

Covenant Love Chapel

Report and Accounts

28 February 2023

Company Registration Number - 07541137

The Charity Registration Number - 1145511

# **Covenant Love Chapel**

## **Report and accounts for the year ended 28 February 2023**

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## **Covenant Love Chapel**

Company Registration Number - 07541137

### **Trustees' annual report for the year ended 28 February 2023**

The trustees present their report and accounts for the year ended 28 February 2023, which also comprises the Directors' Report required by the Companies Act 2006.

#### **Reference and administrative details**

##### ***The charity name.***

The legal name of the charity is:- Covenant Love Chapel.

The charity is also known by its operating name, RCCG Covenant Love Chapel.

##### ***The charity's areas operation and UK charitable registration.***

The charity is registered in England & Wales with the Charity Commission in England & Wales (CCEW) with charity number 1145511.

The charity does not operate in any overseas jurisdictions.

##### ***Legal structure of the charity***

The charity is constituted as a company limited by guarantee, registered under the Companies Acts . The governing document of the charity is the Memorandum and Articles of Association establishing the company under company legislation.

The governing document is dated 01 June 2008

There are no restrictions in the governing documents on the operation of the Charity or on its investment powers other than those imposed by Charity Law.

By operation of law all, trustees are directors under the Companies Act 2006 and all directors are trustees under Charities legislation and have responsibilities, as such, under both company and charity legislation.

The trustees are all individuals and list below:

Mrs. Anthonia Justin  
Mr. Olubanjí Oladoye Adeniran  
Mr. Oladele Oshinibosi  
Mr. Olukunle Shorinwa  
Mrs. Adefolake Awoseyi  
Mrs. Praise Coronado

##### **The principal operating address, telephone number, email and web addresses of the charity are:-**

High Street

Sittingbourne, Kent

United kingdom, ME10 4AJ

Telephone 01795428875

Email Address solayemi21@gmail.com

Web address Covenantlovechapel.org.uk

The registered office of the charity for Companies Act purposes is the same as the operating address shown above.

## **Covenant Love Chapel**

Company Registration Number - 07541137

### **Trustees' annual report for the year ended 28 February 2023**

**The following persons served as Trustees during the year ended 28 February 2023 :-**

The trustees who served as a trustee in the reporting period were as shown above, and there were no changes during the year, or in the period between the year end and the approval of the accounts.

### **Objects and activities of the charity**

#### ***The purposes of the charity as set out in its governing document.***

The objects of the charity are:

1. The advancement of the Christian religion worldwide and
2. The relief of poverty.

It pursues these objects by the operation of a Christian worship centre at a facility located at Covenant Love Chapel, High Street, Sittingbourne, England ME10 4AJ.

#### ***The main activities undertaken in relation to those purposes during the year.***

Significant activities that contributed to the achievement of these objectives were:

1. Events organised during the year to promote the Christian faith include distribution of leaflets with Christian messages, organising deliverance services, all night vigils, special prayers and counselling.
2. Other activities to help raise the profile of the charity in the local community included picnics, Mothers' Day and Fathers' Day celebrations.
3. Specific activities for the relief of poverty are in the areas of training and mentoring of the unemployed to start their own businesses and passing job information to job seekers.

#### ***The main activities undertaken during the year to further the charity's purpose for the public benefit.***

Grants are made to other charitable bodies. The church supports missionary organisations such as the Festival of Life and the World Evangelism Mission, and other missions and projects within and outside the UK. The church also provides support to members of the congregation (at the discretion of the trustees) who are in need.

#### ***The contribution of volunteers during the year.***

The church is grateful for the commitment and efforts of its volunteers who are involved in services provision. The church has over 30 volunteers committed to working in various departments within the church. The church continues to dispense the service of heads of departments and ministers to ensure that the best value is derived from the sterling efforts of the volunteers.

#### **The main achievements and performance of the charity during the year.**

The trustees are pleased to report that the church continued to be successful spiritually by ministering to many people in prayer and welfare. The church has improved in membership strength and is increasingly reaching out to the community.

