



Smailes Goldie Group
CREATING ADVANTAGE

Registered number: 07993991
Charity number: 1147453

Hull Community Church (A company limited by guarantee)

Trustees' Report and Financial Statements

for the year ended 30 June 2021



SD-0202857-1-6

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Contents

	Page
Reference and administrative details of the charity, its trustees and advisers	1
Trustees' report (including Strategic Report)	2 – 7
Independent Examiners' report	8
Statement of financial activities	9
Balance sheet	10
Notes to the financial statements	11 – 20

Hull Community Church
(A company limited by guarantee)

Reference and administrative details of the company, its trustees and advisers for the year ended 30 June 2021

Trustees

R Gilbert, Chairman
P Fearnley, Treasurer
J Bower
A Dannerolle
M Bower
R Horrigan

Company registered number

07993991

Charity registered number

1147453

Registered office

310 Newland Avenue, Hull, HU5 2NB

Independent examiner

J M Sharpley FCA, for and on behalf of Smailes Goldie, Chartered Accountants, Regent's Court, Princess Street, Hull, HU2 8BA

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Trustees' report for the year ended 30 June 2021

The Trustees (who are also directors of the charity for the purposes of the Companies Act 2006) present their report and the financial statements of the charity for the year ended 30 June 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Exceptional item

During the year, the Trustees undertook a review of the properties owned by the charity. Whilst the review confirmed the properties continue to meet the needs of the charity, the Trustees formed a view that the valuation of the property in the financial statements required further consideration.

Following an assessment of the property valuation, the Trustees concluded that they needed to revise the current accounting policy of not depreciating property.

The Trustees have now adopted an accounting policy of depreciating buildings on a straight line basis, over the estimated useful life of 40 years, to the residual value. Property impairments are recognised when the cost of a property is deemed to exceed the current value.

This revision to the accounting policy has given rise to an exceptional one-off impairment cost of £716,832 which has been highlighted as such in the Statement of Financial Activities and notes to the financial statements. An annual depreciation charge for property of £29,000 has also been recorded.

As a consequence of the updated accounting policy, the charity is showing an in-year deficit of £738,935. If the impairment had not been recognised and the accounting policy remained as it was, the charity would be showing a surplus for the year of £6,897.

Structure, governance and management

a. Constitution

The company is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 16 March 2012.

b. Method of appointment or election of Trustees

The management of the company is the responsibility of the Trustees who are elected and co-opted under the terms of the Articles of Association.

c. Policies adopted for the induction and training of Trustees

The power of appointment of new trustees lies with the existing trustees. New trustees are appointed with a view to the board of trustees providing the complementary mix of skills necessary to perform the trustees' function. Trustees are encouraged to obtain training so as to increase their skills, such training being funded by the company.

d. Organisational structure and decision making

All key decisions relating to the running and operation of the company are made by the company's trustees. The trustees meet approximately eight times a year, together with such further ad-hoc meetings as and when required. Day to day operational decisions relating to the running of the company and its premises are delegated to the Senior Minister and Head of Community Development, both of who attend at and report to the trustee's meetings.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Trustees' report for the year ended 30 June 2021

e. Risk management

The Trustees have assessed the major risks to which the company is exposed, in particular those related to the operations and finances of the company, and are satisfied that systems and procedures are in place to mitigate exposure to the major risks. These include the implementation and monitoring of policies relating to Health and Safety, Internal Financial Controls and Reserves.

In particular internal risks are minimised by the implementation of procedures for authorisation of all transactions and projects and to ensure consistent quality of delivery for all operational aspects of the company. These procedures are regularly reviewed to ensure that they still meet the needs of the company.

Monthly management accounts are prepared and distributed to all trustees and senior staff. These are considered at the trustees' meetings.

Objectives and Activities

a. Policies and objectives

The objects of the company for the benefit of the public in Kingston upon Hull and in such other parts of the United Kingdom or the world as the Trustees may think fit, includes the advancement of the Christian faith by proclamation and example. This is achieved through regular services of worship and other events, the release of full-time workers and other individuals, action in the local community and involvement with other churches in the city and region.

