

CALVARY OF FREEDOM EVANGELICAL MINISTRY

Charity No. 1147544

Trustees' Report and Unaudited Accounts

31 December 2020

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The Trustees present their report with the unaudited financial statements of the charity for the year ended 31 December 2020.

#### REFERENCE AND ADMINISTRATIVE DETAILS

Charity No. 1147544

Trustees

The following Trustees served during the year:

I. Ajayi

F.K. LAWAL

K.R. OKETOLA

Trustee for the charity in holding title to charity property

Pastor Israel Ajayi

Kayode Oketola

Fatai Lawal

Accountants

Charles Luf & Co

#### OBJECTIVES AND ACTIVITIES

TO ADVANCE THE CHRISTIAN RELIGION FOR THE BENEFIT OF THE PUBLIC IN ACCORDANCE WITH THE STATEMENTS OF BELIEF APPEARING IN THE ATTACHED SCHEDULE IN BARKING AND DAGENHAM.

The main activities undertaken in relation to those purposes...The first function of the church in any community is education in religion and morality,—the ministry to the inner life. The churches have it within their power to bring to the people the consciousness of God, and of the invisible world, and to release the spiritual forces that lie back in every man's heart. This includes these purposes are worship, fellowship, discipleship, ministry, and mission,

Activity / project / service 1 Provision of mobile food bank for the homeless

Activity / project / service 2 Assisting church members financially in times of hardship

Provision of Lecture, symposium, seminars and conferences

Statement of trustees' responsibilities in relation to the financial statements

The charity trustees are responsible for preparing a trustees' annual report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The Trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the Trust deed. The Trustees are also responsible for safeguarding the assets of the charity and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the charity's trustees

CALVARY OF FREEDOM EVANGELICAL MINISTRY

Trustees Annual Report

I. Ajayi

Trustee

31 December 2020

CALVARY OF FREEDOM EVANGELICAL MINISTRY

Statement of Financial Activities

for the year ended 31 December 2020

	Notes	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income and endowments from:				
Donations and legacies	3	75,034	75,034	58,034
Total		75,034	75,034	58,034
Expenditure on:				
Charitable activities	4	4,760	4,760	4,892
Other	5	30,468	30,468	46,751
Total		35,228	35,228	51,643
Net gains on investments		-	-	-
Net income	6	39,806	39,806	6,391
Transfers between funds		-	-	-
Net income before other gains/(losses)		39,806	39,806	6,391
Other gains and losses				
Net movement in funds		39,806	39,806	6,391
Reconciliation of funds:				
Total funds brought forward		18,323	18,323	11,932
Total funds carried forward		58,129	58,129	18,323

# CALVARY OF FREEDOM EVANGELICAL MINISTRY

## Balance Sheet

at 31 December 2020

Charity No. 1147544

		2020 £	2019 £
Fixed assets			
Tangible assets	8	16,091	16,091
		<u>16,091</u>	<u>16,091</u>
Current assets			
Debtors	9	13,483	-
Cash at bank and in hand		30,611	2,413
		<u>44,094</u>	<u>2,413</u>
Creditors: Amount falling due within one year	10	(2,056)	(181)
Net current assets		<u>42,038</u>	<u>2,232</u>
Total assets less current liabilities		<u>58,129</u>	<u>18,323</u>
Net assets excluding pension asset or liability		<u>58,129</u>	<u>18,323</u>
Total net assets		<u><u>58,129</u></u>	<u><u>18,323</u></u>
The funds of the charity			
Restricted funds	11		
Unrestricted funds	11		
General funds		58,129	18,323
		<u>58,129</u>	<u>18,323</u>
Reserves	11		
Total funds		<u><u>58,129</u></u>	<u><u>18,323</u></u>

Approved by the trustees on 31 December 2020

And signed on their behalf by:

F.K. LAWAL

Trustee

31 December 2020

## 1 Accounting policies

### Basis of preparation

The financial statements have been prepared in accordance with Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 and the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

### Change in basis of accounting or to previous accounts

There has been no change to the accounting policies (valuation rules and method of accounting) since last year and no changes have been made to accounts for previous years.

