

LIVING WATERS CHURCH SOUTH TYNESIDE

TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2021

The trustees present their report together with the financial statements of the charity for the year ended 31st December 2021.

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
Harold Edward Gandy
June Schofield
Mavis Thirkell

Kenneth David Cooper
David Schofield
Sheila Olsen
Samuel Smith

REVIEW OF DEVELOPMENTS, ACTIVITIES AND ACHIEVEMENTS 2021.

CHURCH

The church was under COVID government guidelines until March 2021

The hall hire facilities offered by the church were depleted by the Covid pandemic and social distancing. Following government relaxing of the Covid rules these hall hires did pick up later in 2021. The church attendance over the course of the year averaged 48 in person plus extra joining us on our live stream. Monthly it was found that there were significant deviations in the attendance due to ongoing outbreaks of Covid amongst the congregation. However, there were strong levels of engagement with our small groups which were held on zoom.

The church Breakfast Club was closed due to Covid until the month of July 2021. Profits from this established outreach are used to support in part the Indian orphanage in Machilipatnam. The church continues to partner with United Christian Gospel Association in Machilipatnam in South East India, the orphanage which is run by Pastor Emmanuel Pedapudi was set up as a result of the area being devastated by the tsunami of 2004 which affected the area resulting in a large number of children being orphaned. The orphanage continues to take in orphans from the lowest caste levels who would normally be considered as untouchable. The orphanage also provides educational facilities helping to improve the outlook of those who come through the doors. The church continues to support Compassion U.K. by helping 4 children financially who live in El Salvador. The church continues to financially support a family working on Mercy Ships a Christian charity which brings lifesaving surgery and hope, love and mercy to families in Africa and other parts of the world.

MULTI MEDIA

The Living Waters Church multi-media and website continues to embrace the latest technology as it works to meet the needs of our church members and visitors across their many ministries and projects. The use of the online admin software (I-KNOW) is continued to be used for attendance tracking, ticketing for events, podcasts and recording member details. This has helped to improve the communication with the members of the church as to all that is going on. The church service continues to be seen on the YouTube platform and as a result the church camera technology has been updated.

This allows us to share the Good News of the Christian faith with a larger audience as well as continuing to inspire and equip those members of the church unable to make the services in person.

CHURCH CONFERENCE

The church conference 2021 was a pre-recorded event due to Covid. Dr. John Andrews preached via a recording on a theme of *STAND FIRM*. This was watched concurrently by 45 streams on YouTube and was received positively.

YOUTH IN THE CHURCH

During the year the Boys Brigade/Girls Association restarted in person under COVID guidelines having previously met on Zoom.

The church annual kids holiday club did not take place due to COVID however Kids church was relaunched in September under the banner of Lighthouse Kids.

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 blue ink, appearing to read 'H E Gandy', with a horizontal line underneath.

Mr. H E Gandy

Approved by the trustees on September 26th 2022.

LIVING WATERS CHURCH SOUTH TYNESIDE

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

| Notes | Unrestricted funds £ | Restricted funds £ | Total Funds £ | Prior period funds £ |
|--|----------------------------|--------------------------|------------------|----------------------------|
| INCOME | | | | |
| Income and endowments from: | | | | |
| Voluntary Income | | | | |
| Collections | 44,975 | 711 | 45,686 | 42,362 |
| Donations and grants | 1,203 | 13,210 | 14,413 | 7,560 |
| Roof appeal | 0 | 0 | 0 | 0 |
| Activities for generating funds | | | | |
| Coffee shop | 0 | 0 | 0 | 549 |
| Breakfast club | 0 | 1,783 | 1,783 | 961 |
| Other trading activities | 511 | 15,698 | 16,209 | 3,208 |
| Receipts from Church activities | | | | |
| Hire of hall | 1,558 | 0 | 1,558 | 3,829 |
| Total | 48,247 | 31,402 | 79,649 | 58,470 |
| EXPENDITURE | | | | |
| Expenditure on: | | | | |
| Charitable activities | | | | |
| Support costs | 2 44,686 | 10,315 | 55,001 | 52,305 |
| Gifts and donations | 3,156 | 3,500 | 6,656 | 5,583 |
| Costs of activities | 0 | 595 | 595 | 339 |
| Governance costs | 3 600 | 0 | 600 | 600 |
| Total | 48,443 | 14,409 | 62,852 | 58,827 |
| Transfers between funds | 3,260 | (3,260) | 0 | 0 |
| NET INCOME/(EXPENDITURE) FOR THE PERIOD | 3,064 | 13,733 | 16,797 | (357) |
| RECONCILIATION OF FUNDS: | | | | |
| Funds brought forward | 56,017 | 347,744 | 403,761 | 404,118 |
| Total funds carried forward | 59,081 | 361,477 | 420,558 | 403,761 |

