

COMPANY REGISTRATION NUMBER: 08053260
CHARITY REGISTRATION NUMBER: 1147718

Living Faith Church
Company Limited by Guarantee
Unaudited Financial Statements
31 May 2022

MATTOCKS GRINDLEY
Chartered Accountants
18 Mulberry Avenue
Turnstone Business Park
Widnes
Cheshire
WA8 0WN

Living Faith Church
Company Limited by Guarantee
Financial Statements
Year ended 31 May 2022

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Living Faith Church
Company Limited by Guarantee
Trustees' Annual Report (Incorporating the Director's Report)
Year ended 31 May 2022

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 May 2022.

Reference and administrative details

Registered charity name	Living Faith Church
Charity registration number	1147718
Company registration number	08053260
Principal office and registered office	Living Faith Church 25 Church Street Orrell Wigan WN5 8TG

The trustees

Mrs R Houghton	
Ms L Swadkins	
Ms H Swadkins	
Bishop S L Evans	
Rev B Bradley	(Retired 23 November 2021)
Rev D Bradley	(Retired 23 November 2021)

Independent examiner	Mr G Mattocks FCA 18 Mulberry Avenue Turnstone Business Park Widnes Cheshire WA8 0WN
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Structure, governance and management

The main governing document of the charity is the trust deed dated 1st May 2012. The trustees are appointed to control and manage the charity by the society of the Living Faith Church.

Living Faith Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2022

Objectives and activities

The Charity's objectives are to advance the Christian faith in accordance with the statement of beliefs. The first objective of Living Faith Church is to preach the Gospel (good news) into the community. To those ends the charity runs traditional Christian prayer and worship meetings on Sundays, and at varying times during the week through multiple home groups. We also offer online services weekly and have established a Youtube Channel, Facebook and Instagram accounts to help with these broadcasts.

The charity is also involved in serving the wider community and offers various initiatives to that end, for example: An after school club, Youth Meetings, Parents and Toddlers, Coffee Morning, Various Charity events, Food Bank, Arts and Crafts. In addition, the charity offers help and care in practical ways such as at times providing charitable financial donations, furniture, food, and other essential needs to vulnerable people throughout the community. Further afield there are close links with other churches and ministries in the United Kingdom such as Churches Together. The church has also developed active links with international ministers, churches, and missionary organisations.

The Lead Pastor, Bishop Dr. Steven Evans, continues as the presiding bishop of The International Charismatic Church Network (TICCN). He oversees the training of ministers, ordinations, church policies, appointments, and over the years has been the guest speaker at dozens of international conferences. Last year we hosted a TICCN conference the culmination of the week saw the consecration of Pastor Mick Fleming from Burnley Church on the Street.

He is the Director of New Life Bible College Europe also hosts a weekly teaching program which is broadcast on various platforms including Sky TV.

How our activities deliver public benefit

The charity has recently decided to alter its traditional Sunday Services to incorporate a Cafe for the local community. We are aware of great needs within the community and it was felt that this would allow us to better communicate with the people who otherwise wouldn't attend church. This buffet style service is aimed at the local community and has made a great impact into several peoples lives. Who otherwise wouldn't have attended a church.

We also run various voluntary groups that directly benefit the wider community, for example: An after school club, Youth Meetings, Parents and Toddlers, Coffee Morning, Various Charity events, Food Bank, Arts and Crafts and Counselling services.

In addition to the above, the charity offers help and care in practical ways such as at times providing charitable financial donations, furniture, food, and other essential needs to vulnerable people throughout the community.

Living Faith Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 May 2022

Achievements and performance

The charity has proved to be a hub for the local community, distributing food and practical supplies and being open for people when times got really tough and they had nowhere else to turn. Bishop Steven has continued to support many ministers within TICCEN (The International Christian Church Network) and beyond. One of the ministers who he trained and ordained in 2019 is Pastor Mick Fleming. Pastor Mick became the feature of a BBC news film for his work among the poor in Burnley and this has continued with further new reports and a tremendous work among the poor. The work is expanding and has now over 60 regular volunteers and 12 paid members of staff over 8 buildings throughout the community.

The consecration of Bishop Mick was a tremendous event last year and it demonstrated how important the far reaching impact of our work has been. Bishop Mick's book 'Blown Away' was published last year and is an Amazon number one bestseller, it details some of our ministry and its impact so well.

Financial review

The financial results for the period under review show an overall deficit of £1,414, which has been in line with Trustees' expectations. The Trustees feel that, given the same economic conditions, the Church should show a small surplus at the conclusion of the next financial period.

Plans for future periods

We plan to continue to reach our community as we have been doing and to also facilitate an expanding range of services.

Our online web activities are growing and we hope to continue to develop these to improve our connections with people on a local and international level.

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 2nd/2nd/2023 and signed on behalf of the board of trustees by:



Bishop S L Evans
Trustee

Living Faith Church

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Living Faith Church

Year ended 31 May 2022

I report to the trustees on my examination of the financial statements of Living Faith Church (the charity) for the year ended 31 May 2022.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements 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 independent examination, I report in respect of my examination of the 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:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements 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 financial statements 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.