The objects also include, the relief of unemployment, the prevention or relief of poverty, the promotion of education including social and physical training, the relief of sickness and preservation of health and the provision of recreational facilities.

b. Strategies for achieving objectives

Through the current church building, the company works towards achieving maximum public benefit for everyone within the locality by ensuring that the building is fully accessible, open to all and meets the current needs expressed by local residents in the deprived area where the company is primarily based. The company achieves its objectives by reaching out to the local community, providing holistic services for children, young people, older people, those suffering poverty, social exclusion and deprivation.

Whilst exercising their powers and duties the trustees have had due regard to section 4 of the Charities Act 2011, and complied with, the guidance on public benefit published by the Charity Commission.

c. Activities for achieving objectives

The company, in furthering its objectives has identified key outcomes to be achieved, including increased capacity to deliver high quality and sustainable services; an increase in skills, development and support for staff and volunteers; increased levels of community activity; better and fuller services and facilities; and improved skills, ability, knowledge, motivation, confidence, relationships and circumstances for individuals accessing the company's services.

d. Volunteers

The company is grateful for the unstinting efforts of its volunteers who are involved in its work.

Strategic Report

Achievements and performance

a. Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the company has adequate resources to continue in operational existence for the foreseeable future. For this reason, they continue to adopt the going concern basis in preparing the financial statements.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Trustees' report for the year ended 30 June 2021

b. Review of activities in relation to objectives:

1. The advancement of the Christian faith for the public benefit by proclamation and example.

We have continued to hold regular church services throughout the year. Due to COVID these have been online at times, and when we have been holding services in the building, we have livestreamed them to include people not able to attend in person when we can.

During the COVID pandemic we have continued to support each other and offered a variety of ways to explore faith, for example with online services, virtual coffee after church, online book groups, small groups, meditations and so on.

The church congregation, staff and volunteers place a high emphasis on 'example' as a means to demonstrate the Christian faith, by serving the local community and offering dignity, value and worth to every individual. In addition, the church has an ethos of openness and inclusion, welcoming everyone to participate equally regardless of disability, mental health problems, poverty, ethnicity, sexuality or gender.

2. The relief of unemployment in such ways as the trustees may from time to time think fit, including the provision of or arrangement of education, training and assistance to help people to find employment.

We continue to have an open way of working, where we help people with whatever need they have. This year we have helped a number of people to move closer to employment through volunteering, support to search for jobs, and support to write CVs.

3. The prevention of relief of poverty and/or financial hardship and either generally or individually by provision of grants, goods or services.

The COVID pandemic has meant we have had to change much of the work we do with our local community. One of our major changes this year has been establishing a 'Community Swap Shop'. This gives everyone an opportunity to give back to the local community by donating items, or taking items they need, or both. This has been very successful, with around 100 to 120 people attending most weeks. The most popular aspect is people collecting food and we are grateful for partners such as Fareshare, The Co-Op, and Tesco for their donations of food. This has been a great support to many people by providing access to essentials such as food and clothes, including people who are homeless, people on low incomes, families living on benefits, and those with no recourse to government funds.

This year we have increased the number of people we are able to help on a one-to-one basis, for example with crisis situations related to finance or housing. We have been able to continue with this throughout the pandemic, either on the phone or in person.

4. For the public benefit, to promote the education, including social and physical training, of people in such ways as the Trustees shall think fit.

During most of this year, we have been unable to run our normal 'Open House' and open our World of Wonder due to COVID restrictions. However, by running the new Community Swap Shop we have continued to be able to support and keep in touch with people, especially those who need most support. As well as the community swap shop, we have kept in touch and supported people with phone calls, garden gate visits, and zoom sessions. We also created a garden space outside to enable us to meet people in a safe way wherever possible, and we have accompanied people on walks to help them stay active.

5. The relief of sickness and preservation of health

By offering our one-to-one support for people, we have been able to help many people with a range of issues. Examples include helping someone to make an appointment with a GP, sitting and listening to someone with mental health difficulties, and calling an ambulance for someone with critical care needs.

We see a number of people who struggle to communicate in English, and have used an interpreter to help us to support them get the healthcare they need.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Trustees' report for the year ended 30 June 2021

6. **The provision of recreational facilities or other activities with the object of improving the conditions of life of those persons who have need of such facilities or activities by reason of their youth, age, infirmity or disablement, financial hardship or social and economic circumstances.**

Those who have benefitted from the project include older people, people who are homeless, people experiencing mental health problems and living with disabilities. While our normal Open House has not been possible due to COVID restrictions, we have still been able to facilitate small groups to meet - outside wherever possible.

