

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2022**

LIFESPRING CHURCH

A COMPANY LIMITED BY GUARANTEE

**REGISTERED COMPANY No: 08087254
REGISTERED CHARITY No: 1148013**

Independent Examiners Ltd
Unit 2 The Broadbridge Business Centre
Delling Lane
Bosham
West Sussex
PO18 8NF

LIFESPRING CHURCH

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LIFESPING CHURCH

DIRECTORS REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

REFERENCE AND ADMINISTRATIVE DETAILS:

REGISTERED CHARITY NUMBER	1148013
REGISTERED COMPANY NUMBER	08087254
START OF FINANCIAL YEAR	1st January 2022
END OF FINANCIAL YEAR	31st December 2022
DIRECTORS AT 31ST DECEMBER 2022 (also Trustees under charity law)	Mr David Cornelius - Chairman Mr Luke Ellis Mrs Catherine Peirce Ms Elizabeth Monger Mr Oluwasegun Olojo-Kosoko
REGISTERED ADDRESS	143-145 Oxford Road Reading, RG1 7UY.
PRIMARY BANKERS	HSBC 26-28 Broad Street Reading, RG1 2BU.
SOLICITORS	Hewetts 55/57 London Street Reading, RG1 4PS.
ACCOUNTANTS	Independent Examiners Ltd Unit 2 The Broadbridge Business Centre Delling Lane, Bosham West Sussex PO18 8NF

GOVERNANCE:

The existing directors/Directors appoint any new directors/Directors following the provisions laid out in the organisation's governing instrument. The selection method is that appointments are made by the leadership team headed by the Pastor.

GOVERNING INSTRUMENT Memorandum And Articles Incorporated 29/05/2012

LEGAL STATUS Incorporated Charity

OBJECTS

The charity's objects ("the objects") are for the public benefit and are restricted to the following: (a) to advance the Christian faith in accordance with the statement of beliefs in the schedule hereto attached in such parts of Reading, the United Kingdom or the world as the Directors may from time to time think fit and to fulfil such other purposes which are exclusively charitable according to the law of England and Wales and are connected with the charitable work of the charity; (b) to relieve persons who are in conditions of need, financial hardship or sickness and who may be aged and to relieve the distress caused thereby in the said location and in such other parts of the United Kingdom or the world as the Directors may from time to time think fit including but not by way of limitation the support of those recovering from addictions; (c) to further Christian education in such parts of Reading, the United Kingdom and the world as the Directors may from time to time think fit; (d) to provide or assist in the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age, infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life.

LIFESPRING CHURCH

DIRECTORS REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

The Directors are pleased to present their annual directors' report together with the financial statements of the charity for the year ending 31 December 2022 which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and 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 (FRS102) (effective 1 January 2019) - (Charities SORP (FRS102)).

OBJECTIVES AND ACTIVITIES

LifeSpring Church is based in The Pavilion, close to Reading town centre but it is a 'cell church' placing a significant emphasis on the support and care we can give each other in small groups. During the week these cells (or LifeGroups) meet in a variety of locations across Reading and we currently have about twenty-five LifeGroups for men, women, youth and children. At least 35 nationalities are actively represented in the church and this brings great blessings in the diverse way we worship God and reach out to the community around us.

We continue to cater for all ages, with groups ranging from Mother and Toddler to the weekly Over-60s lunch at Café 12, all reaching out and providing valuable support for the local community. Many of these activities had been limited by the restrictions of Coronavirus regulations but continued to flourish in adapted form during that period and have now returned to pre-Covid activity levels.

Further afield, the Church continues to assist a number of Churches, ministries and missionaries overseas, particularly in Africa with financial, prayer and practical support.

The Directors confirm that they have referred to the Charity Commission's guidance on public benefit when reviewing the charity's aims and objectives, in planning future activities, and in setting the policies for the year.

ACHIEVEMENTS AND PERFORMANCE

The lifting of Coronavirus restrictions during 2022 meant that activities within the Pavilion building began to get back to normal. The congregation in the building for the Sunday service has gradually increased over time as people moved away from the livestreamed service, but despite this there is still a large online attendance and a number of people have joined the church whose first experience of LifeSpring was through the livestreamed service. Revenue from hires remained steady though lower than 2019, but giving has remained consistent with pre-Covid levels and there is currently no reason for any more than usual prudent financial management to ensure that the work of LifeSpring continues.

