



**Kings Cross Church**  
Company limited by guarantee

**Report and Audited Financial Statements**

For the year ended  
31 December 2021

Company Registration Number 07416629  
Charity Number 1141658

# **Kings Cross Church**

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## **Kings Cross Church**

### **Legal and administrative information**

#### **Status:**

Kings Cross Church is a charitable company limited by guarantee, incorporated on 22 October 2010 and registered as a charity on 3 May 2011.

#### **The Council (responsible for the management of the affairs of the Company):**

Iain Alexander  
Sarah Eccleshall  
Sophie Guthrie  
Frank Harper (Chairman)  
Revd. Peter Hughes  
Michael Kent  
Revd. Canon Michael Mitton  
John Parmiter  
Rachel Hylton (appointed 28 February 2022)

#### **Company Secretary**

Richard Spens

#### **Company Number**

07416629

#### **Charity Number**

1141658

#### **Registered Office**

242 Pentonville Road  
London  
N1 9NG

#### **Church Leaders (responsible for leadership of the church's activities)**

Revd. Peter Hughes and Mrs. Bee Hughes.

#### **Bankers**

NatWest Bank  
Upper Street  
London  
N1 0PQ

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

Virgin Money  
Jubilee House  
Gosforth  
Newcastle upon Tyne  
NE3 4PL

#### **Auditors**

Chris Goodhead FCA  
Knight Goodhead Ltd  
7 Bournemouth Road  
Chandler's Ford  
Hampshire  
SO53 3DA

## **Kings Cross Church**

### **Report of the Council for the year ended 31 December 2021**

The Council presents its report and the financial statements for the year ended 31 December 2021

#### **Governance, Structure and Management**

##### **Governing Document:**

The company was established under a Memorandum of Association that established its objects and powers and is governed under its Articles of Association.

Members of the charitable company guarantee to contribute an amount not exceeding £1 to the assets of the charitable company in the event of winding up. The total number of such guarantees at 31 December 2021 was 8.

##### **Structure:**

The Council is responsible for the governance and management of the church. It has delegated responsibility for leadership of the church's activities, development of its spiritual life and its daily management to the Church Leaders who are supported in that role by the staff and a Leadership Team. The Council retains to itself final decisions over policies, employment of staff and finance, and takes responsibility for all matters of legal and regulatory compliance. Members of the council give their time voluntarily and receive no financial benefit from the charity except as disclosed in the accounts. Council Members are usually appointed by the Council and can be appointed by ordinary resolution at a general meeting of Members.

##### **Management:**

The members of the Council are directors for the purpose of company law and trustees for the purpose of charity law. Members of the Council are drawn from the wider Christian community, both ordained and lay members. They bring a mix of professional skills such as business management, property, law and finance as well as those associated with church growth and social outreach.

##### **Risk Management:**

The Council conducts an annual review of the major risks to which the charity is exposed and systems are established or revised to mitigate those risks.

Internal financial risks are managed by the implementation of financial procedures for the collection, banking and recording of all donations and the authorisation and recording of all expenditure. The company has two Safeguarding Officers, one Children's Champion and a Safeguarding Policy. The company also has a data protection policy (updated in May 2018 to reflect GDPR regulations).

#### **Objectives and Activities**

King's Cross Church is a network church with a local vision to serve God's purpose to make all things new. We seek to engage with those who live, work or pass through King's Cross, and develop missional tools to engage with the emerging socio-economic patterns across the King's Cross landscape. Our desire is to develop disciples who live in and live out the story of God, following the way of Jesus with a redemptive vision to serve God locally (in King's Cross) as well as across the city in their workplace, universities and neighbourhoods.



## **Kings Cross Church**

The company is a charity and exists to promote the Christian Faith and alleviate suffering according to the mission of the Church of England and the values and tenets of the Anglican Communion summarised in resolution 11 of the third Lambeth conference following the Chicago-Lambeth quadrilateral.

In October 2018, KXC was designated a Resource Church within the Diocese of London. Resource Churches are asked to resource other local churches through planting, revitalisation, and support with other resources. In addition to this, a new BMO was signed in the summer of 2019 that provides an indefinite provision for KXC within the wider network of parish churches around King's Cross.

### **Public Benefit**

When planning our activities we take account of the Charity Commission's guidance on public benefit and its specific guidance on charities for the advancement of religion. Our activities are publicised on our website [www.kxc.org.uk](http://www.kxc.org.uk). The Charity benefits the general public in provision of the following:

- Public services of worship (including prayer meetings);
- Public celebrations of the Christian Festivals;
- Religious teaching to enlighten the public about the Christian Faith whether by lecture, production of literature, evangelistic events or Christian conferences;
- Leadership training;
- Aid (whether in the form of goods or services);
- Funds for the relief of sickness, hardship or distress;
- Guided activities for students, youth, children and vulnerable people in general.

### **Achievements and Performance**

The church's activities continued to be hugely shaped in 2021 by the COVID-19 pandemic. In addition, however, during the year KXC leased and refurbished premises at 242 Pentonville Road to create a new facility called King's House.

### **Presence**

- We responded throughout the year to host Sunday Services in a range of formats – particularly as King's House was under construction. These included services at St Saviour's Hanley Road, King's House, Ethiopian Church, Stockwell, and online. This included a satellite congregation at St Michael's Church in Stockwell, which had an average attendance of around 100 people.
- In September we held a weekend away at Restore Hope Latimer, which was attended by around 300 members of the congregation. The event included a number of baptisms and it was great to see the congregation back together.
- Seek First, our regular prayer and worship night, continued to grow, and became a weekly event during the course of the year.
- Our worship team continued to write worship songs for the church, and a particular focus was preparing to record and release a new album in 2022.
- 'KXC Online' continued online. In 2021 we had a total of 58,400 views on YouTube videos, and 411 new subscribers.

### **Formation**

- Hub Groups continued to meet online and in person, with around 450 people regularly attending.
- We continued to encourage the Pattern resource for small-group discipleship, and developed new material for leadership development within the church.