Mr G Mattocks FCA
Independent Examiner
18 Mulberry Avenue
Turnstone Business Park
Widnes
Cheshire
WA8 0WN

2/2/23

Living Faith Church
Company Limited by Guarantee
Statement of Financial Activities
(including Income and expenditure account)
Year ended 31 May 2022

		2022		2021
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	58,206	58,206	48,406
Total income		<u>58,206</u>	<u>58,206</u>	<u>48,406</u>
Expenditure				
Expenditure on charitable activities	6,7	59,620	59,620	47,645
Total expenditure		<u>59,620</u>	<u>59,620</u>	<u>47,645</u>
Net (expenditure)/income and net movement in funds		<u>(1,414)</u>	<u>(1,414)</u>	<u>761</u>
Reconciliation of funds				
Total funds brought forward		222,432	222,432	221,671
Total funds carried forward		<u>221,018</u>	<u>221,018</u>	<u>222,432</u>

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derive from continuing activities.

The notes on pages 7 to 13 form part of these financial statements.

Living Faith Church
Company Limited by Guarantee
Statement of Financial Position
31 May 2022

	Note	2022 £	£	2021 £
Fixed assets				
Tangible fixed assets	12		189,415	190,211
Current assets				
Debtors	13	5,270		4,471
Cash at bank and in hand		28,124		28,871
		<u>33,394</u>		<u>33,342</u>
Creditors: amounts falling due within one year	14	<u>1,791</u>		<u>1,121</u>
Net current assets			<u>31,603</u>	<u>32,221</u>
Total assets less current liabilities			<u>221,018</u>	<u>222,432</u>
Net assets			<u>221,018</u>	<u>222,432</u>
Funds of the charity				
Unrestricted funds			<u>221,018</u>	<u>222,432</u>
Total charity funds	17		<u>221,018</u>	<u>222,432</u>

For the year ending 31 May 2022 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

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

These financial statements were approved by the board of trustees and authorised for issue on 27/2/2023, and are signed on behalf of the board by:



Bishop S L Evans
Trustee

The notes on pages 7 to 13 form part of these financial statements.

Living Faith Church
Company Limited by Guarantee
Notes to the Financial Statements
Year ended 31 May 2022

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Living Faith Church, 25 Church Street, Orrell, Wigan, WN5 8TG.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

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

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Living Faith Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

All fixed assets are initially recorded at cost.

Living Faith Church
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 May 2022

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Equipment	- 25% reducing balance
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Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Government grants

Government grants are recognised at the fair value of the asset received or receivable. Grants are not recognised until there is reasonable assurance that the charity will comply with the conditions attaching to them and the grants will be received.

Where the grant does not impose specified future performance-related conditions on the recipient, it is recognised in income when the grant proceeds are received or receivable. Where the grant does impose specified future performance-related conditions on the recipient, it is recognised in income only when the performance-related conditions have been met. Where grants received are prior to satisfying the revenue recognition criteria, they are recognised as a liability.

Financial Instruments

A financial asset or a financial liability is recognised only when the entity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Living Faith Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 May 2022

3. Accounting policies *(continued)*

Defined contribution plans

Contributions to defined contribution plans are recognised as an expense in the period in which the related service is provided. Prepaid contributions are recognised as an asset to the extent that the prepayment will lead to a reduction in future payments or a cash refund.

When contributions are not expected to be settled wholly within 12 months of the end of the reporting date in which the employees render the related service, the liability is measured on a discounted present value basis. The unwinding of the discount is recognised as an expense in the period in which it arises.

4. Limited by guarantee

The Company is a Company limited by guarantee having no share capital.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Donations				
Gifts & donations	56,706	56,706	38,406	38,406
Grants				
Government grant income	1,500	1,500	10,000	10,000
	<u>58,206</u>	<u>58,206</u>	<u>48,406</u>	<u>48,406</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2022 £	Unrestricted Funds £	Total Funds 2021 £
Direct charitable activities	58,456	58,456	46,889	46,889
Support costs	1,164	1,164	756	756
	<u>59,620</u>	<u>59,620</u>	<u>47,645</u>	<u>47,645</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2022 £	Total fund 2021 £
Direct charitable activities	58,456	—	58,456	46,889
Governance costs	—	1,164	1,164	756
	<u>58,456</u>	<u>1,164</u>	<u>59,620</u>	<u>47,645</u>

Living Faith Church
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 May 2022

8. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2022	2021
	£	£
Depreciation of tangible fixed assets	796	1,062

9. Independent examination fees

	2022	2021
	£	£
Fees payable to the Independent examiner for: Independent examination of the financial statements	780	756

10. Staff costs

The average head count of employees during the year was 1 (2021: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	2022	2021
	No.	No.
Number of staff	1	1

No employee received employee benefits of more than £60,000 during the year (2021: Nil).

