

Registered Charity no. 1144249
Registered Company no. 07705162

Soul61
(Company Limited by Guarantee)

Trustees Annual Report and Accounts
Year Ended 31st August 2022



Soul61

Year Ended 31st August 2022

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Soul61

Year Ended 31st August 2022

Legal and Administrative Information

Reference

The Charity is called "Soul61". The organisation is registered with the Charity Commission for England and Wales and Companies House, registered on the 14 July 2011.

Registered Charity Number 1144249

Registered Company Number 07705162

Registered Office Unit 5
Greycaine Road
Watford
WD24 7GP

Website www.soul61.co.uk

The Trustees and Directors	Mr D Saunderson	<i>resigned 31 March 2023</i>
	Rev A Croft	
	Rev M Pilavachi	<i>resigned 4 April 2023</i>
	Mrs A Martin	
	Ms R Ricketts	
	Rev A Gardner	<i>appointed 20 April 2023</i>

Primary Bankers Lloyds Bank
25 Gresham Street
London
EC2V 7HN

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

Soul61

Year Ended 31 August 2022

Trustee's Annual Report

The Trustees, who are also the Directors of the charity for the purpose of company law, present their report and accounts for the year ended 31 August 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Charity's Memorandum and Articles of Association, applicable law and the requirements of FRS 102 and the associated Charities SORP. The Charity has adopted FRS 102 with effect from 1 January 2019.

Charity overview, structure and governance

Soul61 is a company limited by guarantee (registered company number 07705162) incorporated in England and Wales on 14 July 2011 and registered as a charity in England and Wales (registered charity number 1144249). The governing document is in the form of a Memorandum and Articles of Association. Under these documents, the Charity has the power to make any investment that the Trustees see fit.

The ultimate responsibility for Soul61 lies with the Trustees.

Trustees and management

The Trustees do not receive any reimbursements for their role as trustees. Trustees are appointed who have a relationship with Soul61 and support its principles and values. New trustees are given a copy of the Charity's Memorandum and Articles of Association, past accounts, budgets and forecasts, and information about current staff and activities. Additional information may be given depending on the particular needs of the individual.

The Trustees meet three to four times a year, with additional communication by email as needed. During these meetings they review progress against previous targets, including updates on financial position and forecasts.

Day to day management of activities is led by Mike Pilavachi and Andy Croft, supported by volunteers.

Related parties

Soul Survivor Watford

Mike, Ali and Andy are pastors of Soul Survivor Watford Church. Mike and Andy are trustees of Soul Survivor Watford Church.

Soul Survivor Limited

Mike and Andy are trustees of Soul Survivor Limited.

Charity's activities

Soul61's primary goal is to identify, train and support Christian leaders.

In addition, the Charity occasionally receives donations which can be gifted to other organisations to support their aims of advancing the Christian religion.

Soul61

Year Ended 31 August 2022

Trustee's Annual Report

Public benefit statement

The Trustees have given due consideration to the Public Benefit requirement and consider that the activities of the Charity provide public benefit directly to the course participants who received subsidised training and teaching during the year, directly to those who benefit from the projects and event that are supported by students on work placement, and indirectly, as the students take their experience and skills to their future roles.

Achievements and performance during the year

Five young leaders took part in the leadership course in 2021-22. They participated fully in the life of Soul Survivor Watford church, contributing to activities and events there. They were also able to undertake some domestic and international travel to support events in other churches.

The organisation began some exploratory work towards broadening activities from 'gap year' style programmes into short leadership days and conferences aimed at church leaders.

Future plans

A small Soul61 course began in October 2022 and is running along similar lines to 2021-22. Please refer to 'Events after the balance sheet date' below.

Grants made during the year

The Charity gave a grant of £20,000 to the Dreaming the Impossible (DTI) summer event for young people. The Charity had received this money from Soul Survivor Ministries for the purpose of 'blessing other ministries' and felt that the aims and values of DTI were similar with the aims of that organisation.

Events after the balance sheet date

In April 2023, the Trustees were notified that the Church of England National Safeguarding Team were conducting a safeguarding investigation into Mike Pilavachi. It was agreed that Mike should immediately step back from all activity with Soul61 while the investigation was ongoing. Mike also resigned as a Trustee.

The Soul61 Trustees are fully committed to supporting the investigation and are following the advice of the National Safeguarding Team in this regard. The ongoing nature of the investigation has created a number of uncertainties and all activities have been paused until the results of the investigation provide clarity about how best to proceed.

Due to the investigation and the capacity of the remaining team, the current course was ended with a full refund of student fees.