## **Kings Cross Church**

- The student community continued to grow, and we held a Student Weekend away in October for around 35 of the group.

### **Mission**

- A significant focus of the year was developing the designs for King's House, ensuring that the space facilitates the needs of projects and partnerships.
- We continued to develop partnerships with Growing Hope, LCM, XLP, CAP, Choices and Crux in preparation for the opening of King's House. Particular highlights have been seeing 2 CAP clients become debt free, preparations for the relocation of the Choices Boutique to King's House. Growing Hope King's Cross supported 266 children, parents, carers and siblings through therapy and courses.
- We ran Alpha courses both online and in person throughout the year.
- King's Cross Foodbank continued to operate in the local area until the ending of restrictions.
- ARK coworking continued to provide Affordable Workspace throughout the pandemic, as well as exploring new partnerships with All Saints Caledonian Road and St Saviour's Hanley Road. Throughout 2021, ARK had over 100 members, supported 3 startups through the spARK programme, and donated £8.8k to a range of charities through ARK for Good. In 2021 ARK was also awarded a B Corporation Best for the World award in the area of community.
- We continued to develop the TABLE Network, supporting church plants in London and across the UK. In 2022 we plan to support a new church plant in north Cornwall, led by Anna Mason, a curate at KXC. We provided overall pastoral support, as well as help with financial management, to these churches.
- As a church we want to provide a space where we celebrate a culture of pioneering. Through our ventures ministry we supported entrepreneurs running ventures and encouraged members of the congregation to explore new ideas that tackle injustices or respond to a need.

### **Operations**

- In February 2021 we signed a lease for King's House, a new 6,000 sq ft space to provide flexible community and worship space for the church, including a 200 seat auditorium for Sunday services. The overall project has cost in the region of £900,000, funded through the Rebuilders fundraising campaign, grant funding from a range of organisations and the generous giving of the congregation. The building opened in February 2022 and has been an amazing facility.
- We continued to grow our capacity for live streamed events and hybrid meetings. This has enabled ongoing live streaming of Sunday services throughout 2021.
- We signed a lease extension at 233-239 Pentonville Road to June 2022 to provide office space for the church and a home for ARK Coworking. In June 2022 our lease ended and we moved our office permanently into King's House, and ARK coworking signed a new lease at its new site with All Saints Church on the Caledonian road.

## **Kings Cross Church**

### **Future strategy and plans:**

The future plans of King's Cross Church are shaped by the Bishop's Mission Order that was signed in 2019, focused on an updated Area of Mission. We are looking to continue to develop our work in the local community serving the elderly, young people at risk of crime, street workers, and other vulnerable groups who find themselves in cycles of poverty. We also aim to develop our work with students, the local business community, and young families in and around the King's Cross area of London.

As a Resource Church, we also wish to continue to explore opportunities for Planting and for developing resources to be shared with the wider church. Most recently this has included supporting St Saviour's Hanley Road, St Basil's Devon, and Bow Church. We are currently exploring a potential future partnership with All Saints Caledonian Road and a new church in north Cornwall to be further explored in the year ahead.

### **Financial Review**

The income for the period amounted to £2,077,022 (2020: £1,599,590). Most of the income was from gifts from church members, supporters and associated gift aid receipts. Expenditure for the year totalled £1,331,202 (2020: £1,339,725) resulting in a surplus for the year of £745,820 (2020: £259,865). Total funds at the year end totalled £1,483,553, which included restricted funds of £179,629.

### **Giving policy:**

The church's policy is to give away at least 10% of regular giving income to partner organisations in furtherance of the church's own charitable objects, and to commit not less than 10% to other church-led missional activities. Giving (see Mission) has been in furtherance of the Christian faith and the relief of poverty and hardship. This is over and above the contribution to the Diocese of London Common Fund.

### **Investment policy:**

The Council periodically reviews its investment policy. Our investments are currently placed with a range of banks, and in our Curate house at 479a Liverpool Road.

### **Reserves Policy:**

The Council has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets ('the free reserves') held by the charity should be in the range of 3-12 months of the resources expected to be expended; this equates to approximately £333,000 to £1,330,000 in general funds. At this level, the Council feels that it would be able to continue the current activities of the charity in the event of a significant drop in funding. Should this happen, it would also be necessary to consider how the funding would be replaced or activities changed. At present the unrestricted free reserves, including subsidiaries, amount to £209,839 which is slightly below the policy. This is kept under close review by the trustees.

## Kings Cross Church

### Responsibilities of the Council in relation to the Financial Statements

The Council Members (who are also directors of the Company for purposes of company law) are responsible for preparing the 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 Council to prepare financial statements for each financial year that give a true and fair view of the state of affairs of the charitable company as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial period reported. In preparing those financial statements, the Council should follow best practice and:

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

The Council is responsible for maintaining proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to enable them to ensure that the financial statements comply with the Companies Act 2006. The Council is also responsible for safeguarding the assets of the charitable company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Council are also responsible for the contents of the Trustees' Report, and the responsibility of the auditors in relation to the Trustees' Report is limited to examining the report and ensuring that, on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements.

So far as each Council Member is aware, there is no relevant audit information of which the charity's auditors are unaware, and each member has taken all the steps that they ought to have taken as a trustee to make themselves aware of any relevant audit information and to establish that the charity's auditors are aware of that information.

This report has been prepared in accordance with the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard for Smaller Entities published in July 2014 (effective January 2015) and the provisions for small companies under Part 15 of the Companies Act 2006.

Approved by the Council on 20 October 2022  
and signed on its behalf by:



F. HARPER  
TRUSTEE

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KINGS CROSS CHURCH**

(Company limited by guarantee and not having a share capital)

### **Opinion**

We have audited the financial statements of Kings Cross Church (the company and the group) for the year ended 31 December 2021, which comprise the Consolidated Statement of Financial Activities, Consolidated Balance Sheet, Consolidated Cashflow Statement and the related notes. 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 to the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021, and of 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.

### **Basis of 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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC'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 charitable company's ability to continue as a going concern for a period of at least 12 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.

## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KINGS CROSS CHURCH**

(Company limited by guarantee and not having a share capital)

### **Other information**

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

### **Opinions 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; and
- the trustees' report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

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

- the company 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 company'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 exemption in preparing the Trustees' Annual Report and take advantage of the small companies exemption from the requirement to prepare a strategic report.

### **Responsibilities of the trustees**

As explained more fully in the trustees' responsibilities statement, the trustees 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 they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.



## **INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF KINGS CROSS CHURCH**

(Company limited by guarantee and not having a share capital)

In preparing the financial statements, the trustees are responsible for assessing the charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 auditor's 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:

The engagement partner ensured that the engagement team collectively had the appropriate competence, capabilities and skills to identify or recognise non-compliance with applicable laws and regulations.

We identified the laws and regulations applicable to the charitable company through discussions with trustees and other management and we assessed the extent of compliance with the laws and regulations identified above through making enquiries of management and inspecting legal correspondence.

We assessed the susceptibility of the charitable company's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management as to where they considered there was susceptibility to fraud, their knowledge of actual, suspected and alleged fraud and considering the internal controls in place to mitigate risks of fraud and non-compliance with laws and regulations.

To address the risk of fraud through management bias and override of controls, we performed analytical procedures to identify any unusual or unexpected relationships, tested journal entries to identify unusual transactions and investigated the rationale behind significant or unusual transactions.

In response to the risk of irregularities and non-compliance with laws and regulations, we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation;
- reading the minutes of meetings of those charged with governance; and
- enquiring of management as to actual and potential litigation and claims.

**INDEPENDENT AUDITORS' REPORT  
TO THE MEMBERS OF KINGS CROSS CHURCH**

(Company limited by guarantee and not having a share capital)

There are inherent limitations in our audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Auditing standards also limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the trustees and other management and the inspection of regulatory and legal correspondence, if any.

Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditors/audit-assurance/auditor-s-responsibilities-for-the-audit-of-the-fi/description-of-the-auditor%E2%80%99s-responsibilities-for> This description forms part of our auditor's report.

Knight Goodhead Limited is eligible for appointment as auditor of the charitable company by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

**Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's 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 charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



**CJ Goodhead FCA  
Senior Statutory Auditor  
Knight Goodhead Limited**

Chartered Accountants and Statutory Auditors  
7 Bournemouth Road, Chandler's Ford, Eastleigh, Hampshire, SO53 3DA

*24 October 2022*



**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021**

(Including Income and Expenditure account)

	Notes	Unrestricted funds £	Restricted funds £	Total funds 2021 £	Total funds 2020 £
<b>INCOME</b>					
Donations and legacies	3	1,188,438	595,279	1,783,717	1,283,983
Charitable activities	4	23,632	-	23,632	68,277
KXC Facilities Ltd (external income)		-	-	-	-
KX Coworking Ltd (external income)		268,389	-	268,389	241,137
Investment income		159	-	159	800
Other income		1,125	-	1,125	5,393
<b>TOTAL INCOME</b>		<b>1,481,743</b>	<b>595,279</b>	<b>2,077,022</b>	<b>1,599,590</b>
<b>EXPENDITURE</b>					
Charitable activities	6	1,215,092	116,110	1,331,202	1,339,725
<b>TOTAL EXPENDITURE</b>		<b>1,215,092</b>	<b>116,110</b>	<b>1,331,202</b>	<b>1,339,725</b>
<b>NET INCOME FOR THE YEAR BEFORE TRANSFERS</b>		<b>266,651</b>	<b>479,169</b>	<b>745,820</b>	<b>259,865</b>
TRANSFERS BETWEEN FUNDS		509,537	(509,537)	-	-
<b>NET INCOME FOR THE YEAR</b>		<b>776,188</b>	<b>(30,368)</b>	<b>745,820</b>	<b>259,865</b>
<b>TOTAL FUND BALANCES BROUGHT FORWARD</b>		<b>527,736</b>	<b>209,997</b>	<b>737,733</b>	<b>477,868</b>
<b>TOTAL FUND BALANCES CARRIED FORWARD</b>	14 & 15	<b>1,303,924</b>	<b>179,629</b>	<b>1,483,553</b>	<b>737,733</b>

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

All income and expenditure derives from continuing activities.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**REGISTERED NUMBER : 7416629****BALANCE SHEET AT 31 DECEMBER 2021**

		<b>Group</b>		<b>Charity</b>	
		<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>Notes</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>FIXED ASSETS</b>					
Tangible assets	9	1,620,770	842,803	1,616,719	838,479
Investments	10	-	-	2	2
<b>CURRENT ASSETS</b>					
Debtors	11	223,179	73,666	165,028	53,781
Cash at bank and in hand		564,440	713,492	453,890	631,909
		<u>787,619</u>	<u>787,158</u>	<u>618,918</u>	<u>685,690</u>
<b>CREDITORS: amounts falling due within one year</b>	12	<u>(239,047)</u>	<u>(190,375)</u>	<u>(192,044)</u>	<u>(151,450)</u>
<b>NET CURRENT ASSETS</b>		548,572	596,783	426,874	534,240
<b>CREDITORS: due in more than one year</b>	13	<u>(685,789)</u>	<u>(701,853)</u>	<u>(685,789)</u>	<u>(701,853)</u>
<b>NET ASSETS</b>		<u>1,483,553</u>	<u>737,733</u>	<u>1,357,805</u>	<u>670,868</u>
<b>FUNDS</b>					
Unrestricted funds	15	1,303,924	527,736	1,178,176	460,871
Restricted funds	14	179,629	209,997	179,629	209,997
<b>TOTAL FUNDS</b>	16	<u>1,483,553</u>	<u>737,733</u>	<u>1,357,805</u>	<u>670,868</u>

The accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

Approved by the Trustees on 20 October 2022  
and signed on their behalf by



Revd. Peter Hughes  
Trustee

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**CONSOLIDATED CASHFLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021**