### Fund accounting

Unrestricted funds	These are available for use at the discretion of the trustees in furtherance of the general objects of the charity.
Designated funds	These are unrestricted funds earmarked by the trustees for particular purposes.
Revaluation funds	These are unrestricted funds which include a revaluation reserve representing the restatement of investment assets at their market values.
Restricted funds	These are available for use subject to restrictions imposed by the donor or through terms of an appeal.

### Income

Recognition of income	Income is included in the Statement of Financial Activities (SoFA) when the charity becomes entitled to, and virtually certain to receive, the income and the amount of the income can be measured with sufficient reliability.
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Income with related expenditure	Where income has related expenditure the income and related expenditure is reported gross in the SoFA.
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Donations and legacies	Voluntary income received by way of grants, donations and gifts is included in the the SoFA when receivable and only when the Charity has unconditional entitlement to the income.
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Tax reclaims on donations and gifts	Income from tax reclaims is included in the SoFA at the same time as the gift/donation to which it relates.
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Donated services and facilities	These are only included in income (with an equivalent amount in expenditure) where the benefit to the Charity is reasonably quantifiable, measurable and material.
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Volunteer help	The value of any volunteer help received is not included in the accounts.
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Investment income	This is included in the accounts when receivable.
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Gains/(losses) on revaluation of fixed assets	This includes any gain or loss resulting from revaluing investments to market value at the end of the year.
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Gains/(losses) on investment assets	This includes any gain or loss on the sale of investments.
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Notes to the Accounts

Expenditure

Recognition of expenditure	Expenditure is recognised on an accruals basis. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.
Expenditure on raising funds	These comprise the costs associated with attracting voluntary income, fundraising trading costs and investment management costs.
Expenditure on charitable activities	These comprise the costs incurred by the Charity in the delivery of its activities and services in the furtherance of its objects, including the making of grants and governance costs.
Grants payable	All grant expenditure is accounted for on an actual paid basis plus an accrual for grants that have been approved by the trustees at the end of the year but not yet paid.
Governance costs	These include those costs associated with meeting the constitutional and statutory requirements of the Charity, including any audit/independent examination fees, costs linked to the strategic management of the Charity, together with a share of other administration costs.
Other expenditure	These are support costs not allocated to a particular activity.

Taxation

The charity is exempt from tax on its charitable activities.

Freehold investment property

Investment properties are measured initially at cost and subsequently at fair value at each balance sheet date and are not depreciated. All gains or losses are taken to the Statement of Financial Activities as they arise.

Stocks

Stock is included at the lower of cost or net realisable value. Donated items of stock are recognised at fair value which is the amount the charity would have been willing to pay for the items on the open market.

Trade and other debtors

Trade and other debtors are recognised at the settlement amount due after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other short-term highly liquid investments with original maturities of three months or less and bank overdrafts. In the statement of financial position, bank overdrafts are shown within borrowings or current liabilities. In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the company's cash management.

Trade and other creditors

Short term creditors are measured at the transaction price. Other creditors and provisions are recognised where the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.



#### Research and development

Expenditure on research and development is written off in the year in which it is incurred.

#### Foreign currencies

Monetary assets and liabilities denominated in currencies other than the functional currency of the charity are translated at the rates of exchange prevailing at the end of the reporting period.

Transactions in currencies other than the functional currency of the charity are recorded at the rate of exchange on the date that the transaction occurred.

All exchange differences are taken into account in arriving at net income/expenditure.

#### Leased assets

Where the charity enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease.

Leases which do not transfer substantially all the risks and rewards of ownership to charity are classified as operating leases.

Assets held under finance leases are initially recognised as assets of the charity at their fair value at the inception of the lease or, if lower, at the present value of the minimum lease payments. The corresponding liability to the lessor is included in the balance sheet date as a finance lease obligation.

Lease payments are apportioned between finance expenses and reduction of the lease obligation so as to achieve a constant rate of interest on the remaining balance of the liability. Finance expenses are recognised immediately, unless they are directly attributable to qualifying assets, in which case they are capitalised in accordance with the charity's policy on borrowing costs.

Assets held under finance leases are depreciated in the same way as owned assets.

Operating lease payments are recognised as an expense on a straight-line basis over the lease term.

In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis.