## Covenant Love Chapel

Company Registration Number - 07541137

### Trustees' annual report for the year ended 28 February 2023

#### Structure, governance and management of the charity

##### *The methods used to recruit and appoint new charity trustees.*

New trustees are elected on the basis of the contribution that they will make to the governance of the organisation and the skills that they will contribute. They are provided with copies of the Charity Commission's guidance to trustees and given an introduction to the activities of the charity by the existing Board.

##### *The policies and procedures for the induction and training of trustees.*

Existing trustees are provided with training as and when required.

##### *The charity's organisational structure.*

The board of trustees is headed by a Chairman, the Secretary to the trust and a Financial Administrator. All the present employees of the charity are voluntary workers. The trustees are responsible for making all decisions regarding allocation of funds and activities.

Bankers	HSBC Bank Plc 115 High Street Sittingbourne Kent ME10 4AL
Accountants	Crownwise Consult Ltd 1A Town Square Erith London DA8 1RE

#### Financial review

##### *The charity's financial position at the end of the year ended 28 February 2023*

The financial position of the charity at 28 February 2023 and comparatives for the prior period, as more fully detailed in the accounts, can be summarised as follows:-

	2023	2022
	£	£
Net income	36,641	41,296
Unrestricted Revenue Funds available for the general purposes of the charity	353,332	316,691
<b>Total Unrestricted Funds</b>	<b>353,332</b>	<b>316,691</b>
Restricted Revenue Funds	25,885	25,885
<b>Total Restricted Funds</b>	<b>25,885</b>	<b>25,885</b>
<b>Total Funds</b>	<b>379,217</b>	<b>342,576</b>



## **Covenant Love Chapel**

Company Registration Number - 07541137

### **Trustees' annual report for the year ended 28 February 2023**

#### ***Financial review of the position at the reporting date, 28 February 2023 .***

During the year, income of £180,345 (£147,311 in 2022) was received as voluntary donations and gift aid. The net movement in funds for the period, as shown in the statement of financial activities, for the period was a surplus of £36,641 (£41,296 in 2022). The value of the Covenant Love Chapel's net assets as at 28 February 2023 is £379,217 (£342,576 in 2022).

#### ***Policies on reserves.***

##### **Restricted funds**

Restricted funds are to be used for specific purposes as specified within the objects of the charity. Expenditure, which meets these criteria, will be identified to the fund, together with a fair allocation of management and support costs. There was restricted fund during the year which was expended for the purpose it was intended for.

##### **Unrestricted funds**

Unrestricted funds are donations and other incomes received or generated for the objects of the charity without further specified purpose and are available for general funds.

#### **Details of the independent examiner**

Adeniyi Zaccheus

Chartered Certified Accountant

1A Town Square

Erith

Kent

DA8 1RE

## **Covenant Love Chapel**

Company Registration Number - 07541137

### **Trustees' annual report for the year ended 28 February 2023**

#### **Statement of the directors trustees' Responsibilities**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Companies Act 2006, the Charities Act 2011 and the Charities (Accounts and Reports) Regulations 2008. Notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, the Trustees determined to interpret this responsibility as requiring them to follow current best practice and prepare the accounts according to the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP),

In particular, the Companies Act 2006 and charity law require the Board of Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of the surplus or deficit of the charity. In preparing those financial statements the Board is required to :-

- to prepare the accounts in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).
- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any material departures disclosed and explained in the financial statements;

The law requires that the trustees must not approve the accounts unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of the surplus or deficit of the charity for the year.

The trustees are also responsible for maintaining adequate accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which are sufficient to show and explain the charity's transactions and enable them to ensure that the financial statements comply with the Companies Act 2006 and comply with regulations made under the Charities Act. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

## **Covenant Love Chapel**

Company Registration Number - 07541137

### **Trustees' annual report for the year ended 28 February 2023**

#### **Method of preparation of accounts - Small company provisions**

The financial statements are set out on pages 9 to 20.

The financial statements have been prepared implementing the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016)

These financial statements have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006, applicable to companies subject to the small companies regime.

This report was approved by the board of trustees on 15 November 2023.