	Notes	2021 £	2020 £
NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES	2	652,876	370,207
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest received		159	800
CASH FLOWS FROM INVESTING ACTIVITIES			
Fixed asset additions		(788,266)	(16,532)
Disposal proceeds		1,617	-
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayments of borrowing		(15,438)	(39,798)
NET CASH FLOW	1	<u>(149,052)</u>	<u>314,677</u>
Change in cash and cash equivalents in the year		(149,052)	314,677
Cash and cash equivalent at start of the year		713,492	398,815
Cash and cash equivalents at the end of the year		<u>564,440</u>	<u>713,492</u>

**NOTES TO THE CASHFLOW STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2021**

2 NET CASH FLOW PROVIDED BY OPERATING ACTIVITIES	£	£
Net movement in funds for the year	745,820	259,865
Interest received	(159)	(800)
Depreciation	8,618	12,458
Loss on disposal of fixed assets	64	-
(Incease)/decrease in debtors	(149,513)	19,619
(Decrease)/increase in creditors	48,046	79,065
Net cash flow from operating activities	<u>652,876</u>	<u>370,207</u>

2 ANALYSIS OF CASH AND CASH EQUIVALENTS	2021	2020
	£	£
Cash at bank and in hand	564,440	713,492
	<u>564,440</u>	<u>713,492</u>

3 ANALYSIS OF CHANGES IN NET DEBT	At		At 31
	1 Jan 2021	Cash flows	31 Dec 2021
Cash at bank and in hand	713,492	(149,052)	564,440
Debt due within one year	(12,008)	(626)	(12,634)
Debt due after one year	(701,853)	16,064	(685,789)
	<u>(369)</u>	<u>(133,614)</u>	<u>(133,983)</u>

## **KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

### **NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021**

#### **1 ACCOUNTING POLICIES**

##### **(a) Accounting convention**

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

The charity meets the definition of the 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 note.

The financial statements have been prepared on a going concern basis after taking into account the current risks to going concern due to the ongoing COVID-19 issue as detailed in the Trustee Report.

##### **(b) Fund accounting**

- Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.
- Designated funds are unrestricted funds earmarked by the Council for particular purposes.
- Restricted funds are subjected to restrictions on their expenditure imposed by the donor.

##### **(c) Income**

All income is included in the Statement of Financial Activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Donations and legacies are received by way of grants, donations, legacies and gifts and is included in full in the Statement of Financial Activities when receivable. Grants, when entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Charitable activities income and investment income are included when receivable.

Resources are deferred when, at the end of an accounting period, they have been received but the charity has yet to become unconditionally entitled to them.

The value of services provided by volunteers has not been included.

## **KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

### **NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021**

#### **1 ACCOUNTING POLICIES (continued)**

##### **(d) Expenditure**

Expenditure is recognised on an accrual basis as a liability is incurred. It includes any VAT paid. For KXC Facilities Ltd and K X Coworking Ltd, it excludes any VAT paid.

Charitable activities expenditure comprises of those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

All costs are allocated between the expenditure categories of the Statement of Financial Activities on a basis designed to reflect the use of the resource. Costs relating to a particular activity are allocated directly.

##### **(e) Tangible assets and depreciation**

Fixed assets are capitalised for ongoing use within the company, where the individual cost of the asset exceeds £1,000. Tangible assets are stated at cost, less accumulated depreciation and accumulated impairment losses.

Depreciation is provided on fixed assets to spread the cost over the estimated useful lives of the relevant assets at the following rates:

Computer equipment	33% straight line
Furniture and fittings	25% straight line
Leasehold improvements	Over the term of the lease

Land and Buildings are stated at cost at the balance sheet as a non-depreciating asset. The carrying values of Tangible Assets are reviewed for impairment when events or changes in circumstances indicate the carrying value may not be recoverable, and are written down to their recoverable value.

The charitable company assesses at each reporting date whether there is an indication that an asset may be impaired. The impairment loss is determined by comparing the carrying value amount with the recoverable amount of the asset. The recoverable amount is the higher of the assets or the cash-generating unit's fair value less costs to sell and value in use. Where the carrying value exceeds the recoverable amount, the asset is deemed impaired and is written down to its recoverable value.

##### **(f) Pension costs**

Pensions are provided for staff by means of money purchase personal pension schemes to which the church make a contribution. Contributions in respect of these schemes are charged to the Statement of Financial Activities for the year in which they are payable to the scheme. Differences between contributions payable and contributions actually paid in the year are shown as other creditors at the year end.

##### **(g) Financial instruments**

The charitable company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors, cash at bank and creditors. These basic financial instruments are initially measured at transaction price and are subsequently carried at amortised cost using the effective interest method. Financial assets and liabilities classified as due within one year are not amortised.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****1 ACCOUNTING POLICIES (continued)****(h) Investments**

Fixed asset investments are stated at market value when held at the balance sheet date and the gain or loss taken to the Statement of Financial Activities. The shares held in its trading subsidiaries are stated at cost.

**2 LEGAL STATUS**

The charitable company is a company limited by guarantee and has no share capital. The charitable company was incorporated on 22 October 2010 in England and was registered on 3 May 2011 with the Charity Commission in England and Wales.

The registered office of the charitable company is 242 Pentonville Road, London, N1 9JY.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021**

3 DONATIONS AND LEGACIES	Unrestricted funds	Restricted funds	Total funds 2021	Total funds 2020
	£	£	£	£
Non gift aid donations	384,357	107,081	491,438	217,240
Gift aid donations	635,809	118,898	754,707	800,878
Gift aid recoverable	165,108	32,396	197,504	200,573
Special appeals	3,164	-	3,164	2,392
Grant income	-	336,904	336,904	62,900
	<u>1,188,438</u>	<u>595,279</u>	<u>1,783,717</u>	<u>1,283,983</u>

4 CHARITABLE ACTIVITIES INCOME	Unrestricted funds	Restricted funds	Total funds 2021	Total funds 2020
	£	£	£	£
Church Weekend Away	14,524	-	14,524	44,291
Other event income	895	-	895	4,726
Book and Media income	8,213	-	8,213	19,260
	<u>23,632</u>	<u>-</u>	<u>23,632</u>	<u>68,277</u>

5 STAFF COSTS	2021	2020
	£	£
Wages and salaries	442,797	384,432
Social security costs	32,974	23,885
Pension	22,320	17,613
Accommodation and other costs	19,043	23,510
	<u>517,134</u>	<u>449,440</u>

The average number of staff employed during the year was 26 (2020: 26). No employee received emoluments of £60,000 or more during this year or the prior year.