Café 12 has remained a main point of interaction with the local community and it is seen as a key way of bringing people into the building, due to its success in providing a listening ear to those passing. Other work has also continued, meeting the needs of the community around the Pavilion building, with Warm Hub a prime example of how we can positively affect those in great need within Reading.

God has abundantly shown his provision in 2022 which has been a challenging, but still successful year and where LifeSpring has shown that it is continuing to make all efforts to reach the lost despite the challenges.

LIFESPRING'S ORGANISATIONAL STRUCTURE AND MANAGEMENT

Towards the end of 2022, Mckensy Gardner decided not to return to her role as Events Manager at the end of her maternity leave and with Marion Shepherd acting as her cover during this period it was agreed she would continue in the role with an expectation that she would take this on permanently. We are very grateful to Mckensy for her time in the post with all she brought to it and equally to Marion for the outstanding job she did during the year.

The organisational structure consists of:

Directors/Trustees:	(see above) - responsible for management of the charity.
Church Leaders:	
▪	Neville Hollands*
▪	Jackie Hollands*
▪	Jamie Burnham
▪	Heather Herring
▪	James Hollands*
▪	Jon Hollands
▪	Craig Lawrence
Events Manager:	Mckensy Gardner/Marion Shepherd
Charity Bookkeeper:	Marion Shepherd*
Communications Manager:	James Hollands*
Treasurer:	Luke Ellis

LIFESPING CHURCH

DIRECTORS REPORT FOR THE YEAR ENDED 31 DECEMBER 2022

Youth Work: James Hollands*
Sarah Lawrence*
Community Team Leader: Jackie Jackson*
Door of Hope Managers: Jim Herring*
Heather Herring*

* = employed, either full or part-time

FINANCIAL REVIEW

Any funds in deficit, reasons and any action being taken

The Church had an accounting deficit of £8,040 in 2022 (compared to a surplus of £51,735 in 2021), much of the deficit in 2022 is due to an accounting charge of £75,557 to reflect diminishing value of capital refurbishment of the Pavilion. However the church's finances at the end of 2022 remain healthy and we finished the 2022 year with a total cash balance of £232,989.

The designated Circle Fund that was ringfenced by the Trustees to build up funds to help pay off the Member Loans, stood at £100,820 at 31st December 2022. The member loans are due for repayment by 2028.

POLICIES

Reserves

At the balance sheet date the charitable company unrestricted free reserves totalled: £ 1,438,610
This excludes £100,820 which has been ringfenced by the Trustees as unrestricted designated funds.

The Directors have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The Directors aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The Directors will endeavour not to set aside funds unnecessarily.

Grant-making

Approximately 10% of the Charity's income is given away to other Christian organisations and individuals recommended by the Leadership Team, both home and abroad.

Investments selection

The Charity does not have a policy to select specific investments apart from for the use of the Charity itself.

Directors Responsibilities

The Charities Act and the Companies Act require the Board of Directors 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 :-

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation;
- 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 Trustees/Directors 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/Directors are also responsible for the contents of the Directors' report, and the responsibility of the independent examiner in relation to the Directors' report is limited to examining the report and ensuring that, on the face of the report, there are no inconsistencies with the figures disclosed in the financial statements. These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

Declaration: I declare, in my capacity of Charity Trustee, that:

- the Directors have approved the report above; and
- have authorised me to sign it on their behalf.