Soul61

Year Ended 31 August 2022

Trustee's Annual Report

Reserves policy

The Charity holds free reserves and a number of restricted funds. No funds were in deficit at the yearend or have fallen into deficit subsequently.

At the year-end Soul 61 held £230,542 of unrestricted reserves.

The Charity does not hold reserves on behalf of other organisations and the trustees are responsible for the allocation of all funds.

The Charity's previous reserves policy was to aim to hold free reserves equivalent to at least 3-6 months of operating expenditure based on normal levels of activity. As 'normal' activity has changed significantly, past operating expenditure is not an appropriate measure. The Trustees consider that the reserves held at the year-end is suitable for the planned level activity in the coming financial year. The trustees consider that the Charity will remain a going concern for a period of at least 12 months from the signing of the financial statements.

Financial review

Student income was £17,443 during the year. Expenses related to costs for 5 interns, and a grant issued to Dreaming the Impossible youth conference. Consequently, there was net expenditure of £121,404 against the general funds of the charity, which remain sufficient for the charity to continue in operation.

Financial position at the year end	2022	2021
Unrestricted Funds	£230,542	£292,305
Restricted Funds	<u>£20,403</u>	<u>£34,419</u>
Total	£250,945	£326,724

Signed and approved on behalf of the board of Trustees

Trustee: 

Date: 26/05/2023

Trustee Name: Ms R Ricketts

Soul61

Year Ended 31st August 2022

Independent Examiners Report

I report to the Trustees on my examination of the financial statements of Soul61 ('the charity') for the year ended 31st August 2022.

Responsibilities and basis of report

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

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

Independent Examiner's statement

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

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair' view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



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

Date: 25/05/2023

Soul61

Year Ended 31st August 2022

Statement of Financial Activities

		Unrestricted Funds	2022 Restricted Funds	Total Funds	2021 Total Funds
	Note	£	£	£	£
Income					
Donations and legacies		19,750	8,432	28,182	20,076
Charitable activities		17,443	-	17,443	200
Total Income	2	<u>37,193</u>	<u>8,432</u>	<u>45,625</u>	<u>20,276</u>
Expenditure					
Expenditure on charitable activities	3	<u>98,226</u>	<u>23,178</u>	<u>121,404</u>	<u>128,638</u>
Total Expenditure		<u>98,226</u>	<u>23,178</u>	<u>121,404</u>	<u>128,638</u>
Net income / (expenditure)		<u>(61,033)</u>	<u>(14,746)</u>	<u>(75,779)</u>	<u>(108,362)</u>
Net income and net movement in funds					
Total funds brought forward	11	292,305	34,419	326,724	435,086
Transfers	11	(730)	730	-	-
Total funds carried forward	11	<u>230,542</u>	<u>20,403</u>	<u>250,945</u>	<u>326,724</u>

All income and expenditure derive from continuing activities.

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

Soul61

Year Ended 31st August 2022

Statement of Financial Position

	Note	2022 £	2021 £
Current assets			
Debtors	8	26,348	5,846
Cash at bank and in hand		243,719	334,228
		<u>270,067</u>	<u>340,074</u>
Creditors: amounts falling due within one year	9	19,122	13,350
Net current assets		<u>250,945</u>	<u>326,724</u>
Net assets	12	<u>250,945</u>	<u>326,724</u>
Funds of the charity			
Restricted funds	11	20,403	34,419
Unrestricted funds	11	230,542	292,305
		<u>230,542</u>	<u>292,305</u>
Total charity funds		<u>250,945</u>	<u>326,724</u>

Directors Responsibilities

The Directors are satisfied that for the year ended on 31st August 2022 the charitable company was entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006 and that no member or members have required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Act. However, in accordance with section 145 of the Charities Act 2011, the accounts have been examined by an Independent Examiner. The Directors acknowledge their responsibility for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts. These Financial Statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime and with FRS 102 (effective January 2019).

Name of Trustee:

R Ricketts

Signed on behalf of the Trustees:

R Ricketts

Date of approval:

26/05/2023

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

1 Accounting Policies

Legal Status

The Charity is a company limited by guarantee and has no share capital. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £10 per Trustee.

Basis of Preparation

The financial statements have been prepared in accordance with the Charities Statement of Recommended Practice (FRS 102), FRS 102, and the Companies Act 2006. After due consideration of available information about the future, the accounts have been prepared on a going concern basis.

The financial statements are prepared in sterling, which is the functional currency of the company.

Monetary amounts in these financial statements are rounded to the nearest £. Soul61 meets the definition of a public benefit entity under FRS 102. Assets and liabilities are recognised at historical cost.

Fund Accounting

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

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by the donor or the term of specific appeal.