At the year end there were outstanding pension contributions payable of £8,365 (2020: £2,414). Total pension contributions of £22,320 (2020: £17,613) were paid by the charitable company and are included in the Statement of Financial Activities.

During the year key management personnel received remuneration, including pension contributions, of £62,278 (paid to three employees) (2020: £51,759 paid to three employees). A further £50,456 was paid through KX Coworking Ltd to two of these employees (2020: further £49,240 paid to two of these employees).

During the year one trustee was reimbursed for travel expenses totalling £106 (2020: £115 to two trustees) for costs incurred on the charity's behalf. Seven trustees were also provided with hampers for a total cost of £291.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021**

6 EXPENDITURE	Unrestricted funds £	Restricted funds £	Total funds 2021 £	Total funds 2020 £
<b>Direct costs</b>				
Worship	27,201	3,420	30,621	23,886
Sunday services	4,161	-	4,161	6,274
Song writing and production	2,627	-	2,627	25,013
Live events	200	-	200	-
Festival services	4,873	-	4,873	11,784
Prayer	2,516	-	2,516	12,212
Apprenticeship year	-	-	-	1,976
Hubs and pattern	2,517	-	2,517	5,589
Conferences and events	14,736	-	14,736	74,313
Family life	7,384	216	7,600	5,110
Students	3,472	-	3,472	1,434
Leadership development	683	-	683	1,641
Pastoral	2,321	-	2,321	2,137
Newcomers	973	-	973	711
Compassion and local missions	9,876	6,250	16,126	28,588
Evangelism	1,506	888	2,394	556
Grants	53,785	1,062	54,847	43,300
Hub mission	-	-	-	300
Church Planting	2,259	2,500	4,759	28,442
Church Planting - St Basil's assets gifted	-	76,204	76,204	-
Church Planting - St Saviours assets gifted	-	-	-	31,262
Church Planting - St Mary's assets gifted	-	-	-	36,571
KXC Facilities Ltd (external costs)	82,839	-	82,839	117,609
KX Coworking Ltd (external costs)	157,667	-	157,667	110,321
<b>Total direct costs</b>	<b>381,596</b>	<b>90,540</b>	<b>472,136</b>	<b>569,029</b>



**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****6 EXPENDITURE (continued)**

	<b>Unrestricted funds £</b>	<b>Restricted funds £</b>	<b>Total funds 2021 £</b>	<b>Total funds 2020 £</b>
<b>Direct costs (see previous page)</b>	<b>381,596</b>	<b>90,540</b>	<b>472,136</b>	<b>569,029</b>
<b>Support costs</b>				
Venue hire	31,290	2,000	33,290	42,571
Shared equipment and consumables	2,997	-	2,997	3,362
Hospitality	4,116	-	4,116	786
Office costs	16,848	347	17,195	21,661
Travel and subsistence	2,111	-	2,111	2,688
Staff training and recruitment	12,291	-	12,291	11,401
Owned and leased facilities	70,546	-	70,546	25,141
Finance	494	-	494	105
Communications and media	10,393	-	10,393	11,805
Facilities planning	14,513	5,361	19,874	14,434
Clergy housing	1,084	-	1,084	28,952
Curate and ordinand costs	39,900	-	39,900	39,900
Wages and salaries	517,134	-	517,134	449,440
Common fund	85,200	-	85,200	85,200
Trustee expenses	891	-	891	854
Legal and professional fees	7,200	-	7,200	870
Accountancy fee	6,194	-	6,194	6,898
Payroll fees	1,572	-	1,572	1,368
Bank charges and loan interest	1,006	17,862	18,868	19,594
Depreciation	7,052	-	7,052	3,087
Loss on disposal	64	-	64	-
Sundry costs	600	-	600	579
<b>Total support costs</b>	<b>833,496</b>	<b>25,570</b>	<b>859,066</b>	<b>770,696</b>
<b>Total expenditure</b>	<b>1,215,092</b>	<b>116,110</b>	<b>1,331,202</b>	<b>1,339,725</b>

Included within accountancy fees above are amounts due to the auditors in relation to the 2021 audit of £6,000 (2020: £5,000) and amounts due in relation to other services of £nil (2020: £1,740).

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****7 ANALYSIS OF GRANTS**

During the year the group made the following grants of £1,000 or more to organisations:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Kings Cross Church</b>		
Assembly of God	1,650	1,800
Bridge the Gap	1,000	-
Christians Against Poverty	3,700	3,700
Choices Islington	10,500	6,800
Crux Conversations	3,462	-
Growing Hope	10,167	11,000
IJM	1,100	-
Liv UK	2,880	2,880
London City Mission	2,400	2,400
Open Doors	1,200	1,200
Power the Fight	1,200	-
Tree of Life	2,880	-
XLP	10,000	10,000
	<hr/>	<hr/>
<b>KX Coworking Ltd</b>		
ARK for Good	8,845	-
Help on Your Doorstep	-	1,000
	<hr/>	<hr/>

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****8 NET INCOME FROM TRADING ACTIVITIES OF SUBSIDIARIES****KXC Facilities Ltd**

The charity owns 100% of the issued ordinary share capital of KXC Facilities Ltd, a company incorporated in England and Wales. The company donates profits to the parent charity.

KXC Facilities Ltd prepares its accounts each year to 31 December for filing with the Registrar of Companies. Its company registration number is 09791527. The results of the company before consolidation for the year ended 31 December 2021 are summarised as follows:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Turnover	121,060	137,333
Administration expenses	(84,287)	(111,120)
Distribution to King's Cross Church	(5,000)	-
Taxation	1,448	(6,993)
Net profit / (loss)	<u>33,221</u>	<u>19,220</u>

**KX Coworking Ltd**

The charity also owns 100% of the issued ordinary share capital of KX Coworking Ltd, a company incorporated in England and Wales.