11. Trustee remuneration and expenses

One of the trustees has been paid remuneration from employment with the charity.

12. Tangible fixed assets

	Land and buildings £	Equipment £	Total £
Cost			
At 1 June 2021 and 31 May 2022	187,026	12,992	200,018
Depreciation			
At 1 June 2021	–	9,807	9,807
Charge for the year	–	796	796
At 31 May 2022	–	10,603	10,603
Carrying amount			
At 31 May 2022	187,026	2,389	189,415
At 31 May 2021	187,026	3,185	190,211

Living Falth Church
Company Limited by Guarantee
Notes to the Financial Statements (continued)
Year ended 31 May 2022

13. Debtors

	2022	2021
	£	£
Other debtors	<u>5,270</u>	<u>4,471</u>

14. Creditors: amounts falling due within one year

	2022	2021
	£	£
Accruals and deferred income	1,062	756
Social security and other taxes	<u>729</u>	<u>365</u>
	<u>1,791</u>	<u>1,121</u>

15. Pensions and other post retirement benefits

Defined contribution plans

The amount recognised in income or expenditure as an expense in relation to defined contribution plans was £496 (2021: £496).

16. Government grants

The amounts recognised in the financial statements for government grants are as follows:

	2022	2021
	£	£
Recognised in income from donations and legacies:		
Government grants income	<u>1,500</u>	<u>10,000</u>

17. Analysis of charitable funds

Unrestricted funds

	At			At
	1 June 2021	Income	Expenditure	31 May 2022
	£	£	£	£
General funds	<u>222,432</u>	<u>58,206</u>	<u>(59,620)</u>	<u>221,018</u>

	At			At
	1 June 2020	Income	Expenditure	31 May 2021
	£	£	£	£
General funds	<u>221,671</u>	<u>48,406</u>	<u>(47,645)</u>	<u>222,432</u>

Living Faith Church
Company Limited by Guarantee
Notes to the Financial Statements *(continued)*
Year ended 31 May 2022

18. Analysis of net assets between funds

	Unrestricted Funds	Total Funds
	£	2022 £
Tangible fixed assets	189,415	189,415
Current assets	33,394	33,394
Creditors less than 1 year	(1,791)	(1,791)
Net assets	<u>221,018</u>	<u>221,018</u>

	Unrestricted Funds	Total Funds
	£	2021 £
Tangible fixed assets	190,211	190,211
Current assets	33,342	33,342
Creditors less than 1 year	(1,121)	(1,121)
Net assets	<u>222,432</u>	<u>222,432</u>

19. Financial instruments

The company currently holds no financial instruments.

20. Related parties

Included in the wages and salaries in the financial statements is the amount of £22,770 which is the salary of one of the trustees, paid in his role as pastor.

Living Faith Church
Company Limited by Guarantee
Management Information
Year ended 31 May 2022

The following pages do not form part of the financial statements.

Living Faith Church
Company Limited by Guarantee
Detailed Statement of Financial Activities
Year ended 31 May 2022

	2022 £	2021 £
Income and endowments		
Donations and legacies		
Gifts & donations	56,706	38,406
Government grant income	1,500	10,000
	<u>58,206</u>	<u>48,406</u>
 Total income	 <u>58,206</u>	 <u>48,406</u>
 Expenditure		
Expenditure on charitable activities		
Purchases	3,431	3,128
Wages and salaries	23,209	22,461
Pension costs	496	496
Rates and water	4,525	3,798
Light and heat	2,518	85
Repairs and maintenance	9,405	940
Insurance	1,014	994
Other motor/travel costs	2,083	1,057
Legal and professional fees	1,858	800
Other office costs	1,186	1,100
Depreciation	796	1,062
Other business costs	5,880	8,664
Gifts	55	2,212
Resources	461	282
Food	694	-
Missions	600	400
Advertising and promotion	1,397	166
Courses	12	-
	<u>59,620</u>	<u>47,645</u>
 Total expenditure	 <u>59,620</u>	 <u>47,645</u>
 Net (expenditure)/income	 <u>(1,414)</u>	 <u>761</u>

Living Faith Church

Company Limited by Guarantee

Notes to the Detailed Statement of Financial Activities

Year ended 31 May 2022

	2022	2021
	£	£
Expenditure on charitable activities		
Direct charitable activities		
<i>Activities undertaken directly</i>		
Purchases	3,431	3,128
Wages and salaries	23,209	22,461
Pension costs	496	496
Rates and water	4,525	3,798
Light and heat	2,518	85
Repairs and maintenance	9,405	940
Insurance	1,014	994
Other motor/travel costs	2,083	1,057
Legal and professional fees	694	44
Other office costs	1,186	1,100
Depreciation	796	1,062
Other business costs	5,880	8,664
Gifts	55	2,212
Resources	461	282
Food	694	—
Missions	600	400
Advertising and promotion	1,397	166
Courses	12	—
	58,456	46,889
Governance costs		
Governance costs - accountancy fees	1,164	756
	59,620	47,645