The range of what we have been able to do has been severely restricted due to COVID restrictions, and yet we have been able to continue supporting many people in ways that are COVID safe.

c. Fundraising activities/Income generation

The company continues to seek external funding to enable it to pursue its objectives. All funding is used in furthering the objects of the company.

d. Factors relevant to achieve objectives

A highly motivated staff and volunteer team coupled with high standards in the quality of service delivery is essential to achieve the objectives of the company.

e. Covid-19

The Covid-19 pandemic has meant the charity has had to adapt and work flexibly this year. We adapted what we do at every stage of the pandemic, dependent on government guidance and what we felt was safe.

Our focus has been to help those most impacted by the pandemic, and to stay connected with the church and local community. This included our Community Swap Shop, making regular phone calls, running zoom sessions, and online church services as well as other practical support and support with emotional health and wellbeing.

The charity is very grateful to our funders for their flexibility in the light of the pandemic that has enabled us to adapt and do new things.

The National Lottery has been very supportive in allowing us to use funding flexibly to do new things and adapt to meet the needs of our community. The Henry Smith Charity has also enabled us to adapt, especially in regard to our faith activity, meaning we have been able to livestream and zoom to continue meeting with our church congregation.

We have also benefited from government support through furlough payments. This support has helped to bridge the financial gap left by fewer offerings at services, fewer donations in the building and a fall in income from room hire. In addition, the charity has run fundraising campaigns and receives regular support from a number of individuals which we are very grateful for.

This support has meant that the trustees have not had to make any further changes or plans to its financial operations in the short term, but they continue to monitor this closely.

Financial review

a. Financial and risk management objectives and policies

The company's income is applied to the furtherance of its objectives through the support and employment of individuals, the resourcing of activities, gifts and donations to third parties and general administrative and property costs.

Following a review of the property valuation in the year, an exceptional impairment was booked for £716,832 (2020: £nil). This is an exceptional nonrecurring one-off cost and has been highlighted as such in the Statement of Financial Activities and notes to the financial statements.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Trustees' report for the year ended 30 June 2021

b. Reserves policy

It is the company's policy to retain sufficient funds to cover fluctuations in income, current liabilities and unplanned expenditure in line with the forecasted needs of the organisation. By prudent planning and monitoring, every effort is made to keep unexpected fluctuations to a minimum and to limit the proportion of the company's funds that must be tied up.

The company's assets are available and adequate to fulfil its obligations.

c. Principal funding

Restricted funds were received during the year. Information regarding these funds is disclosed in the Notes to the financial statements.

Notwithstanding the restricted grants received in the year, the company remains dependent upon individual donations and gifts from Church members to further its objectives.

Plans for the future and future developments

Whilst the Covid-19 pandemic continues to bring challenges to what the charity is able to do to support the local community, the plans are to remain flexible whilst running safe activities and keeping connected with people we support.

The 'Community Swap Shop' has been very successful, and with thanks to some funders who have supported this such as the East Riding Charitable trust, Two Ridings Foundation and Arco, we plan to continue this for the foreseeable future.

We have also been piloting some additional one to one support with thanks to the James Reckitt Foundation. This has been incredibly valuable for members of our community who find they need extra help and support but are struggling to find the help they need. As a result of this pilot, we plan to continue this support.

The Tudor Trust has confirmed new funding to support our Head of Community Development. This means we have the sustainability and resource we need to continue to develop the ways we are able to support our community. Our aim is to create space where our community can thrive - not to provide a service, but for space where everyone can both give and receive as we support each other. Our plans to expand this include increased one to one support, expansion of our Community Swap Shop, and increasing our capacity to support people in the Romanian community who we see often, many of whom are not able to communicate in English.

Our aim is to reopen our 'Open House' as fully as possible as soon as we can, whilst remaining safe and compliant with government guidance. As soon as it is safe to do so, we also plan to run a number of larger events to bring families and our community together again to connect, participate and support each other.

We aim to continue our church services in our building and continue to develop our ethos of inclusion and participation.

The charity intends to continue to support other charities and projects through joint working and use of its facilities on Newland Avenue.