  
Mr. Olubanjí Adeniran

Mr. Olubanjí Adeniran  
Director and trustee



## **Covenant Love Chapel**

### **Report of the Independent examiner to the trustees of the charitable company on the accounts for the year ended 28 February 2023**

I report to the trustees on my examination of the financial statements of the charitable company on pages 12 to 20 for the year ended 28 February 2023 which have been prepared in accordance with the Charities Act 2011 (the Act) and with the Financial Reporting Standard 102, (effective 1st January 2016) as modified by FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), published by the Charity Commission in England & Wales (CCEW), and under the historical cost convention and the accounting policies set out on page 19.

#### **Respective responsibilities of the trustees and the Independent Examiner and the basis of the report**

As described on page 5, you, the charitable company's Trustees, who are also the Directors of the Company for the purposes of Company law, are responsible for the preparation of the financial statements in accordance with the Companies Act 2006, the Charities Act 2011 and all other applicable law and with United Kingdom Generally Accepted Accounting Practice, applicable to smaller entities, and for being satisfied that the financial statements give a true and fair view.

The trustees consider that the audit requirement of Section 144(1) of the Charities Act 2011 (the Act) does not apply, and that there is no requirement in the memorandum and articles of the charity for the conducting of an audit, and that the accounts do not require an audit in accordance with Part 16 of the Companies Act 2006 and that no member or members have requested an audit pursuant to Section 476 of the Companies Act 2006. As a consequence, the Trustees have elected that the financial statements be subject to independent examination.

Having satisfied myself that the financial statements are not required to be audited under any legal provision, or otherwise, and are eligible for independent examination, it is my responsibility to:-

- a) examine the financial statements of the charity under Section 145 of the Act;
- b) follow the applicable procedures in the Directions given by the Charity Commission under section 145(5)(b) of the Act.

#### **Basis of Independent examiner's statement and scope of work undertaken**

I report in respect of my examination of the charity's financial statements carried out under s145 of the Act. 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 setting out the duties of an independent examiner in relation to the conducting of an independent examination. An independent examination includes a review of the accounting records kept by the charitable company and of the accounting systems employed by the charitable company and a comparison of the financial statements presented with those records. It also includes consideration of any unusual items or disclosures in the financial statements, and seeking explanations from you, as Trustees, concerning such matters. The purpose of the examination is to establish as far as possible that there have been no breaches of charity legislation and that, on a test basis of evidence relevant to the amounts and disclosures made, the financial statements comply with the SORP.

The procedures undertaken do not provide all the evidence that would be required in an audit, and information supplied by the Trustees in the course of the examination is not subjected to audit tests or enquiries and does not cover all the matters that an auditor would consider in arriving at an opinion. The planning and conduct of an audit goes beyond the limited assurance that an independent examination can provide

Consequently, I do not express an audit opinion on the view given by the financial statements, and in particular, I express no opinion as to whether the financial statements give a true and fair view of the affairs of the charity, and my report is limited to the matters set out in the statement below.

## **Covenant Love Chapel**

I planned and performed my examination so as to satisfy myself that the objectives of the independent examination are achieved and before finalising the report I obtained written assurances from the Trustees of all material matters.

### **Independent examiner's statement, report and opinion**

Attention is drawn to the accounting policy stating that, notwithstanding the explicit requirement in the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008, to prepare the financial statements in accordance with the SORP 2005, in view of the fact that the SORP 2005 has been withdrawn, and in order to accord with current best practice, the Trustees have determined to prepare the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP). I concur with this approach, and any references in my report to the regulations should be read subject to this comment.

Subject to the limitations upon the scope of my work as detailed above, I have completed my examination: and can confirm that:-

The accounts of this charitable company are not required to be audited under Part 16 of the Companies Act 2006;

This is a report in respect of an examination carried out under 145 of the Act and in accordance with Directions given by the Charity Commission under section 145(5)(b) of the Act which may be applicable;

and that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material respect:-

- accounting records were not kept in respect of the charity as required by Section 386 of the Companies Act 2006 and Section 130 of The Charities Act 2011;

- the financial statements do not accord with those records; or

- the financial statements do not comply with the applicable requirements concerning the form and content of accounts set out in section 396 of the Companies Act 2006 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;

- have not been prepared in accordance with the methods and principles set out in the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP).

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 financial statements to be reached.