LIVING WATERS CHURCH SOUTH TYNESIDE

**BALANCE SHEET
AS AT 31 DECEMBER 2021**

| | Notes | £ | Total funds £ | Prior year funds £ |
|--|-------|---------------|------------------|--------------------------|
| FIXED ASSETS | 6 | | 422,538 | 429,316 |
| CURRENT ASSETS | | | | |
| Debtors | 7 | 1,035 | | 1,003 |
| Cash at bank and in hand | | <u>22,044</u> | | <u>8,833</u> |
| | | 23,079 | | 9,836 |
| CREDITORS: Amount falling due within one year | 8 | 11,059 | | 8,392 |
| NET CURRENT ASSETS | | | <u>12,020</u> | <u>1,445</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | <u>434,558</u> | <u>430,761</u> |
| CREDITORS: Amount falling due after one year | | | 14,000 | 27,000 |
| TOTAL NET ASSETS OR LIABILITIES | | | <u>420,558</u> | <u>403,761</u> |
| FUNDS OF THE CHARITY | 9 | | | |
| Restricted income funds | | | 361,477 | 347,744 |
| Unrestricted funds | | | 59,082 | 56,017 |
| TOTAL FUNDS | | | 420,558 | 403,761 |

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 26th September 2022 and are signed on their behalf by:



Mr. S Smith

LIVING WATERS CHURCH SOUTH TYNESIDE

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD ENDED 31 DECEMBER 2021

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

| | 2021 Unrestricted £ | 2021 Restricted £ | 2020 Unrestricted £ | 2020 Restricted £ |
|-----------------------------------|---------------------------|-------------------------|---------------------------|-------------------------|
| Heat, light and water | 1,132 | | 1,754 | |
| Insurance | 2,397 | | 2,248 | |
| Telephone | 741 | | 681 | |
| Repairs | 3,148 | | 1,550 | |
| Salaries and employer's NI | 27,997 | | 27,013 | |
| Conferences and training | 600 | | 584 | |
| Guest speakers | | | | |
| Stationery, books and music | 29 | | 181 | |
| Subscriptions | 3,450 | | 2,508 | |
| Child protection clearance | 181 | | 120 | |
| Bank charges | 85 | | 104 | |
| Equipment rental | 562 | | 1,257 | |
| Others | 1,302 | | 730 | |
| Depreciation | 3,063 | 9,500 | 3,083 | 9,679 |
| Depreciation - Roof (see note 10) | | 814 | | 814 |
| | 44,686 | 10,315 | 41,812 | 10,493 |

LIVING WATERS CHURCH SOUTH TYNESIDE

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021**

3. GOVERNANCE

| | 2021 £ | 2020 £ |
|----------------------------|-----------|-----------|
| Independent examiners fees | 600 | 600 |

4. TRUSTEES REMUNERATION

Mr. S Smith was employed during the year and his remuneration was £21,250 (2000 £20,000).

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 | 140,896 | 35,492 | 10,492 | 186,880 |
| Additions - Other | 6,000 | 0 | 600 | 6,600 |
| Additions - Roof | 0 | | | 0 |
| Depreciation for the period - Other | 10,595 | 1,498 | 470 | 12,563 |
| Depreciation for the period - Roof (see note 10) | 814 | | | 814 |
| Net book value at 31 December 2021 | 415,450 | 5,991 | 1,097 | 422,538 |
| Net book value at 31 December 2020 | 420,859 | 7,489 | 967 | 429,316 |

7. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 £ | 2020 £ |
|------------------------|-----------|-----------|
| Income tax recoverable | 443 | 451 |
| Prepayments | 592 | 552 |
| Other debtors | 0 | 0 |
| | 1,035 | 1,003 |

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2021 £ | 2020 £ |
|------------------------------|-----------|-----------|
| Accruals | 0 | 0 |
| Taxation and social security | 559 | 391 |
| Other creditors | 10,500 | 8,000 |
| | 11,059 | 8,392 |

LIVING WATERS CHURCH SOUTH TYNESIDE

NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 2021

9. ANALYSIS OF NET ASSETS BETWEEN FUNDS

| | Unrestricted Funds £ | Restricted Funds £ | Total £ |
|--|----------------------------|--------------------------|----------------|
| | | | |
| Fund balances at 31 December 2021 represented by: | | | |
| Tangible fixed assets | 43,814 | 378,724 | 422,538 |
| Current assets | <u>15,267</u> | <u>7,811</u> | <u>23,079</u> |
| | 59,082 | 386,535 | 445,617 |
| Current liabilities | | 11,059 | 11,059 |
| | <u>59,082</u> | <u>375,477</u> | <u>434,558</u> |
| Long term liabilities | | 14,000 | 14,000 |
| | <u>59,082</u> | <u>361,477</u> | <u>420,558</u> |



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 2021

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 / 2021**.

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:

11th October 2022

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