Members' liability

The Members of the company guarantee to contribute an amount not exceeding £1 to the assets of the company in the event of winding up.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Trustees' report for the year ended 30 June 2021

Trustees' responsibilities statement

The Trustees (who are also directors of Hull Community Church for the purposes of company law) are responsible for preparing the Trustees' 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 Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP
- make judgments and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

This Trustees' Report was approved by the Trustees (who are also the directors for the purposes of company law) and signed on their behalf by:


R Gilbert, Chairman
Trustee


P Fearnley, Treasurer
Trustee

08 MARCH

2022

Hull Community Church
(A company limited by guarantee)

Independent examiners' report to the members of Hull Community Church

I report to the charity Trustees (who are also directors of Hull Community Church for the purposes of company law) on my examination of the accounts of the company for the year ended 30 June 2021 set out on pages 9 to 20.

Responsibilities and basis of report

As the charity Trustees (who are also directors of Hull Community Church for the purposes of company law) of the company you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the company are not required to be audited under part 16 of the 2006 Act and are eligible for an independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no 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 company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

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.

J M Sharpley, FCA
Smailes Goldie
Chartered Accountants
Regent's Court,
Princess Street,
Hull,
East Yorkshire.
HU2 8BA

2022

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Statement of financial activities
(incorporating income and expenditure account)
for the year ended 30 June 2021

	Note	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Incoming resources					
Incoming resources from generated funds:					
Voluntary income					
Donations and gifts		63,818	-	63,818	74,612
Grants	2	4,922	144,904	149,826	169,814
Activities for generating funds – rental income		7,196	-	7,196	20,484
Investment income – interest		1	-	1	1
Other incoming resources		486	-	486	982
Transfer of assets from previous unincorporated charity		-	-	-	125,000
Total incoming resources		76,423	144,904	221,327	390,893
Resources expended					
Costs of generating funds:					
Costs of generating voluntary income	3	10,120	-	10,120	9,934
Charitable activities	4	81,881	149,377	231,258	216,357
Governance costs	5	1,190	862	2,052	1,998
Exceptional costs – impairment of property	7 / 13	11,896	704,936	716,832	-
Total resources expended	6	105,087	855,175	960,262	228,289
Net movement in funds for the year		(28,664)	(710,271)	(738,935)	162,604
Total funds at 30 June 2020	16	237,137	3,051,979	3,289,116	3,126,512
Total funds at 30 June 2021	16	208,473	2,341,708	2,550,181	3,289,116

All activities relate to continuing operations.

The Statement of Financial Activities includes all gains and losses recognised in the year.

The notes on pages 11 to 20 form part of these financial statements.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Balance sheet
as at 30 June 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible assets	13	2,442,099	3,190,708
Current assets			
Debtors	14	6,590	8,083
Cash at bank and in hand		<u>105,733</u>	<u>94,945</u>
		112,323	103,028
Creditors: amounts falling due within one year	15	<u>(4,241)</u>	<u>(4,620)</u>
Net current assets		<u>108,082</u>	<u>98,408</u>
Total assets less current liabilities		2,550,181	3,289,116
Net assets		<u>2,550,181</u>	<u>3,289,116</u>
Charity Funds			
Restricted funds	16	2,341,708	3,051,979
Unrestricted funds	16	<u>208,473</u>	<u>237,137</u>
Total funds		<u>2,550,181</u>	<u>3,289,116</u>

For the year ended 30 June 2021 the charitable company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The trustees acknowledge their responsibility for:

- a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006; and
- b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Trustees on 8 June 2022 and signed on their behalf, by:


R Gilbert, Chairman

The notes on pages 11 to 20 form part of these financial statements.

**Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)**

**Notes to the financial statements
for the year ended 30 June 2021**

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements of the charitable company which is a public benefit entity under FRS 102 have been prepared in accordance with the Charities SORP (FRS 102) Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Companies Act 2006.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Company status

The company is a company limited by guarantee registered in England and Wales. The members of the company are the Trustees named on page 1. In the event of the company being wound up, the liability in respect of the guarantee is limited to £1 per member of the company.

1.3 Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the Trustees in furtherance of the general objectives of the company and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the company for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

1.4 Incoming resources

All incoming resources are included in the Statement of financial activities when the company is legally entitled to the income and the amount can be quantified with reasonable accuracy.