Adeniyi Zaccheus - Independent Examiner

Chartered Certified Accountant

1A Town Square

Erith

Kent

DA8 1RE

This report was signed on 15 November 2023



**Covenant Love Chapel - Statement of Financial Activities for the year ended 28 February 2023**

**Statement of Financial Activities (including the Income and Expenditure Account for the year ended 28 February 2023, as required by the Companies Act 2006)**

	Current year Unrestricted funds	Current year Restricted funds	Current year Total funds	Prior year Total funds
	2023	2023	2023	2022
	£	£	£	£
<b>Income:</b>				
Donations & Legacies	165,705	-	165,705	134,822
Investments	8,677	-	8,677	10,041
Other	5,963	-	5,963	2,448
<b>Total income</b>	<b>180,345</b>	<b>-</b>	<b>180,345</b>	<b>147,311</b>
<b>Expenditure on:</b>				
Charitable activities	143,704	-	143,704	106,015
<b>Total expenditure</b>	<b>143,704</b>	<b>-</b>	<b>143,704</b>	<b>106,015</b>
<b>Net income for the year</b>	<b>36,641</b>	<b>-</b>	<b>36,641</b>	<b>41,296</b>
<b>Net movement in funds</b>	<b>36,641</b>	<b>-</b>	<b>36,641</b>	<b>41,296</b>
<b>Reconciliation of funds:-</b>				
Total funds brought forward	316,691	25,885	342,576	301,280
<b>Total funds carried forward</b>	<b>353,332</b>	<b>25,885</b>	<b>379,217</b>	<b>342,576</b>

The 'SORP Ref' indicated above is the classification of income set out in the formal SORP documents. As required by paragraph 4.60 of the SORP, the brought forward and carried forward funds above have been agreed to the Balance Sheet.

A separate Statement of Total Recognised Gains and Losses is not required as this statement includes all recognised gains and losses.

All the prior year transactions were unrestricted items, and no further analysis is required

All activities derive from continuing operations

**Covenant Love Chapel - Resources applied in the year ended 28 February 2023 towards fixed assets for Charity use:-**

	2023 £	2022 £
Funds generated in the year as detailed in the SOFA	36,641	41,296
Resources applied on functional fixed assets	(2,188)	(6,964)
<b>Net resources available to fund charitable activities</b>	<b>34,453</b>	<b>34,332</b>

The resources applied on fixed assets for charity use represents the cost of additions less proceeds of any disposals.

The notes attached on pages 12 to 20 form an integral part of these accounts.

**Covenant Love Chapel - Statement of Financial Activities for the year ended 28 February 2023**

**Movements in revenue and capital funds for the year ended 28 February 2023**

**Revenue accumulated funds**

	Unrestricted Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last year Total Funds 2022 £
Accumulated funds brought forward	316,691	25,885	342,576	301,280
Recognised gains and losses before transfers	36,641	-	36,641	41,296
	<u>353,332</u>	<u>25,885</u>	<u>379,217</u>	<u>342,576</u>
Closing revenue funds	<u>353,332</u>	<u>25,885</u>	<u>379,217</u>	<u>342,576</u>
<b>Summary of funds</b>	Unrestricted and Designated funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Last Year Total Funds 2022 £
Revenue accumulated funds	353,332	25,885	379,217	342,576
<b>Total funds</b>	<u>353,332</u>	<u>25,885</u>	<u>379,217</u>	<u>342,576</u>

**Covenant Love Chapel**

**Income and Expenditure Account for the year ended 28 February 2023 as required by the Companies Act 2006**

	2023 £	2022 £
<b>Income</b>		
Income from operations	162,315	133,628
Refunds from HMRC on gift aided donations	3,390	1,194
Investment income and interest		
Income from investments, other than interest receivable	8,677	10,041
Other operating income	5,963	2,448
<b>Gross income in the year before exceptional items</b>	<u>180,345</u>	<u>147,311</u>
<b>Expenditure</b>		
Charitable expenditure, excluding depreciation and amortisation	122,022	89,342
Depreciation and amortisation	7,194	6,767
Governance costs	1,200	1,200
Interest payable	5 13,288	8,716
<b>Total expenditure in the year</b>	<u>143,704</u>	<u>106,015</u>
<b>Retained surplus for the financial year</b>	<u>36,641</u>	<u>41,296</u>

All activities derive from continuing operations

In accordance with the provisions of the Companies Act 2006, the headings and subheadings used in the Income and Expenditure account have been adapted to reflect the special nature of the charity's activities.