Signature: D Cornelius



Full name : Mr David Cornelius **Date :** 25th August 2023

LIFESPRING CHURCH

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)
For The Year Ended 31st December 2022

	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Income						
Donations and legacies	3	360,975	33,329	6,989	401,293	444,633
Income from charitable activities	4	59,725	1,000	5	60,730	44,878
Income from other trading activities	5	69,174	-	-	69,174	24,425
Investment income	6	-	110	-	110	1
Total income		489,874	34,439	6,994	531,307	513,937
Expenditure						
Costs of Raising Funds	7a	31,886	-	-	31,886	14,752
Expenditure on charitable activities	7b	503,768	35	3,658	507,461	447,450
Total Expenditure		535,654	35	3,658	539,347	462,202
Net income/(expenditure)		(45,780)	34,404	3,336	(8,040)	51,735
Transfers between funds	18	(47,730)	47,197	533	-	-
Net movement in funds		(93,510)	81,601	3,869	(8,040)	51,735
Reconciliation of funds:						
Total Funds Brought Forward		1,532,120	19,219	32,069	1,583,408	1,531,673
Total Funds Carried Forward		1,438,610	100,820	35,938	1,575,368	1,583,408

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

LIFESPRING CHURCH
BALANCE SHEET
As At 31 December 2022

Company registration number: 08087254

	Note	Unrestricted Funds £	Designated Funds £	Restricted Funds £	31-Dec-22 Total £	31-Dec-21 Total £
Fixed Assets						
Tangible assets	14	1,836,818	-	-	1,836,818	1,907,048
Total fixed assets						
Current Assets						
Debtors	15	7,321	-	-	7,321	3,945
Cash at bank and in hand		96,231	100,820	35,938	232,989	174,325
Total Current Assets		<u>103,552</u>	<u>100,820</u>	<u>35,938</u>	<u>240,310</u>	<u>178,270</u>
Liabilities						
Creditors: falling due within 1 year	16	1,760	-	-	1,760	1,910
Net Current assets		101,792	100,820	35,938	238,550	176,360
Total assets less current liabilities		<u>1,938,610</u>	<u>100,820</u>	<u>35,938</u>	<u>2,075,368</u>	<u>2,083,408</u>
Creditors: amounts falling due after more than 1 year	17	500,000	-	-	500,000	500,000
Net assets		<u>1,438,610</u>	<u>100,820</u>	<u>35,938</u>	<u>1,575,368</u>	<u>1,583,408</u>
Funds of the Charity	19					
Unrestricted income funds		1,438,610	-	-	1,438,610	1,532,120
Designated Funds		-	-	-	-	19,219
Restricted Funds		-	100,820	35,938	136,758	32,069
Total Charity Funds		<u>1,438,610</u>	<u>100,820</u>	<u>35,938</u>	<u>1,575,368</u>	<u>1,583,408</u>

Directors Responsibilities

For the year ended 31st December 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit of its accounts for the year in question in accordance with section 476 of the Companies Act 2006.

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

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

The notes on pages 8 to 15 form part of these financial statements.

Approved by the Directors on the :

25th August 2023

Signed on their behalf by Director D Cornelius

Print Name: **DAVID CORNELIUS** MR DAVID CORNELIUS

Company Registration Number: 08087254

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of preparation

The accounts 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 and in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2019) - (Charities SORP (FRS102)).

Advantage has been taken of Section 396(5) of The Companies Act 2006 to allow the format of the financial statements to be adapted to reflect the special nature of the charity's operation and in order to comply with the requirements of the SORP.

Lifespring Church meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost unless otherwise stated in the relevant accounting policy notes.

Preparation of accounts on a going concern basis

Preparation of the accounts is on a going concern basis. The Directors are of the view that the level of reserves will support the charity going forward.

Changes to prior period accounts

There have been no changes to previous accounts.

b) Income

All incoming resources are included on the Statement of Financial Activities when the charity is legally entitled to the income, receipt is probable and the amount can be quantified with reasonable accuracy.

c) Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the Bank.

d) Fund accounting

Unrestricted funds are available to spend on activities that further any purposes of the charity. Designated funds are unrestricted funds of the charity which the Directors have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for particular areas of the charity's work or for specific projects being undertaken by the charity. Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

e) Expenditure

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

f) Allocation of support costs

Support costs include central functions and where material have been allocated to each activity cost category on a basis consistent with the use of resources.

g) Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is not charged on freehold land.

Depreciation on other 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 basis:

Freehold property	-	0%
Freehold property refurbishment		5% straight line
Plant and machinery	-	25% straight line
Motor vehicles	-	25% straight line
Office equipment	-	25% straight line

Tangible fixed assets for use by the charity are capitalised if they can be used for more than one year, and cost at least £1,500. They are valued at cost or, if gifted, at the value to the charity on receipt.

h) Employee benefits

Short term benefits including holiday pay are recognised as an expense in the period in which the service is received.

i) Operating leases

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

j) Taxation

The charity is exempt from tax on its charitable activities.