No amounts are included in the financial statements for services donated by volunteers.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the year in which it is receivable and to the extent the goods have been provided or on completion of the service.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

1.5 Resources expended

All expenditure is accounted for on an accruals basis and has been included under expense categories that aggregate all costs for allocation to activities. Where costs cannot be directly attributed to particular activities, they have been allocated on a basis consistent with the use of the resources.

Fundraising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure on the objects of the company and include project management costs. Governance costs are those incurred in connection with administration of the company and compliance with constitutional and statutory requirements.

All resources expended are inclusive of irrecoverable VAT.

1.6 Tangible fixed assets and depreciation

The policy with respect to impairment reviews of fixed assets, excluding property, is to impair those assets that are no longer used by the company in pursuit of its objects. These assets are impaired to their recoverable amount.

Property impairments are recognised when the cost of a property is deemed to exceed its current value.

Tangible fixed assets are stated at cost less depreciation and impairment. Depreciation is not charged on freehold land. Depreciation on tangible fixed assets is provided at rates calculated to write off the cost of those assets, less their estimated residual value, over their expected useful lives on the following bases:

Property	-	40 years
Fixtures and fittings	-	8 years
Office equipment	-	6 years
Computer equipment	-	4 years

1.7 Operating leases

Rentals under operating leases are charged to the Statement of financial activities on a straight line basis over the lease term.

Benefits received and receivable as an incentive to sign an operating lease are recognised on a straight line basis over the year until the date the rent is expected to be adjusted to the prevailing market rate.

1.8 Pensions

The company operates defined contribution pension schemes and the pension charge represents the amounts payable by the company to the funds in respect of the year.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

2. Grant income

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Arco Community Grant	-	1,000	1,000	1,000
Co-op Local Community Fund	-	-	-	1,310
Government Grant – Furlough Scheme	4,922	-	4,922	7,643
Hull City Council - Retail, Hospitality and Leisure Grant	-	-	-	10,000
Hull & East Riding Charitable Trust	-	5,000	5,000	-
The Big Lottery Fund	-	103,404	103,404	121,661
The Henry Smith Charity	-	-	-	23,700
The Rank Foundation Ltd	-	-	-	500
The Sir James Reckitt Charity	-	-	-	2,000
The Tudor Trust	-	30,500	30,500	-
Two Ridings Community Foundation	-	-	-	2,000
Westhill Endowment	-	5,000	5,000	-
	<u>4,922</u>	<u>144,904</u>	<u>149,826</u>	<u>169,814</u>

3. Costs of generating voluntary income

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Staff costs	<u>10,120</u>	<u>-</u>	<u>10,120</u>	<u>9,934</u>

4. Charitable activities

Summary by fund type	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Staff costs	30,079	86,180	116,259	126,512
External gifts	3,000	-	3,000	3,000
Property costs	26,147	9,681	35,828	37,147
Church and community activities	6,449	16,056	22,505	27,061
Administration	4,670	4,178	8,848	7,037
Professional fees	1,227	758	1,985	1,476
Insurance	5,030	2,097	7,127	6,808
Depreciation	5,071	30,427	35,498	7,246
Loss on disposal of Fixed Assets	-	-	-	10
Bank charges	208	-	208	60
	<u>81,881</u>	<u>149,377</u>	<u>231,258</u>	<u>216,357</u>

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

5. Governance costs

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Independent examiners' fee	<u>1,190</u>	<u>862</u>	<u>2,052</u>	<u>1,998</u>

6. Analysis of resources expended by expenditure type

	Staff costs 2021 £	Other costs 2021 £	Total 2021 £	Total 2020 £
Costs of generating funds	10,120	-	10,120	9,934
Charitable activities	116,259	114,999	231,258	216,357
Governance	-	2,052	2,052	1,998
Exceptional costs – impairment of property	-	716,832	716,832	-
	<u>126,379</u>	<u>833,883</u>	<u>960,262</u>	<u>228,289</u>

7. Net incoming resources / (resources expended)

This is stated after charging:

	2021 £	2020 £
Depreciation of tangible fixed assets:		
- owned by the charity	35,498	7,246
Exceptional costs – impairment of property	716,832	-
Operating lease rentals – other	<u>499</u>	<u>499</u>

Following a review of the property valuation in the year, an exceptional impairment was booked for £716,832 (2020: £nil), see note 13.