The notes attached on pages 12 to 20 form an integral part of these accounts.



# Covenant Love Chapel - Balance Sheet as at 28 February 2023

	Notes	2023 £	2022 £
<b>Fixed assets</b>			
Tangible assets	6	491,917	496,923
<b>Total fixed assets</b>		<u>491,917</u>	<u>496,923</u>
<b>Current assets</b>			
Cash at bank and in hand		114,094	82,651
<b>Total current assets</b>		<u>114,094</u>	<u>82,651</u>
<b>Creditors: amounts falling due within one year</b>	7	<u>(10,951)</u>	<u>(19,541)</u>
<b>Net current assets</b>		103,143	63,110
<b>Net assets</b>		<u>595,060</u>	<u>560,033</u>
Creditors: amounts falling due after more than one year	8	(215,843)	(217,457)
<b>The total net assets of the charity</b>		<u>379,217</u>	<u>342,576</u>

The total net assets of the charity are funded by the funds of the charity, as follows:-

## Restricted funds

Restricted Revenue Funds	11	25,885	25,885
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## Unrestricted Funds

Unrestricted Revenue Funds	11	353,332	316,691
<b>Total charity funds</b>		<u>379,217</u>	<u>342,576</u>

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit under section 477 of the Companies Act 2006.

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

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of accounts.

The charity is subject to Independent Examination under charity legislation, and the report of the Independent Examiner is on page 8.

The financial statements have been prepared in accordance with the provisions in Part 15 of the Companies Act 2006, applicable to companies subject to the small companies regime.



Mr. Olubani Adeniran

Trustee

Approved by the board of trustees on 15 November 2023

The notes attached on pages 12 to 20 form an integral part of these accounts.

# Covenant Love Chapel

## Notes to the Accounts for the year ended 28 February 2023

### 1 Accounting policies

#### *Policies relating to the production of the accounts.*

##### **Basis of preparation and accounting convention**

The accounts have been prepared on the accruals basis, under the historical cost convention, and in accordance with the Financial Reporting Standard 102, (effective 1st January 2016) and 'FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), published by the Charity Commission in England & Wales (CCEW), effective January 2016, and in accordance with all applicable law in the charity's jurisdiction of registration, except that the charity has prepared the financial statements in accordance with the FRS 102 SORP (Statement of Recommended Practice for Accounting and Reporting by Charities) 2015, (as amended by the Bulletin issued in October 2018 and applicable to all accounting periods beginning on or after 1st January 2019), (The SORP), in preference to the previous SORP, the SORP 2005, which has been withdrawn, notwithstanding the fact that the extant statutory regulations, the Charities (Accounts and Reports) Regulations 2008 refer explicitly to the SORP 2005. This has been done to accord with current best practice.

##### **Going Concern**

The charitable activities are entirely dependent on continuing grant aid and voluntary donations as well as trading revenues. As a consequence, the going concern basis is dependent on the future flow of these uncertain funding streams. Accordingly, the Trustees have obtained forecasts and, after reviewing the financial forecasts for future periods to 28 February 2023, the Trustees are satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements. Other than these matters, the Trustees are not aware of any material uncertainties about the charity's ability to continue as a going concern.

##### **Risks and future assumptions**

The charity is a public benefit entity.

The trustees are responsible to manage risks faced by the charity. The risks faced by the charity are financial and nonfinancial. The trustees have put in place management framework to manage the risks. Some of the risks faced by the charity are liquidity and funding, reputational, regulatory and operational.

#### *Policies relating to categories of income and income recognition.*

##### **Nature of income**

Gross income represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

##### **Categories of Income**

Income is categorised as income from exchange transactions (contract income) and income from non-exchange transactions (gifts), investment income and other income.

**Income from exchange transactions** is received by the charity for goods or services supplied under contract or where entitlement is subject to fulfilling performance related conditions. The income the charity receives is approximately equal in value to the goods or services supplied by the charity to the purchaser.

## Covenant Love Chapel

### Notes to the Accounts for the year ended 28 February 2023

**Income from a non-exchange transaction** is where the charity receives value from the donor without providing equal value in exchange, and includes donations of money, goods and services freely given without giving equal value in exchange.

