

LIVING WATERS CHURCH SOUTH TYNESIDE TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2020

The trustees present their report together with the financial statements of the charity for the year ended 31st December 2020.

OBJECTS OF THE CHARITY

The principal activities of the company are to advance the Christian faith, to relieve sickness and financial hardship, to promote and preserve good health and to advance education.

TRUSTEES

The trustees who served during the year were:

Elizabeth Graham Smith	June Schofield
Kenneth David Cooper	Sheila Olsen
Harold Edward Gandy	Mavis Thirkell
David Schofield	Samuel Smith

Review of Developments, Activities and Achievements 2020.

In a year which was completely interrupted by Covid 19 the church managed to introduce some measures which allowed members to continue to worship God during the Covid 19 Pandemic. During the year the following announcements were made:

In April 2020 the Senior Pastor Dave Schofield retired after giving over 30 years of service to the Lord and Living Waters Church. Pastor Sam Smith would take over as Lead Pastor.

The church decided that connect groups would continue to operate on the Zoom media platform during the time of church closure due to Covid 19. As the church services were curtailed due to Covid it was decided by the trustees to set up the Sunday service on YouTube this was brought about by Government restrictions which caused the closure of the church during lockdown.

In May Pastor Sam Smith became a fully accredited minister at the Assemblies of God Conference 2020.

In June 2020 church services continued to be held on YouTube and in July 2020 the Assemblies of God issued guidelines to churches on how they were able to reopen under Government restrictions.

During the year the church trustees held monthly meetings on the Zoom platform to discuss a range of items which included the financial situation of the church as Government restrictions were put in place.

Events in the church such as Kids Club, Boys Brigade and the church Breakfast Club ran until the start of lockdown.

During the year the church continued to support financially the Indian Orphanage in Machilipatnam and a family on the Mercy Ships and also 4 children in El Salvador under Compassion U.K.

CLOSE COMPANY PROVISIONS

In the opinion of the trustees, the charity is a close company within the meaning of S414 Income and Corporation Taxes Act 1988 (as amended).

Signed on behalf of the trustees

A handwritten signature in dark ink, appearing to read 'H E Gandy', with a long horizontal flourish extending from the end of the name.

Mr. H E Gandy

Approved by the trustees on September 27th 2021

LIVING WATERS CHURCH SOUTH TYNESIDE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2020

Notes	Unrestricted funds £	Restricted funds £	Total Funds £	Prior period funds £
INCOME				
Income and endowments from:				
Voluntary Income				
Collections	41,153	1,210	42,362	44,247
Donations and grants	1,029	6,532	7,560	10,512
Roof appeal	0	0	0	13,578
Activities for generating funds				
Coffee shop		549	549	3,742
Breakfast club		961	961	6,414
Other trading activities	3,208		3,208	1,222
Receipts from Church activities				
Hire of hall	3,829		3,829	10,458
Total	49,219	9,252	58,470	90,173
EXPENDITURE				
Expenditure on:				
Charitable activities				
Support costs	2 41,812	10,493	52,305	74,122
Gifts and donations	2,494	3,089	5,583	5,799
Costs of activities	0	339	339	3,258
Governance costs	3 600		600	600
Total	44,906	13,921	58,827	83,779
Transfers between funds	(4,978)	4,978	0	0
NET INCOME/(EXPENDITURE) FOR THE PERIOD	(665)	308	(357)	6,394
RECONCILIATION OF FUNDS:				
Funds brought forward	56,682	347,436	404,118	397,724
Total funds carried forward	56,017	347,744	403,761	404,118

LIVING WATERS CHURCH SOUTH TYNESIDE

**BALANCE SHEET
AS AT 31 DECEMBER 2020**

	Notes	£	Total funds £	Prior year funds £
FIXED ASSETS	6		429,316	442,891
CURRENT ASSETS				
Debtors	7	1,003		1,970
Cash at bank and in hand		<u>8,833</u>		<u>5,587</u>
		9,836		7,557
CREDITORS: Amount falling due within one year	8	8,391		11,331
NET CURRENT ASSETS			<u>1,446</u>	<u>(3,773)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>430,761</u>	<u>439,118</u>
CREDITORS: Amount falling due after one year			27,000	35,000
TOTAL NET ASSETS OR LIABILITIES			<u>403,761</u>	<u>404,118</u>
FUNDS OF THE CHARITY	9			
Restricted income funds			347,744	347,436
Unrestricted funds			56,017	56,682
TOTAL FUNDS			403,761	404,118

The company was entitled to exemption from audit under s477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

These accounts were approved by the trustees on *27th September* 2021 and are signed on their behalf by:

Sam Smith

Mr. S Smith

LIVING WATERS CHURCH SOUTH TYNESIDE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice, Accounting and Reporting by Charities (revised 2005), the Financial Reporting Standard for Smaller Entities (effective April 2008) and applicable accounting standards.