KX Coworking Ltd, prepares its accounts each year to 31 December for filing with the Registrar of Companies. Its company registration number is 09957803. The results of company before consolidation for the year ended 31 December 2021 are summarised as follows:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Turnover	268,389	241,137
Administration expenses	(236,506)	(203,308)
Taxation	(6,221)	(6,941)
Net profit	<u>25,662</u>	<u>30,888</u>

**ARK Coworking Ltd**

KX Coworking Ltd also owns 100% of the issued ordinary share capital of ARK Coworking Ltd, a company incorporated in England and Wales.

ARK Coworking Ltd, prepares its accounts each year to 31 December for filing with the Registrar of Companies. Its company registration number is 10352104. The company has remained dormant since incorporation.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****9 TANGIBLE FIXED ASSETS**

<b>Charity</b>	<b>Land and buildings £</b>	<b>Leasehold improvements £</b>	<b>Equipment £</b>	<b>Furniture and fittings £</b>	<b>Total £</b>
<b>COST</b>					
At beginning of year	827,368	-	28,885	1,930	858,183
Additions	-	737,574	9,965	39,434	786,973
Disposals	-	-	(2,017)	-	(2,017)
At end of year	827,368	737,574	36,833	41,364	1,643,139
<b>DEPRECIATION</b>					
At beginning of year	-	-	17,774	1,930	19,704
Charge for the year	-	-	6,284	768	7,052
On disposals	-	-	(336)	-	(336)
At end of year	-	-	23,722	2,698	26,420
<b>NET BOOK VALUE</b>					
At end of year	827,368	737,574	13,111	38,666	1,616,719
At beginning of year	827,368	-	11,111	-	838,479
<b>Group</b>	<b>Land and buildings £</b>	<b>Leasehold improvements £</b>	<b>Equipment £</b>	<b>Furniture and fittings £</b>	<b>Total £</b>
<b>COST</b>					
At beginning of year	827,368	191,337	29,393	15,361	1,063,459
Additions	-	737,574	9,965	40,727	788,266
Disposals	-	-	(2,017)	-	(2,017)
At end of year	827,368	928,911	37,341	56,088	1,849,708
<b>DEPRECIATION</b>					
At beginning of year	-	191,337	17,972	11,347	220,656
Charge for the year	-	-	6,453	2,165	8,618
On disposals	-	-	(336)	-	(336)
At end of year	-	191,337	24,089	13,512	228,938
<b>NET BOOK VALUE</b>					
At end of year	827,368	737,574	13,252	42,576	1,620,770
At beginning of year	827,368	-	11,421	4,014	842,803

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****10 INVESTMENTS**

	<b>Group</b>		<b>Charity</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<i>Investment in subsidiary undertakings</i>				
Historic cost at end of year	-	-	2	2

**11 DEBTORS**

	<b>Group</b>		<b>Charity</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Trade debtors	22,424	7,293	-	-
Prepayments	23,600	7,194	6,623	-
Accrued income	117,500	-	117,500	-
Amounts due from subsidiary undertakings	-	-	-	13,352
Gift aid recoverable	15,166	24,630	15,166	24,630
Other debtors	44,489	34,549	25,739	15,799
	<b>223,179</b>	<b>73,666</b>	<b>165,028</b>	<b>53,781</b>

**12 CREDITORS: amounts falling due within one year**

	<b>Group</b>		<b>Charity</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Trade creditors	94,784	14,835	91,644	11,097
Taxation and other social security costs	15,422	18,936	-	-
Accruals and deferred income	31,443	19,211	6,666	6,500
Other creditors	84,764	125,385	81,100	121,845
Bank loans	12,634	12,008	12,634	12,008
	<b>239,047</b>	<b>190,375</b>	<b>192,044</b>	<b>151,450</b>

**13 CREDITORS: amounts falling due in more than one year**

	<b>Group</b>		<b>Charity</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bank loans	435,789	451,853	435,789	451,853
Other loans	250,000	250,000	250,000	250,000
	<b>685,789</b>	<b>701,853</b>	<b>685,789</b>	<b>701,853</b>

The bank loans are secured on the freehold property concerned, plus a debenture over Kings Cross Church.

The other loans are secured on the freehold property concerned.

Amounts falling due for payment after more than five years:

	<b>Group</b>		<b>Charity</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Bank loans	394,725	398,748	394,725	398,748
Other loans	250,000	250,000	250,000	250,000
	<b>644,725</b>	<b>648,748</b>	<b>644,725</b>	<b>648,748</b>

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****14 RESTRICTED FUNDS**

	<b>Funds b/fwd</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfers</b>	<b>Funds c/fwd</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
TENT	5,638	-	(1,420)	-	4,218
Building fund	1,005	272,500	(4,488)	(197,017)	72,000
Home Ground	6,717	(6,717)	-	-	-
Resource Church Funding	11,513	35,000	(17,861)	-	28,652
St Basil's	76,204	-	(76,204)	-	-
KXC venture	30,000	1,950	(4,450)	(10,000)	17,500
KXCare	10,533	949	(2,782)	-	8,700
Rebuilders	68,387	206,386	(687)	(274,086)	-
Foodbank	-	2,990	(4,048)	1,058	-
COVID-19 fund	-	5,000	(2,708)	-	2,292
Cloudesely Building Fund	-	76,238	(1,246)	(29,492)	45,500
First Fridays	-	983	(216)	-	767
<b>TOTAL RESTRICTED FUNDS</b>	<b>209,997</b>	<b>595,279</b>	<b>(116,110)</b>	<b>(509,537)</b>	<b>179,629</b>

**TENT**

TENT was a charitable shared workspace for freelance workers, ending in 2015. Donations received were used to help fund the workspace, and any surplus continues to be used to fund community engagement activities or given as grants to external projects with charitable objects compatible with those of KXC.