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

2. Legal status of the charity

The charity is a company limited by guarantee and has no share capital. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the charity.

3. Income from donations and legacies

Donations	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Donations and gifts		290,284	33,329	-	323,613	320,307
Special offerings		3,630	-	3,394	7,024	7,470
Gift aid received		66,995	-	-	66,995	57,731
Grants		-	-	-	-	50,583
Post box		-	-	3,595	3,595	2,288
Other		66	-	-	66	6,254
Total		360,975	33,329	6,989	401,293	444,633

4. Income from charitable activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Church events, activities and fundraising	8,132	1,000	5	9,137	4,988
Car Parking	910	-	-	910	561
Youth	8,080	-	-	8,080	218
Donated Services (salary support)	41,247	-	-	41,247	39,111
Insurance Claim	949	-	-	949	-
Sundry and Miscellaneous	407	-	-	407	-
Total	59,725	1,000	5	60,730	44,878

5. Income from other trading activities

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Letting of property held for functional use	44,808	-	-	44,808	10,757
Café 12 - trading income	24,366	-	-	24,366	13,668
Total	69,174	-	-	69,174	24,425

6. Investment income

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Interest received	-	110	-	110	1
Total	-	110	-	110	1

The investment income arises from money held in interest bearing deposit accounts.

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

7a. Cost of raising funds

		Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Hire and Event expenses		7,687	-	-	7,687	3,824
Café expenses	20	24,199	-	-	24,199	10,928
Total		31,886	-	-	31,886	14,752

7b. Expenditure on charitable activities

	Notes	Unrestricted Funds £	Designated Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Buildings		59,533	-	-	59,533	47,806
Community		5,116	-	-	5,116	4,266
Depreciation		75,557	-	-	75,557	73,848
Employment	10	283,766	-	-	283,766	272,656
Gifts and Donations		1,250	-	-	1,250	1,250
Miscellaneous		967	-	-	967	610
Mission and grants	12	26,347	-	3,595	29,942	19,627
Office and administration		23,289	35	63	23,387	14,013
Pastoral, Church and Counselling		19,585	-	-	19,585	8,076
Youth and children		6,798	-	-	6,798	3,424
Governance Costs (see note 7c)		1,560	-	-	1,560	1,874
Total		503,768	35	3,658	507,461	447,450

7c) Analysis of governance costs

	Support £	Governance £	Total £	Basis of Apportionment
Independent examiners fees	-	1,560	1,560	Actual cost
Other fees paid to Independent examiner	-	-	-	Actual cost
	-	1,560	1,560	

8. Summary analysis of expenditure on charitable activities

This table shows the cost of the main charitable activities including support costs and grant funding to third parties.

Activity or programme		Church activities and community initiatives £	Grant making activities £	Total £
Direct charitable activities		475,959	-	475,959
Charitable grants	(note 12)	-	29,942	29,942
Governance costs		1,560	-	1,560
Support costs		-	-	-
		477,519	29,942	507,461

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

9. Net income/(expenditure) for the year

This is stated after charging:	Unrestricted Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Depreciation	75,557	-	75,557	73,848
Independent Examiner's remuneration	1,560	-	1,560	1,500
	<u>77,117</u>	<u>-</u>	<u>77,117</u>	<u>75,348</u>

10. Analysis of staff costs, trustee remuneration and expenses and the cost of key management personnel

	2022 £	2021 £
Salaries and wages	252,816	237,068
Employers National Insurance Contributions	14,711	13,866
SMP Recovered	(7,480)	-
Employers Pension Contributions	19,165	17,961
Expenses and allowances	3,422	2,575
Staff Training Costs	-	66
Payroll Processing Fees	<u>1,132</u>	<u>1,120</u>
	<u>283,766</u>	<u>272,656</u>
DOH Contribution to salary costs	(41,247)	(39,111)

Social security costs are shown net of the current HMRC annual employment allowance. No employee had employment benefits in excess of £60,000, excluding employers pension costs (2021 : nil). Pensions are wholly charged to unrestricted funds.