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

Incoming Resources

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

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

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Year Ended 31st August 2022

Notes to the Financial Statements

Resources expended

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

Governance Costs

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

Liability Recognition

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

Operating Leases

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

Taxation

The charity is exempt from tax on its charitable activities.

Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The Trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

2 Analysis of Income

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Donations and legacies			
Donations from Soul Survivor Watford	14,750	-	14,750
Donations from Soul Survivor International	-	-	-
Other donations	5,000	8,432	13,432
	<u>19,750</u>	<u>8,432</u>	<u>28,182</u>
Charitable activities			
Student fees for the Soul61 course	17,443	-	17,443
	<u>17,443</u>	<u>-</u>	<u>17,443</u>
Other			
Other Income	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Income	<u>37,193</u>	<u>8,432</u>	<u>45,625</u>

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Donations and legacies			
Donations from Soul Survivor Watford	12,000	-	12,000
Donations from Soul Survivor International	-	3,356	3,356
Other donations	-	4,720	4,720
	<u>12,000</u>	<u>8,076</u>	<u>20,076</u>
Charitable activities			
Student fees for the Soul61 course	200	-	200
	<u>200</u>	<u>-</u>	<u>200</u>
Other			
Other Income	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Income	<u>12,200</u>	<u>8,076</u>	<u>20,276</u>

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

3 Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2022 £
Student housing costs, including general maintenance	39,607	-	39,607
Student allowance	640	-	640
International travel and subsistence for students	52,186	829	53,015
Pastoral support, course management, teaching fees	149	-	149
Support costs including governance costs and payroll	5,644	-	5,644
Church leader days	-	1,902	1,902
Grant to Dreaming the Impossible, Vineyard churches	-	20,000	20,000
Grant to Soul Survivor Watford	-	-	-
Gift to Soul Survivor International	-	447	447
Total Expenditure	98,226	23,178	121,404

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £
Student housing costs, including general maintenance	26,729	-	26,729
Student allowance	-	-	-
International travel and subsistence for student	21	2,515	2,536
Pastoral support, course management, teaching fees	10,880	-	10,880
Support costs including governance costs and payroll	23,493	-	23,493
Grant to Soul Survivor Watford for building works	65,000	-	65,000
Grant to Soul Survivor Watford	-	-	-
Total Expenditure	126,123	2,515	128,638

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

4 Summary analysis of expenditure and related income for charitable activities

	Soul61 course	Soul Survivor International	Church leader days	Other activities	Total Funds 2022
	£	£	£	£	£
Direct costs	(92,582)	(447)	(1,902)	(20,829)	(115,760)
Support cost	(5,644)	-	-	-	(5,644)
Recovered in fees	17,443	-	-	-	17,443
Recovered in donations	19,750	-	1,172	7,260	28,182
	<u>(61,033)</u>	<u>(447)</u>	<u>(730)</u>	<u>(13,569)</u>	<u>(75,779)</u>

	Soul61 course	Soul Survivor International	Church leader days	Other activities	Total Funds 2021
	£	£	£	£	£
Direct costs	(37,630)	(1,114)	-	(66,401)	(128,639)
Support cost	(23,493)	-	-	-	-
Recovered in fees	200	-	-	-	200
Recovered in donations	-	3,356	-	4,720	8,076
	<u>(60,923)</u>	<u>2,242</u>	<u>-</u>	<u>(61,681)</u>	<u>(120,362)</u>

5 Independent examination fees

Fees payable to the independent examiner for:

	2022	2021
	£	£
Independent examination and preparation of the financial statements	1,272	1,200

6 Staff costs

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

	2022	2021
	£	£
Wages and salaries	427	14,584
Social security costs	107	-
Employer contributions to pension plans	-	-
	<u>533</u>	<u>14,584</u>

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

	2022	2021
Course management	0	1

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

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

Key Management Personnel

The Trustees consider that the Board of Trustees comprise as the key management personnel of the charity in charge of directing and controlling, running and operating the charity on a day to day basis.

7 Trustee remuneration, expenses and donations

None of the Trustees have been paid any remuneration or received any other benefits for their role as a Trustee of the charity.

During the year one Trustee incurred an out of pocket expense of £288 for maintenance of the student accommodation (2021: nil).

During the year the total aggregated donations made to the charity by the Trustees was £5,000 (2021: nil). There were no conditions attached to the donations.

8 Debtors

	2022	2021
	£	£
Accounts receivable	-	-
Prepayments	26,348	5,846
	<u>26,348</u>	<u>5,846</u>

9 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade Creditors	1,350	-
Accruals and Deferred Income	17,772	13,350
	<u>19,122</u>	<u>13,350</u>

10 Deferred Income

	Opening	Deferred	Released	Closing
	£	£	£	£
Course Fee Income	12,150	5,373	12,150	5,373

By the year end £5,373 of income relating to Soul61 course fees had been received for the 2022/23 financial year. This income has been deferred as the entitlement to the income had not yet passed as the service of the course had not been carried out at the point of the year end.