8. Independent examiners remuneration

	2021 £	2020 £
Independent examiners' fees	<u>2,052</u>	<u>1,998</u>

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

9. Staff costs

Staff costs (including trustees) were as follows:

	2021	2020
	£	£
Wages and salaries	117,278	125,789
Social security costs	4,360	4,978
Other pension costs	4,741	5,679
	<hr/> 126,379 <hr/>	<hr/> 136,446 <hr/>

The average monthly number of employees during the year was as follows:

	2021	2020
	No.	No.
Generating voluntary income	1	1
Charitable activities	7	7
	<hr/> 8 <hr/>	<hr/> 8 <hr/>

No employee (2020: no employee) received remuneration amounting to more than £60,000 in the year.

10. Trustees' remuneration

Trustees' remuneration, as authorised under the company's Articles of Association, amounted to £26,138 (2020: £25,659).

One Trustee (2020: one Trustee) has benefits accruing under a defined contribution pension scheme. Contributions of £1,830 (2020: £1,796) were payable by the company in the year.

Trustee expenses of £68 (2020: £856) were incurred during the year for administration, training, travel and employment related expenses.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

11. Comparatives for the Statement of Financial Activities

	Note	Unrestricted funds 2020 £	Restricted funds 2020 £	Total funds 2020 £
Incoming resources				
Incoming resources from generated funds:				
Voluntary income				
Donations and gifts		74,612	-	74,612
Grants	2	17,643	152,171	169,814
Activities for generating funds – rental income		20,484	-	20,484
Investment income – interest		1	-	1
Other incoming resources		982		982
Transfer of assets from previous unincorporated charity		125,000	-	125,000
Total incoming resources		238,722	152,171	390,893
Resources expended				
Costs of generating funds:				
Costs of generating voluntary income	3	9,934	-	9,934
Charitable activities	4	103,729	112,628	216,357
Governance costs	5	1,160	838	1,998
Total resources expended	6	114,823	113,466	228,289
Net incoming resources / (resources expended) before transfers		123,899	38,705	162,604
Net movement in funds for the year		123,899	38,705	162,604
Total funds at 30 June 2019	16	113,238	3,013,274	3,126,512
Total funds at 30 June 2020	16	237,137	3,051,979	3,289,116

12. Taxation

Factors affecting tax charge for the year

Hull Community Church is a U.K. registered charity, number 1147453. All the company's income is applied to its charitable objects and the company is, therefore, exempt under current legislation from most forms of taxation.

Value Added Tax is not recoverable by the company and is therefore charged to the Statement of Financial Activities or Balance Sheet as incurred.

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

13. Tangible fixed assets

	Freehold property £	Fixtures and fittings £	Computer equipment £	Total £
Cost				
At 30 June 2020	3,176,832	84,852	9,766	3,271,450
Additions	-	3,721	-	3,721
Disposals	-	(3,128)	(648)	(3,776)
At 30 June 2021	<u>3,176,832</u>	<u>85,445</u>	<u>9,118</u>	<u>3,271,395</u>
Depreciation				
At 30 June 2020	-	74,176	6,566	80,742
Charge for the year	29,000	5,348	1,150	35,498
Impairment	716,832	-	-	716,832
Disposals	-	(3,128)	(648)	(3,776)
At 30 June 2021	<u>745,832</u>	<u>76,396</u>	<u>7,068</u>	<u>829,296</u>
Net book value				
At 30 June 2021	<u>2,431,000</u>	<u>9,049</u>	<u>2,050</u>	<u>2,442,099</u>
At 30 June 2020	<u>3,176,832</u>	<u>10,676</u>	<u>3,200</u>	<u>3,190,708</u>

Following a review of the property valuation in the year, an exceptional impairment was booked for £716,832 (2020: £nil).

Included in freehold property is freehold land at cost of £50,000 which is not depreciated.

Certain property held by the company is subject to various charges held by the Big Lottery Fund and the European Regional Development Foundation in relation to the company continuing to use the property for the continuation of its objects.