**Building fund**

Giving received from the congregation for the purposes of a future home for the church.

**Home Ground**

Home Ground is a project in partnership with Islington Council to see the Cally Pitch refurbished and brought back to use as a football pitch serve the local community. The pitch would use income from some bookings to provide free activity space for local community groups.

**Resource Church Funding**

KXC was designated a Diocese of London Resource Church in Stepney and Edmonton areas to enable its wider role supporting local churches and planting churches across London and further afield. The fund enables funding from the Church Commissioners to be restricted to Resource Church work. This initial funding provides 3-year stipend and housing support for a Planting Curate.

**St Basil's**

St Basil's is a new church led by Pete James, formerly Curate at KXC. During this initial phase a restricted fund has been created at KXC to manage a grant we have made the church, and for other fundraising during this initial transition period.

**KXC Ventures**

As part of our engagement with social enterprise we have launched a KXC Ventures fund to support local projects. Applications are managed by a committee and grants typically are less than £5,000 per award.

**KX Care**

The KXCare Fund exists to meet the financial and practical needs of those in our community affected by the Covid-19 pandemic. Applications are managed by a committee and grants typically are less than £1,000 per award.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****14 RESTRICTED FUNDS (CONTINUED)****Rebuilders**

The Rebuilders Fund was launched in November 2020 to support the lease and refurbishment of the premises at 242 Pentonville Road, and to meet other extraordinary costs linked to the transition to online services.

**Foodbank**

We began the King's Cross Foodbank in 2020 in response to the COVID-19 crisis. The fund is focused on purchasing food, and meeting the running costs of the Foodbank.

**COVID-19**

We were awarded two grants in 2020 towards the purchase of AV equipment used in developing our capacity for Live Streaming. These grants were spent on a range of equipment, some of which are shown on the balance sheet.

**Cloudesley Church Grants**

Grant awards from the Cloudesley Trust Church Grant Programme - a twice-yearly grant for maintenance of church services.

**First Fridays**

First Fridays is a youth outreach project for churches across Islington. This fund is used for giving that is restricted to the project.

**15 UNRESTRICTED FUNDS**

	<b>Funds b/fwd</b>	<b>Income</b>	<b>Expenditure</b>	<b>Transfers</b>	<b>Funds c/fwd</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Building designated fund	76,340	-	(12,913)	(63,427)	-
Missions designated fund	29,799	-	(68,534)	89,014	50,279
Church Planting	7,295	-	(6)	10,000	17,289
Curate house	113,507	-	-	15,437	128,944
King's House	-	-	-	737,573	737,573
Growth Fund	-	175,000	-	(15,000)	160,000
Total designated funds	226,941	175,000	(81,453)	773,597	1,094,085
KXC Facilities Ltd	8,608	-	(82,839)	116,060	41,829
KX Coworking Ltd	58,257	268,389	(157,667)	(85,060)	83,919
General funds	233,930	1,038,354	(893,133)	(295,060)	84,091
Total general funds	300,795	1,306,743	(1,133,639)	(264,060)	209,839
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>527,736</b>	<b>1,481,743</b>	<b>(1,215,092)</b>	<b>509,537</b>	<b>1,303,924</b>

**Building fund**

The refurbishment of 233-239 Pentonville Road was funded by £130,000 of giving from the KXC congregation. This loan is being repaid into the 'Building Fund' which is designated for the purposes of a future home for the church. This fund was used in the year for the King's House project.

**Missions fund**

Each year, the church aims to dedicate at least 20% of its income for missional purposes. Approximately half is given as grants to external projects with charitable objectives compatible with those of KXC; the other half is used to fund community engagement activities carried out by KXC members.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****15 UNRESTRICTED FUNDS (CONTINUED)****Church Planting**

This fund has been established by the trustees to support new church planting opportunities.

**Curate House**

The curate house fund represents the value of the curate house less any associated loans.

**King's House**

The King's House lease provides for KXC to retain the value of any tenants improvements. The designated fund shows the current value of these improvements.

**Growth Fund**

The growth fund is used to distinguish money held back for future key strategic decisions. Any spending from the Fund is agreed by the Trustee Board.

**16 ANALYSIS OF GROUP NET ASSETS BETWEEN FUNDS**

	Unrestricted funds	Restricted funds	Total 2021
	£	£	£
2021			
Tangible fixed assets	1,620,770	-	1,620,770
Debtors	105,679	117,500	223,179
Bank and cash	502,311	62,129	564,440
Creditors due within one year	(239,047)	-	(239,047)
Creditors due in more than one year	(685,789)	-	(685,789)
	<u>1,303,924</u>	<u>179,629</u>	<u>1,483,553</u>
2020			
	£	£	£
Tangible fixed assets	841,122	1,681	842,803
Debtors	69,573	4,093	73,666
Bank and cash	508,559	204,933	713,492
Creditors due within one year	(189,665)	(710)	(190,375)
Creditors due in more than one year	(701,853)	-	(701,853)
	<u>527,736</u>	<u>209,997</u>	<u>737,733</u>



**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****17 COMPARATIVE CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021**

	Unrestricted funds £	Restricted funds £	Total funds 2020 £
<b>INCOME</b>			
Donations and legacies	1,007,691	276,292	1,283,983
Charitable activities	68,277	-	68,277
KX Coworking Ltd	241,137	-	241,137
Investment income	800	-	800
Other income	5,393	-	5,393
<b>TOTAL INCOME</b>	<b>1,323,298</b>	<b>276,292</b>	<b>1,599,590</b>
<b>EXPENDITURE</b>			
Charitable activities	1,129,060	210,665	1,339,725
<b>TOTAL EXPENDITURE</b>	<b>1,129,060</b>	<b>210,665</b>	<b>1,339,725</b>
<b>NET INCOME FOR THE YEAR BEFORE TRANSFERS</b>	<b>194,238</b>	<b>65,627</b>	<b>259,865</b>
TRANSFERS BETWEEN FUNDS	(43,563)	43,563	-
<b>NET INCOME FOR THE YEAR</b>	<b>150,675</b>	<b>109,190</b>	<b>259,865</b>
TOTAL FUND BALANCES BROUGHT FORWARD	377,061	100,807	477,868
<b>TOTAL FUND BALANCES CARRIED FORWARD</b>	<b>527,736</b>	<b>209,997</b>	<b>737,733</b>