#### Income recognition

Income, whether from exchange or non exchange transactions, is recognised in the statement of financial activities (SOFA) on a receivable basis, when a transaction or other event results in an increase in the charity's assets or a reduction in its liabilities and only when the charity has legal entitlement, the income is probable and can be measured reliably.

Dividends are accrued when the shareholder's right to receive payment is established.

Income subject to terms and conditions which must be met before the charity is entitled to the resources is not recognised until the conditions have been met.

All income is accounted for gross, before deducting any related fees or costs.

#### *Policies relating to expenditure on goods and services provided to the charity.*

#### Volunteers

##### *Tangible fixed assets*

Tangible fixed assets are measured at their original cost value, or subsequent revaluation, or if donated, as described above. Cost value includes all costs expended in bringing the asset into its intended working condition.

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.

Building	0 % straight line
Office & church equipment	25 % straight line
Music and media equipment	25 % straight line

#### Debtors

Debtors are measured at their recoverable amounts at the balance sheet date.

#### Creditors and provisions

Short term creditors are measured at transaction price (which is usually the invoice price). Loans and other financial liabilities are initially recognised at transaction price net of any transaction costs and subsequently measured at amortised cost determined using the effective interest method.

#### Cash and bank balances

Cash held by the charity is included at the amount actually held and counted at the year end. Bank balances, whether in credit or overdrawn, are shown at the amounts properly reconciled to the bank statements.

#### Fund Accounting

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity.



## Covenant Love Chapel

### Notes to the Accounts for the year ended 28 February 2023

Restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal or as implied by law.

There are no endowment funds.

#### 2 Liability to taxation

The trustees consider that the charity satisfies the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 for UK corporation tax purposes. Accordingly, the Charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by chapter 3 part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively on the specific charitable objects of the charity and for no other purpose. Value Added Tax is not recoverable by the charity, and is therefore included in the relevant costs in the Statement of financial activities.

#### 3 Winding up or dissolution of the charity

If upon winding up or dissolution of the charity there remain any assets, after the satisfaction of all debts and liabilities, the assets represented by the accumulated fund shall be transferred to some other charitable body or bodies having similar objects to the charity.

#### 4 Net surplus before tax in the financial year

	2023 £	2022 £
The net surplus before tax in the financial year is stated after charging:-		
Depreciation of owned fixed assets	7,194	6,757
Pension costs	1,156	-

#### 5 Interest payable

	2023 £	2022 £
Loan interest	13,288	8,716
	<u>13,288</u>	<u>8,716</u>

#### Salary costs

	2023 £	2022 £
Gross Salaries excluding trustees and key management personnel	24,332	24,000
Employer's operating costs of defined contribution pension schemes	1,156	-
Total salaries, wages and related costs	<u>25,488</u>	<u>24,000</u>



## Covenant Love Chapel

### Notes to the Accounts for the year ended 28 February 2023

#### 6 Tangible fixed assets

<i>Current Year</i>	Land and Buildings	Office equipment , furniture & fittings	Music & media equipment	Total
	£	£	£	£
<b>Cost</b>				
At 1 March 2022	487,198	23,323	16,939	527,460
Additions	-	741	1,447	2,188
<b>At 28 February 2023</b>	<b>487,198</b>	<b>24,064</b>	<b>18,386</b>	<b>529,648</b>
<b>Depreciation</b>				
At 1 March 2022	-	17,995	12,542	30,537
Charge for the year	-	4,757	2,437	7,194
<b>At 28 February 2023</b>	<b>-</b>	<b>22,752</b>	<b>14,979</b>	<b>37,731</b>
<b>Net book value</b>				
<b>At 28 February 2023</b>	<b>487,198</b>	<b>1,312</b>	<b>3,407</b>	<b>491,917</b>
<b>At 28 February 2022</b>	<b>487,198</b>	<b>5,328</b>	<b>4,397</b>	<b>496,923</b>

<b>7 Creditors: amounts falling due within one year</b>	<b>2023</b>	<b>2022</b>
	£	£
Bank loans and overdrafts	8,394	15,175
Accruals	1,370	1,370
PAYE, NIC VAT and other taxes	191	190
Other creditors	996	2,806
	<b>10,951</b>	<b>19,541</b>