The average head count was 14 during this financial year (2021: 15). The actual number of employees (including casual and part-time staff) at the end of the year were as follows:

	2022	2021
Area employed in: Charitable activities	15	14
	<u>15</u>	<u>14</u>

Trustee and related party transactions

In the period the charity has paid remuneration to trustees and related parties to trustees for services supplied to the Church as follows:

Name	Legal Authority	Amounts paid or benefit value		
		Remuneration	2022 Total	2021 Total
		£	£	£
Mrs E Monger (Trustee)	Governing document	13,122	13,122	3,298
		<u>13,122</u>	<u>13,122</u>	<u>3,298</u>

For the 12 months ended 31 December 2022 payments to Trustees/Directors as disclosed above were as follows:

One Director received remuneration of £12,295 for their role as Cafe 12 assistant (2021: £3,238). Employer National and insurance contributions paid on their behalf totalled £827 (2021: £60)

These payments were in accordance with the charitable company governing document.

Apart from the transactions detailed in note 11, no other payments were paid to related parties in 2022 or 2021. The relationship between Lifespring Church and Lifespring Trust (registered charity number 296276) is explained in note 11. The Trustees of Lifespring Church are also the Trustees of Lifespring Trust.

No other payments were made to Directors or any persons connected with them during this financial period. No material transaction took place between the organisation and a Director or any person connected with them. There were no outstanding balances with Directors or Related Parties as at 31 December 2022.

The key management personnel of the charity comprise the Directors and Church Leaders. The total employee benefits (including employer national insurance and employer pension contributions) of key management personnel of the charity were £122,421 (2021: £108,890). The Church paid an annual life assurance and critical illness cover policy in 2022 costing £2,326 (2021: £1,131) which includes cover for all staff members. It is not possible to calculate the amounts relating specifically to each staff member, thus it is disclosed here for transparency purposes only.

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

Trustee and related party transactions (continued)

Five directors donated an aggregate amount of £35,551 (2020: Five Directors; £34,993) to Lifespring Church during this financial year.

The charity operates a government backed defined contribution pension scheme. Contributions are charged to the Statement of Financial Activities as they become payable in accordance with the rules of the scheme. The charity is under no further obligation to make any extra payments irrespective of how that pension fund performs. In 2022 the charity paid employer contributions of £16,765 (2021: £15,561) into that scheme. The charity also paid £2,400 (2021: £2,400) employee contributions into an Aviva personal pension scheme on behalf of one member of key management personnel.

11. Donated Services and relationships with other charities

On the 1st November 2012 all activities from Lifespring Trust (registered charity number 296276) started to be transferred to Lifespring Church.

In 2013 the first transfer comprised the newly purchased property asset 'The Pavilion', Reading. In 2014 all other activity bar that of the project 'Door of Hope', was transferred.

The Door of Hope regular staff are paid by Lifespring Church charity and Lifespring Trust sends salary support payments towards the cost. In 2022 payments totalling £40,052 were sent (2021: £39,111).

During this financial year, some staff employed by Lifespring Church were seconded to work on the Grow project, which is a project run by Citylife Community Projects (registered charity number 1117112). Citylife Community Projects sent salary support payments towards the cost. In 2022 payments totalling £1,195 were sent (2021: £nil)

In this financial year the following transactions between the entities have been recorded:

LifeSpring Trust paid salary support payments to Lifespring Church	£	40,052
CityLife Community Projects paid salary support payments to Lifespring Church	£	1,195
	£	41,247