Company status

The charity is a company limited by guarantee, which was incorporated on 21 September 2010. The members of the company 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.

Incoming Resources

Incoming resources are included in the Statement of Financial Activities when the charity becomes entitled to the income.

Fund Accounting

Unrestricted funds are available for the furtherance of the general objectives of the charity.

Restricted funds are subject to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Fixed Assets

The assets transferred from Living Waters Church (prior to incorporation) have been shown at their original cost to this previous charity together with the associated depreciation.

Depreciation has been provided at the following rates in order to write off the assets to their anticipated residual value over their estimated useful lives.

Property	2 % straight line	
Roof	30 years	(see note 10)
Office equipment	30 % reducing balance	
Fixtures and fittings	20 % reducing balance	

2. SUPPORT COSTS

	2020 Unrestricted £	2020 Restricted 0	2019 Unrestricted 0	2019 Restricted £
Heat, light and water	1,754		3,093	
Insurance	2,248		2,188	
Telephone	681		596	
Repairs	1,550		2,005	
Salaries and employer's NI	27,013		30,382	
Conferences and training	584		1,427	
Guest speakers			350	
Stationery, books and music	181		889	
Subscriptions	3,203		2,716	
Child protection clearance	120		128	
Bank charges	104		268	
Equipment rental	562		1,223	
Others	730		1,059	
Depreciation	3,083	9,679	3,355	10,052
Depreciation - Roof (see note 10)		814		14,391
	41,812	10,493	49,679	24,443

LIVING WATERS CHURCH SOUTH TYNESIDE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2020

3. GOVERNANCE

	2020 £	2019 £
Independent examiners fees	600	500

4. TRUSTEES REMUNERATION

Mr. D Schofield was employed by the church as the Pastor during the year. The total remuneration was **£1,250** (2019 £9,167).
Mr. S Smith was also employed during the year and his remuneration was **£20,000** (2019 £20,382).

5. TAXATION

All income and gains are applied to the charitable objects and there is therefore no charge to Corporation Tax.

6. TANGIBLE FIXED ASSETS

	Freehold Land and Buildings £	Fixtures and Fittings £	Office Equipment £	Total £
Costs brought forward	561,756	42,981	11,459	616,195
Depreciation brought forward	129,607	33,619	10,077	173,304
Additions - Other	0	0	0	0
Additions - Roof	0			0
Depreciation for the period - Other	10,475	1,872	414	12,762
Depreciation for the period - Roof (see note 10)	814			814
Net book value at 31 December 2020	420,859	7,489	967	429,316
Net book value at 31 December 2019	432,149	9,361	1,381	442,891

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Income tax recoverable	451	1,159
Prepayments	552	511
Other debtors	0	300
	1,003	1,970

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Accruals	0	0
Taxation and social security	391	330
Other creditors	8,000	11,000
	8,391	11,331

LIVING WATERS CHURCH SOUTH TYNESIDE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2020

9. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 December 2020 represented by:			
Tangible fixed assets	46,277	383,039	429,316
Current assets	9,740	96	9,836
	<u>56,017</u>	<u>383,135</u>	<u>439,152</u>
Current liabilities		8,391	8,391
	<u>56,017</u>	<u>374,744</u>	<u>430,761</u>
Long term liabilities		27,000	27,000
	<u>56,017</u>	<u>347,744</u>	<u>403,761</u>

10. ADDITIONAL DISCLOSURES

The new roof acquired during 2019 was depreciated in last year's account at a cost of £14,391. The depreciation during the first year included the amount collected by the roof appeal, £13,578, plus the residual depreciation of £814. Going forward the roof will be depreciated over the remaining 29 years of its life at £814 per annum.



Section A

Independent Examiner's Report

**Report to the trustees/
members of**

Living Waters Church South Tyneside

**On accounts for the year
ended**

31 December 2020

**Charity no
(if any)**

1139119

Set out on pages

3 - 7

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended **31 / 12 / 2020**.

**Responsibilities and
basis of report**

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Trust's accounts 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 have completed my examination. I confirm that no material matters have come to my attention in connection with the examination which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of 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.

Signed:

Andrew McCullough

Date:

20th October 2021

Name:

Andrew McCullough

**Relevant professional
qualification(s) or body
(if any):**

Chartered Institute of Management Accountants (CIMA)

Address:

92 Bede Burn Road, Jarrow, Tyne and Wear. NE32 5AT