<b>8 Creditors: amounts falling due after one year</b>	<b>2023</b>	<b>2022</b>
	£	£
Bank loans and overdrafts	215,843	217,457
	<b>215,843</b>	<b>217,457</b>

<b>9 Income and Expenditure account summary</b>	<b>2023</b>	<b>2022</b>
	£	£
At 1 March 2022	342,576	301,280
Surplus after tax for the year	36,641	41,296
<b>At 28 February 2023</b>	<b>379,217</b>	<b>342,576</b>

## Covenant Love Chapel

### Notes to the Accounts for the year ended 28 February 2023

#### 10 Particulars of how particular funds are represented by assets and liabilities

At 28 February 2023	Unrestricted funds £	Designated funds £	Restricted funds £	Total funds £
Tangible Fixed Assets	491,917	-	-	491,917
Investments at valuation:-				
Current Assets	88,209		25,885	114,094
Current Liabilities	(10,951)	-	-	(10,951)
Long Term Liabilities	(215,843)	-	-	(215,843)
	<b>353,332</b>	<b>-</b>	<b>25,885</b>	<b>379,217</b>
At 1 March 2022	Unrestricted funds £	Designated funds £	Restricted funds £	Total Funds £
Tangible Fixed Assets	496,923	-	-	496,923
Current Assets	56,766	-	25,885	82,651
Current Liabilities	(19,541)	-	-	(19,541)
Long Term Liabilities	(217,457)	-	-	(217,457)
	<b>316,691</b>	<b>-</b>	<b>25,885</b>	<b>342,576</b>

#### 11 Change in total funds over the year as shown in Note 10 , analysed by individual funds

	Funds brought forward from 2022 £	Movement in funds in 2023 See Note 12 £	Transfers between funds in 2023 £	Funds carried forward to 2024 £
<b>Unrestricted and designated funds:-</b>				
Unrestricted Revenue Funds	316,691	36,641	-	353,332
<b>Total unrestricted and designated funds</b>	<b>316,691</b>	<b>36,641</b>	<b>-</b>	<b>353,332</b>
<b>Total restricted funds</b>	<b>25,885</b>	<b>-</b>	<b>-</b>	<b>25,885</b>
<b>Total charity funds</b>	<b>342,576</b>	<b>36,641</b>	<b>-</b>	<b>379,217</b>

#### 12 Analysis of movements in funds over the year

	Income 2023 £	Expenditure 2023 £	Other Gains & Losses 2023 £	Movement in funds 2023 £
<b>Unrestricted and designated funds:-</b>				
Unrestricted Revenue Funds	180,345	(143,704)	-	36,641
	<b>180,345</b>	<b>(143,704)</b>	<b>-</b>	<b>36,641</b>

## Covenant Love Chapel

Detailed analysis of income and expenditure for the year ended 28 February 2023 as required by the SORP 2015

*This analysis is classified by conventional nominal descriptions and not by activity.*

### 13 Donations

	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2023	2023	2023	2022
	£	£	£	£
<b>Donations and gifts from individuals</b>				
Small donations individually less than £1000	162,315	-	162,315	133,628
Refunds from HMRC on gift aided donations	3,390	-	3,390	1,194
<b>Total donations and gifts from individuals</b>	<b>165,705</b>	<b>-</b>	<b>165,705</b>	<b>134,822</b>

### 14 Investment income

	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2023	2023	2023	2022
	£	£	£	£
Property Rental Income	8,677	-	8,677	10,041
<b>Total investment income</b>	<b>8,677</b>	<b>-</b>	<b>8,677</b>	<b>10,041</b>

### 15 Other income and gains

	Current year Unrestricted Funds	Current year Restricted Funds	Current year Total Funds	Prior Year Total Funds
	2023	2023	2023	2022
	£	£	£	£
<b>Current year</b>				
Sundry other income	5,963	-	5,963	2,448
<b>Total other income</b>	<b>5,963</b>	<b>-</b>	<b>5,963</b>	<b>2,448</b>

## Covenant Love Chapel

Detailed analysis of income and expenditure for the year ended 28 February 2023 as required by the SORP 2015