#### Pension costs

The charity operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the charity pays fixed contributions into a separate entity. Once the contributions have been paid the charity has no further payments obligations. The contributions are recognised as expenses when they fall due. Amounts not paid are shown in accruals in the balance sheet. The assets of the plan are held separately from the charity in independently administered funds.

#### Receipt of donated goods, facilities and services

All donated goods, facilities and services received are recognised within incoming resources and expenditure at an estimate of the value to the charity.

2 Statement of Financial Activities - prior year

	Unrestricted funds 2019 £	Total funds 2019 £
Income and endowments from:		
Donations and legacies	58,034	58,034
Total	<u>58,034</u>	<u>58,034</u>
Expenditure on:		
Charitable activities	4,892	4,892
Other	46,751	46,751
Total	<u>51,643</u>	<u>51,643</u>
Net income	<u>6,391</u>	<u>6,391</u>
Net income before other gains/(losses)	6,391	6,391
Other gains and losses:		
Net movement in funds	<u>6,391</u>	<u>6,391</u>
Reconciliation of funds:		
Total funds brought forward	11,932	11,932
Total funds carried forward	<u>18,323</u>	<u>18,323</u>

3 Income from donations and legacies

	Unrestricted £	Total 2020 £	Total 2019 £
Donations are also inform of Thithes and Offerings	75,034	75,034	14,060
	-	-	43,974
	<u>75,034</u>	<u>75,034</u>	<u>58,034</u>

4 Expenditure on charitable activities

	Unrestricted £	Total 2020 £	Total 2019 £
<i>Expenditure on charitable activities</i>			
WEALFARISM	4,760	4,760	4,892
<i>Governance costs</i>			
	<u>4,760</u>	<u>4,760</u>	<u>4,892</u>

5 Other expenditure

	Unrestricted	Total 2020	Total 2019
	£	£	£
Other interest payable	5	5	260
Employee costs	14,012	14,012	24,672
Motor and travel costs	10,642	10,642	765
Premises costs	800	800	12,479
Amortisation, depreciation, impairment, profit/loss on disposal of fixed assets	-	-	3,490
General administrative costs	3,859	3,859	3,585
Legal and professional costs	1,150	1,150	1,500
	<u>30,468</u>	<u>30,468</u>	<u>46,751</u>

6 Net income before transfers

	2020	2019
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	-	3,490
Independent Examiner's fee	1,150	800

7 Staff costs

Salaries and wages	13,188	23,760
Social security costs	-	912
	<u>13,188</u>	<u>24,672</u>

No employee received emoluments in excess of £60,000.

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

	2020	2019
	Number	Number
Number of Employees	3	3
	<u>3</u>	<u>3</u>

8 Tangible fixed assets

	£	£	£
Cost or revaluation			
At 1 January 2020	25,527	16,708	42,235
At 31 December 2020	<u>25,527</u>	<u>16,708</u>	<u>42,235</u>
Depreciation and impairment			
At 1 January 2020	13,555	12,589	26,144
At 31 December 2020	<u>13,555</u>	<u>12,589</u>	<u>26,144</u>
Net book values			
At 31 December 2020	<u>11,972</u>	<u>4,119</u>	<u>16,091</u>
At 31 December 2019	<u>11,972</u>	<u>4,119</u>	<u>16,091</u>

9 Debtors

	2020	2019
	£	£
Other debtors	13,483	-
	<u>13,483</u>	<u>-</u>

10 Creditors:  
amounts falling due within one year

	2020	2019
	£	£
Trade creditors	181	181
Other creditors	1,875	-
	<u>2,056</u>	<u>181</u>

11 Movement in funds

	At 1 January 2020	Incoming resources (including other gains/losses ) £	Resources expended £	At 31 December 2020 £
Restricted funds:				
Unrestricted funds:				
General funds	18,323	75,034	(35,228)	58,129
Revaluation Reserves:				
Total funds	<u>18,323</u>	<u>75,034</u>	<u>(35,228)</u>	<u>58,129</u>

12 Analysis of net assets between funds

	Unrestricted funds £	Total £
Fixed assets	16,091	16,091
Net current assets	42,038	42,038
	<u>58,129</u>	<u>58,129</u>

