds 2022 £
Tangible fixed assets	1,190,222	-	1,190,222
Intangible fixed assets	(83,461)	-	(83,461)
Investment property	794,000	-	794,000
Current assets	1,050,141	2,133,891	3,184,032
Creditors due within one year	(127,988)	-	(127,988)
Total	<u>2,822,914</u>	<u>2,133,891</u>	<u>4,956,805</u>

Analysis of net assets between funds - prior year

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £
Tangible fixed assets	1,130,487	-	1,130,487
Current assets	1,567,636	25,710	1,593,346
Creditors due within one year	(16,789)	-	(16,789)
Total	<u>2,681,334</u>	<u>25,710</u>	<u>2,707,044</u>

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Notes to the financial statements
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22. Reconciliation of net movement in funds to net cash flow from operating activities

	Group 2022 £	Group 2021 £
Net income for the year (as per Statement of Financial Activities)	2,249,761	200,850
Adjustments for:		
Depreciation charges	4,812	2,318
Amortisation charges	(3,629)	-
Dividends, interests and rents from investments	(4,625)	(8,126)
Increase in debtors	(192,970)	(2,759)
Increase/(decrease) in creditors	111,199	(20,629)
Net cash provided by operating activities	2,164,548	171,654

23. Analysis of cash and cash equivalents

	Group 2022 £	Group 2021 £
Cash in hand	2,963,403	1,565,687
Total cash and cash equivalents	2,963,403	1,565,687

24. Analysis of changes in net debt

	At 1 April 2021 £	Cash flows £	At 31 March 2022 £
Cash at bank and in hand	564,628	1,397,716	1,962,344
Liquid investments	1,001,059	-	1,001,059
	1,565,687	1,397,716	2,963,403

25. Pension commitments

The Charity operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Charity in an independently administered fund. The pension cost charge represents contributions payable by the Charity to the fund and amounted to £2,262 (2021 - £1,973). Contributions totalling £Nil (2021 - £492) were payable to the fund at the Balance sheet date and are included in creditors.

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26. Related party transactions

During the financial year the Trustees made cumulative donations to the Charity amounting to £76,704 (2021: £38,095).

Christina Jaques, the wife of Neil Jaques, a Trustee, received £16,460 (2021: £15,615) in remuneration, including £274 (2021: £251) as pension contributions during the year for her role as the Finance Manager.

During the year Ministry support payments were paid, totalling to £53,349 (2021: £54,501).

During the year payments of £15,000 were made to Sonrise Trust, an entity controlled by Kenneth Jarvis, a Trustee.

During the year the Charity had the following transactions with Lifeline Network International (LNI), a charity of which Avril McIntyre is also a Trustee:

- Tithe payments paid to LNI of £105,555 (2021: £98,200).
- Expenses were recharged to LNI totalling £10,915 (2021: £420).
- Salary costs were recharged to LNI totalling £13,596 (2021: £13,620).
- Expenses were recharged from LNI totalling £1,539 (2021: £4,417).
- Salary costs were recharged from LNI totalling £20,412 (2021: £20,412).
- At the Balance sheet date LC was owed a balance of £1,706 from LNI (2021: £9,661 owed to LNI).

During the year the Charity had the following transactions with Lifeline Community Projects (LCP), a charity of which Avril McIntyre and Neil Jaques are also Trustees:

- Gifts were received from LCP totalling £1,914,000 (2021: £Nil).
- Expenses were recharged from LCP totalling £6,913 (2021: £18,743).
- At the Balance sheet date LC was owed a balance of £158,878 from LCP (2021: £364 owed to LCP).

During the year the Charity had the following transactions with Community Resources for Change (CRC), a charity of which Avril McIntyre is also a Trustee:

- Expenses were recharged to CRC totalling £18,459 (2021: £27,995).
- Expenses were recharged from CRC totalling £1,334 (2021: £355).
- At the Balance sheet date there were no balances outstanding between LC and CRC.

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27. Principal subsidiaries

These financial statements are consolidated financial statements for Lifeline Church and its subsidiary, which is based in the UK. Separate company financial statements for the subsidiary company are required to be prepared by law and are publicly available at Companies House.

On 27 October 2021, the Charitable Company purchased the entire share capital of Valence Group Limited for cash consideration of £nil. On acquisition fixed assets of £794,000, current assets of £84,835 and current liabilities of £164,133 were recognised.

The following was a subsidiary undertaking of the Charity:

Name	Principal activity	Class of shares	Holding	Included in consolidation
Valence Group Limited	Property management	Ordinary	100%	Yes

The financial results of the subsidiary for the year were:

Name	Income £	Expenditure £	Profit/(Loss) / Surplus/ (Deficit) for the year £	Net assets £
Valence Group Limited	88,327	(27,397)	60,930	732,402

The investments in subsidiaries are all stated at cost less impairments.