### 15 Expenditure on charitable activities - Direct spending

<i>Current year</i>	Current year Unrestricted funds	Current year Restricted funds	Current year Total funds	Prior year Total funds
	2023	2023	2023	2022
	£	£	£	£
Gross wages and salaries - charitable activities	24,332	-	24,332	24,000
Defined contribution pension costs - charitable activities	1,156	-	1,156	-
Travel and Subsistence - Charitable Activities	5,699	-	5,699	2,600
Marketing and advertising of charitable services	-	-	-	556
Honorarium	970	-	970	7,759
Pastor's allowance	8,303	-	8,303	6,646
Event	7,291	-	7,291	1,500
<b>Total direct spending</b>	<b>47,751</b>	<b>-</b>	<b>47,751</b>	<b>43,061</b>

### 16 Expenditure on charitable activities- Grant funding of activities

<i>Current year</i>	Current year Unrestricted funds	Current year Restricted funds	Current year Total funds	Prior year Total funds
	2023	2023	2023	2022
	£	£	£	£
Grants made to individuals	4,410	-	4,410	7,397
Grants made to organisations	38,283	-	38,283	21,385
<b>Total grantmaking costs</b>	<b>42,693</b>	<b>-</b>	<b>42,693</b>	<b>28,782</b>

#### Breakdown of Grants made to organisations

<i>Current year</i>	Current year Unrestricted funds	Current year Restricted funds	Current year Total funds
	2023	2023	2023
	£	£	£
World Evangelical Mission (WEM)	28,925	-	28,925
Central Office (COF)	7,287	-	7,287
Festival of life (FOL)	500	-	500
Region	500	-	500
Compassion UK	671	-	671
Covenant Assembly Church	100	-	100
Magdalene Dove Ministries	300	-	300
	<b>38,283</b>	<b>-</b>	<b>38,283</b>



## Covenant Love Chapel

Detailed analysis of income and expenditure for the year ended 28 February 2023 as required by the SORP 2015

### Volunteer costs

Training and welfare - volunteers	-	-	-	979
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### Premises expenses

Rates and water charges	328	-	328	222
Light heat and power	2,125	-	2,125	1,625
Premises repairs, renewals and maintenance	17,213	-	17,213	-
Property insurance	2,692	-	2,692	3,220

### Administrative overheads

Telephone, fax and internet	2,384	-	2,384	1,876
Stationery and printing	921	-	921	530
CD and books	191	-	191	402
Motor expenses	1,006	-	1,006	5,147
Software licences and expenses	-	-	-	262
Office expenses	-	-	-	968
Equipment, repairs, expenses and maintenance	-	-	-	975
Sundry expenses	4,366	-	4,366	1,259

### Professional fees paid to advisors other than the auditor or examiner

Other legal and professional	135	-	135	-
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### Financial costs

Bank charges	217	-	217	34
Loan interest	13,288	-	13,288	8,716
Depreciation in total for the period	7,194	-	7,194	6,757

<b>Total support costs - Current year</b>	<b>52,060</b>	<b>-</b>	<b>52,060</b>	<b>32,972</b>
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## 17 Other expenditure - Governance costs

	Current year Unrestricted funds 2023 £	Current year Restricted funds 2023 £	Current year Total funds 2023 £	Prior year Total funds 2022 £
Independent Examiner's fees	1,200	-	1,200	1,200
<b>Total governance costs</b>	<b>1,200</b>	<b>-</b>	<b>1,200</b>	<b>1,200</b>

## Covenant Love Chapel

Detailed analysis of income and expenditure for the year ended 28 February 2023 as required by the SORP 2015

### 18 Total charitable expenditure

	Current year Unrestricted funds	Current year Restricted funds	Current year Total funds	Prior year Total funds
<i>Current year</i>	2023	2023	2023	2022
	£	£	£	£
Total direct spending	47,751	-	47,751	43,061
Total grantmaking costs	42,693	-	42,693	28,782
Total support costs	52,060	-	52,060	32,972
Total governance costs	1,200	-	1,200	1,200
<b>Total charitable expenditure</b>	<b>143,704</b>	<b>-</b>	<b>143,704</b>	<b>106,015</b>

All the expenditure in the prior year was unrestricted.