13 Reconciliation of net debt

	At 1 January 2020 £	Cash flows £	At 31 December 2020 £
Cash and cash equivalents	2,413	28,198	30,611
	<u>2,413</u>	<u>28,198</u>	<u>30,611</u>
Net debt	<u>2,413</u>	<u>28,198</u>	<u>30,611</u>

CALVARY OF FREEDOM EVANGELICAL MINISTRY

Statement of Cash flows

for the year ended 31 December 2020

	2020 £	2019 £
Cash flows from operating activities		
Net income per Statement of Financial Activities	39,806	6,391
Adjustments for:		
Increase in trade and other receivables	(13,483)	-
Increase in trade and other payables	1,875	181
Net cash provided by operating activities	<u>28,198</u>	<u>9,962</u>
Net cash used in investing activities	<u>-</u>	<u>(19,083)</u>
Net cash from financing activities	<u>-</u>	<u>-</u>
Net increase/(decrease) in cash and cash equivalents	28,198	(9,121)
Cash and cash equivalents at the beginning of the year	2,413	-
Cash and cash equivalents at the end of the year	<u>30,611</u>	<u>(9,121)</u>
Components of cash and cash equivalents		
Cash and bank balances	30,611	2,413
	<u>30,611</u>	<u>2,413</u>

CALVARY OF FREEDOM EVANGELICAL MINISTRY

Detailed Statement of Financial Activities

for the year ended 31 December 2020

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income and endowments from:			
Donations and legacies			
Donations are also inform of			
Thithes and Offerings	75,034	75,034	14,060
	-	-	43,974
	<u>75,034</u>	<u>75,034</u>	<u>58,034</u>
Total income and endowments	75,034	75,034	58,034
Expenditure on:			
Charitable activities			
WEALFARISM	4,760	4,760	4,892
	<u>4,760</u>	<u>4,760</u>	<u>4,892</u>
Total of expenditure on charitable activities	4,760	4,760	4,892
Other expenditure			
Other interest payable	5	5	260
	<u>5</u>	<u>5</u>	<u>260</u>
Employee costs			
Salaries/wages	13,188	13,188	23,760
Employer's NIC	-	-	912
Staff welfare	824	824	-
	<u>14,012</u>	<u>14,012</u>	<u>24,672</u>
Motor and travel costs			
Vehicles - General costs	-	-	566
Vehicles - Insurance and licences	-	-	264
Vehicles - Repairs and maintenance	433	433	-
Travel and subsistence	10,209	10,209	(65)
	<u>10,642</u>	<u>10,642</u>	<u>765</u>
Premises costs			
Rent	800	800	11,653
Light, heat and power	-	-	826
	<u>800</u>	<u>800</u>	<u>12,479</u>
General administrative costs, including depreciation and amortisation			
Depreciation of	-	-	3,490
Information and publications	338	338	52
Software, IT support and related costs	-	-	1,080
Stationery and printing	39	39	81

# CALVARY OF FREEDOM EVANGELICAL MINISTRY

## Detailed Statement of Financial Activities

Subscriptions	16	16	-
Sundry expenses	540	540	-
Telephone, fax and broadband	2,926	2,926	2,372
	<u>3,859</u>	<u>3,859</u>	<u>7,075</u>
Legal and professional costs			
Accountancy and bookkeeping	1,150	1,150	800
Solicitor's fees	-	-	700
	<u>1,150</u>	<u>1,150</u>	<u>1,500</u>
Total of expenditure of other costs	<u>30,468</u>	<u>30,468</u>	<u>46,751</u>
Total expenditure	35,228	35,228	51,643
Net gains on investments	-	-	-
	<u>39,806</u>	<u>39,806</u>	<u>6,391</u>
Net income			
Net income before other gains/(losses)	39,806	39,806	6,391
Other Gains	-	-	-
	<u>39,806</u>	<u>39,806</u>	<u>6,391</u>
Net movement in funds			
	<u>39,806</u>	<u>39,806</u>	<u>6,391</u>
Reconciliation of funds:			
Total funds brought forward	18,323	18,323	11,932
Total funds carried forward	<u>58,129</u>	<u>58,129</u>	<u>18,323</u>