14. Debtors

	2021 £	2020 £
Other debtors	4,303	6,736
Prepayments and accrued income	2,287	1,347
	<u>6,590</u>	<u>8,083</u>

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

15. Creditors:
Amounts falling due within one year

	2021 £	2020 £
Social security and other taxes	1,129	-
Accruals and deferred income	3,112	4,620
	<u>4,241</u>	<u>4,620</u>

16. Statement of funds

	Brought Forward £	Incoming resources £	Resources Expended £	Carried Forward £
Unrestricted funds				
General Fund	237,137	76,423	(105,087)	208,473
Restricted funds				
Building Fund	2,989,937	-	(733,937)	2,256,000
Arco Community Grant	1,000	1,000	(1,882)	118
Aviva Community Fund	676	-	(135)	541
Co-op Local Community Fund	893	-	(444)	449
Hull City Council	68	-	(68)	-
Hull & East Riding Charitable Trust	-	5,000	(937)	4,063
The Big Lottery Fund	39,287	103,404	(98,053)	44,638
The Henry Smith Charity	16,824	-	(16,134)	690
The Sir James Reckitt Charity	2,000	-	(345)	1,655
The Tudor Trust	-	30,500	(1,946)	28,554
Two Ridings Community Foundation	1,294	-	(1,294)	-
Westhill Endowment	-	5,000	-	5,000
	<u>3,051,979</u>	<u>144,904</u>	<u>(855,175)</u>	<u>2,341,708</u>
 Total funds	 <u>3,289,116</u>	 <u>221,327</u>	 <u>(960,262)</u>	 <u>2,550,181</u>

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

Information on restricted funds

Building Fund - Accumulation of monies previously received towards the redevelopment of the company's freehold property. Assets acquired are being depreciated in line with the company's standard depreciation policy.

Arco Community Grant – Accumulation of monies received towards activity costs.

Aviva Community Fund - Accumulation of monies previously received for equipment and furnishings, running costs and project costs. Assets acquired are being depreciated in line with the company's standard depreciation policy.

Co-op Local Community Fund - Money previously received towards activity costs and equipment. Assets acquired are being depreciated in line with the company's standard depreciation policy.

Hull City Council - Accumulation of monies previously received for equipment and furnishings, running costs and project costs. Assets acquired are being depreciated in line with the company's standard depreciation policy.

Hull & East Riding Charitable Trust - Money received towards activity costs.

The Big Lottery Fund - Accumulation of monies received toward staff and activity costs. Assets acquired are being depreciated in line with the company's standard depreciation policy.

The Henry Smith Charity – Accumulation of monies previously received towards staff costs and activity costs. Assets acquired are being depreciated in line with the company's standard depreciation policy.

The Sir James Reckitt Charity - Money previously received towards staff costs and activity costs.

The Tudor Trust - Money received towards staff costs and other costs.

Two Ridings Community Foundation – Money previously received towards staff costs and activity costs.

Westhill Endowment – Money received for activity costs.

	Brought Forward £	Incoming resources £	Resources Expended £	Carried Forward £
General funds	237,137	76,423	(105,087)	208,473
Restricted funds	3,051,979	144,904	(855,175)	2,341,708
	<u>3,289,116</u>	<u>221,327</u>	<u>(960,262)</u>	<u>2,550,181</u>

17. Analysis of net assets between funds

	Unrestricted funds 2021 £	Restricted funds 2021 £	Total funds 2021 £	Total funds 2020 £
Tangible fixed assets	181,984	2,260,115	2,442,099	3,190,708
Current assets	29,961	82,362	112,323	103,028
Creditors due within one year	(3,472)	(769)	(4,241)	(4,620)
	<u>208,473</u>	<u>2,341,708</u>	<u>2,550,181</u>	<u>3,289,116</u>

Hull Community Church
(A company limited by guarantee)
(Registered number: 07993991)

Notes to the financial statements
for the year ended 30 June 2021

18. Pension commitments

The company operates defined contribution pension schemes. The assets of the schemes are held separately from those of the company in independently administered funds. The pension cost charge represents contributions payable by the company to the funds and amounted to £4,741 (2020: £5,679).

19. Operating lease commitments

At 30 June 2021 the company had annual commitments under non-cancellable operating leases as follows:

	Other leases 2021 £	Other leases 2020 £
Expiry date:		
Within 1 year	125	499
Between 2 and 5 years	-	125