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021**
**18 COMPARATIVE FUNDS NOTE FOR YEAR ENDED 31 DECEMBER 2020**

<b>RESTRICTED FUNDS</b>	<b>Funds b/fwd £</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>Transfers £</b>	<b>Funds c/fwd £</b>
TENT	6,009	-	(371)	-	5,638
KXC Plant restricted fund	36,571	-	(44,134)	7,563	-
Building Fund	15,439	-	(14,434)	-	1,005
Home Ground	4,510	5,000	(2,793)	-	6,717
Resource Church funding	7,016	35,000	(30,503)	-	11,513
St Saviour's	31,262	-	(31,262)	-	-
St Basil's	-	110,477	(64,273)	30,000	76,204
KXC venture	-	30,000	-	-	30,000
KXCare	-	12,528	(7,995)	6,000	10,533
Rebuilders	-	68,387	-	-	68,387
Foodbank	-	10,500	(10,500)	-	-
COVID-19 fund	-	4,400	(4,400)	-	-
<b>TOTAL RESTRICTED FUNDS</b>	<b>100,807</b>	<b>276,292</b>	<b>(210,665)</b>	<b>43,563</b>	<b>209,997</b>

  

<b>UNRESTRICTED FUNDS</b>	<b>Funds b/fwd £</b>	<b>Income £</b>	<b>Expenditure £</b>	<b>Transfers £</b>	<b>Funds c/fwd £</b>
Building designated fund	46,340	-	-	30,000	76,340
Missions designated fund	44,222	-	(43,315)	28,892	29,799
Church Planting	47,500	629	(16,667)	(24,167)	7,295
Curate house	98,709	-	-	14,798	113,507
<b>Total designated funds</b>	<b>236,771</b>	<b>629</b>	<b>(59,982)</b>	<b>49,523</b>	<b>226,941</b>
KXC Facilities Ltd	(11,117)	-	(117,609)	137,334	8,608
KX Coworking Ltd	28,775	241,137	(110,321)	(101,334)	58,257
General funds	122,632	1,081,532	(841,148)	(129,086)	233,930
<b>Total general funds</b>	<b>140,290</b>	<b>1,322,669</b>	<b>(1,069,078)</b>	<b>(93,086)</b>	<b>300,795</b>
<b>TOTAL UNRESTRICTED FUNDS</b>	<b>377,061</b>	<b>1,323,298</b>	<b>(1,129,060)</b>	<b>(43,563)</b>	<b>527,736</b>

## **KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

### **NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021**

#### **19 RELATED PARTY TRANSACTIONS**

During the year Ashlea Solutions, a company controlled by F Harper, trustee, invoiced the group a total of £144 (2020: £132) for accounting software services.

During the year M Mitton, Trustee, invoiced the charity a total of £1,200 (2020: £1,200) for training services provided.

During the year three relatives of Trustees were employed by the charity and were paid remuneration totalling £38,557 (2020: £33,524 to three relatives). Also during the year a relative of one Trustee was paid £600 (2020: £300) for training services provided.

During the year £10,500 (2020: £6,800) was paid to Choices Islington, an affiliated charity of S Guthrie, trustee.

On 1 January 2021, St Basil's Church, Devon became an independent charity (charity number 1193097). At this date, Kings Cross Church gifted assets totalling £76,204 to the new charity. P Hughes, Trustee, is also a trustee of St Basil's Church, Devon.

During the year King's Cross Church made payments of £13,495 to St Saviour's, Hanley Road, for rent of premises. P Hughes, Trustee, is also a trustee of St Saviour's, Hanley Road.

During the year KX Coworking paid £35,007 to ARK Base CIC (2020: £nil), a company for which two out of five directors are also trustees of King's Cross Church.

#### **20 IMPACT OF COVID 19 ON GOING CONCERN**

The operations of King's Cross Church have continued to be impacted by COVID-19 in the past year. In particular we created a number of new service locations and formats, and built technical capacity to ensure a continued online presence during periods where operation was restricted. KX Coworking's operations continued to be impacted by COVID restrictions, however the resulting reduction in income was offset in part by rent reductions from our Landlord at 233-239 Pentonville Road and other grants received in support of the ministry. We have continued to see a large number of newcomers attend the church throughout the year also.

The COVID pandemic has, however, enabled us to spend 6 months refurbishing King's House, our new facility at 242 Pentonville Road, which opened in February 2022 as Plan B was lifted. This space, with upgraded ventilation, has provided a fantastic space for our Sunday services and midweek activities, as well as hosting an industry-standard live streaming setup that allows us to respond to any further restrictions in the years ahead.

#### **21 FINANCIAL COMMITMENTS**

At the balance sheet date the charity had commitments totalling £30,123 (2020: £102,123) for future lease payments.

At the balance sheet date the charity had commitments totalling £155,170 (2020: £nil) for future payments for leasehold improvements.

**KINGS CROSS CHURCH**

(Company limited by guarantee and not having share capital)

**NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2021****23 PARENT CHARITY**

Below are summarised results for Kings Cross Church, excluding the subsidiary companies:

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>INCOME</b>		
Donations and legacies	1,788,717	1,283,983
Charitable activities	23,632	68,277
Investment income	159	800
Other income	1,125	5,393
<b>TOTAL INCOME</b>	<u>1,813,633</u>	<u>1,358,453</u>
<b>EXPENDITURE</b>		
Charitable activities	1,126,696	1,147,795
<b>TOTAL EXPENDITURE</b>	<u>1,126,696</u>	<u>1,147,795</u>
<b>NET INCOME FOR THE YEAR</b>	<u>686,937</u>	<u>210,658</u>

In 2020, £5,393 of support provided by the Coronavirus Job Retention Scheme was included in Other Income.