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

11 Analysis of Charitable Funds

Charitable Funds 2021-2022

	1 Sep 2021 £	Income £	Expenditure £	Transfers £	31 Aug 2022 £
Unrestricted Funds					
General	292,305	37,193	(98,226)	(730)	230,542
Total Unrestricted	292,305	37,193	(98,226)	(730)	230,542
Restricted Funds					
Central Asia	12,177	7,260	(829)	-	18,608
Blessing Other Ministries	20,000	-	(20,000)	-	-
Church leader days	-	1,172	(1,902)	730	-
Soul Survivor International	2,242	-	(447)	-	1,795
Total Restricted	34,419	8,432	(23,178)	730	20,403
Total Funds	326,724	45,625	(121,404)	-	250,945

Charitable Funds 2020-2021

	1 Sep 2020 £	Income £	Expenditure £	Transfers £	31 Aug 2021 £
Unrestricted Funds					
General	406,228	12,200	(126,132)	-	292,305
Total Unrestricted	406,228	12,200	(126,132)	-	292,305
Restricted Funds					
Central Asia	8,858	4,720	(1,401)	-	12,177
Blessing Other Ministries	20,000	-	-	-	20,000
Soul Survivor International	-	3,356	(1,114)	-	2,242
Total	28,858	8,076	(2,515)	-	34,419
Total Funds	435,086	20,276	(128,647)	-	326,724

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

Fund Descriptions

Restricted Funds

Blessing Other Ministries	Funds donated from Soul Survivor Ministries for the specific purpose of blessing other ministries and their work.
Central Asia	Donations made to specifically aid and support the persecuted church overseas.
Church leaders days	Funds restricted for the development of training days for leaders.
Soul Survivor International	Funds held on behalf of Soul Survivor International and its related activities.

12 Analysis of net assets between funds

	Unrestricted Funds	Restricted Funds	Total Funds 2022
	£	£	£
Current Assets	249,664	20,403	270,067
Creditors less than 1 year	(19,122)	-	(19,122)
	<u>230,542</u>	<u>20,403</u>	<u>250,945</u>

	Unrestricted Funds	Restricted Funds	Total Funds 2021
	£	£	£
Current Assets	305,655	34,419	340,074
Creditors less than 1 year	(13,350)	-	(13,350)
	<u>292,305</u>	<u>34,419</u>	<u>326,724</u>

Soul61

Year Ended 31st August 2022

Notes to the Financial Statements

13 Related party transactions

The charity has a close working relationship with Soul Survivor Watford (charity no. 1184088). During the year Andy and Mike were Trustees of both organisations and employees of Soul Survivor Watford.

Soul Survivor Watford made donations of £14,750 (2021: £12,000) to Soul 61 during the year.

Soul61 received a donation of £500,000 in an earlier year from a donor wishing to support the work of various Soul Survivor activities, although the donor did not specify any particular fund or activity, and it may be spent on Soul61 or Soul Survivor Watford activities. At the end of the year, £105,383 of this donation remains in the Soul61 unrestricted funds. These funds have been paid into Soul61 but may be allocated by the Soul61 trustees to activities run by Soul Survivor Watford.

During the year, no donations or grants (2021: £65,000) were made to Soul Survivor Watford.

Soul Survivor Watford sometimes incurs expenditure on behalf of Soul61 which is recharged. The total of these costs was £59,608 (2021: nil). The nature of these expenses was mainly travel costs, and the outstanding balance at the end of the year was £11,198 (2021: nil).

14 Events after the reporting period

In April 2023, the Trustees were notified that the Church of England National Safeguarding Team were conducting a safeguarding investigation into Mike Pilavachi. It was agreed that Mike should immediately step back from all activity with Soul61 while the investigation was ongoing. Mike also resigned as a Trustee.

The Soul61 Trustees are fully committed to supporting the investigation and are following the advice of the National Safeguarding Team in this regard. The ongoing nature of the investigation has created a number of uncertainties and all activities have been paused until the results of the investigation provide clarity about how best to proceed.

Due to the investigation and the capacity of the remaining team, the current course was ended with a full refund of student fees.

Per the disclosure requirements of the Charities SORP (FRS102), the estimated financial impact moving forward to the organisation of this charitable activity stopping is that no further course fee income or related donations will be received, and no direct expenses will be incurred for running the course. During the financial year 2022, the net expenditure of running the course was £60,133.