12. Grants

	Unrestricted Funds £	Restricted Funds £	TOTAL 2022 £	TOTAL 2021 £
Gifts and grants to individuals:				
Mozambique - Audrey Payne	-	-	-	-
Spirit Connect - J & C Noble	400	-	400	1,200
Mozambique - Tracey	3,600	-	3,600	4,600
Uganda - Pastor Fred	7,186	-	7,186	2,900
Sudan - Manny Sharland				-
Pastor Caesar				-
Post box out (gifts and grants under £1,000)	-	3,595	3,595	2,288
Total	11,186	3,595	14,781	10,988
Ministry support grants and activities:				
LifeSpring mission				-
Faith Christian Group	3,600	-	3,600	3,600
Lifeline	600	-	600	400
G12 Gifts	816	-	816	-
Reading RCN	3,245	-	3,245	1,550
K Sullivan	-	-	-	2,500
Poor Fund	-	-	-	589
Gifts - other		-	-	-
Little Lambs		-	-	-
Grow	900	-	900	-
Look Around	3,000	-	3,000	-
Rahab via Mustard Tree	3,000	-	3,000	-
Christian Community Action	-	-	-	-
Total	12,161	-	15,161	8,639
Total gifts and grants	23,347	3,595	29,942	19,627

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

13. Corporation tax

The charity is exempt from tax on income and gains falling within section 505 of the taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

14. Tangible fixed assets

	Equipment General	Freehold Property General -refurbish.	Freehold Property General Title No: BK111153	Total
	£	£	£	£
Cost:				
As at 1st January 2022	28,391	1,359,303	1,024,843	2,412,537
Additions	5,327	-	-	5,327
Transfer between funds	-	-	-	-
As at 31 December 2022	33,718	1,359,303	1,024,843	2,417,864
Depreciation:				
As at 1st January 2022	8,400	497,089	-	505,489
Charge for the year	7,616	67,941	-	75,557
Transfer between funds	-	-	-	-
As at 31 December 2022	16,016	565,030	-	581,046
Net book value:				
As at 1st January 2022	19,991	862,214	1,024,843	1,907,048
As at 31 December 2022	17,702	794,273	1,024,843	1,836,818

Freehold Property is currently valued at a rebuild cost of £5.1 million for insurance purposes.

No depreciation is provided on buildings, as the current estimated residual value of the properties is not less than their carrying value and the remaining useful life of these assets currently exceeds 50 years, so that any depreciation charges would be immaterial. An impairment review is carried out each year end and any loss identified included in expenditure for the year.

15. Debtors & prepayments

	31.12.2022 £	31.12.2021 £
Trade Debtors	7,321	3,945
	<u>7,321</u>	<u>3,945</u>

16. Creditors: amounts falling due within 1 year

	31.12.2022 £	31.12.2021 £
Independent Examiners Fees	1,560	1,710
Refundable Deposit	200	200
	<u>1,760</u>	<u>1,910</u>

17. Creditors: amounts falling due in more than 1 year

	31.12.2022 £	31.12.2021 £
Private Member Loans	500,000	500,000
	<u>500,000</u>	<u>500,000</u>

The Private Member Loans were received in 2016, are unsecured, interest free and repayable within a maximum 12 year period. The Trustees have ringfenced a designated fund to build up funds to help pay off the Member Loans.

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

18. Analysis of charitable funds

Analysis of movements in unrestricted funds:

General fund

The free reserves of the charity after allowing for all designated funds.

	2022	2021
Balance at 1st January	1,532,120	1,496,108
Income	489,874	498,416
Expenditure	(535,654)	(459,799)
Transfers between funds	(47,730)	(2,605)
Movement in funds	(93,510)	36,012
Balance at 31st December	£ 1,438,610	£ 1,532,120

Designated Circle fund

This is a designated fund for raising funds to help pay off the Member Loan

	2022	2021
Balance at 1st January	19,219	-
Income	34,439	6,654
Expenditure	(35)	(3)
Transfers between funds	47,197	12,568
Movement in funds	81,601	19,219
Balance at 31st December	£ 100,820	£ 19,219

The balance at 31st December shown above, is wholly represented by the funds held in the Circle Fund bank account.

Total unrestricted reserves at 31st December

£ 1,520,211 £ 1,532,120

Analysis of movements in restricted funds:

Building fund - ongoing expenses

This fund is restricted giving for the ongoing expenses of the new building project where the church meets.

	2022	2021
Capital:		
Balance at 1st January	32,069	35,565
Income	3,399	6,579
Expenditure	(63)	(112)
Transfer between funds	533	(9,963)
Movement in funds	3,869	(3,496)
Balance as at 31st December	£ 35,938	£ 32,069

The balance at 31st December shown above, is wholly represented by the funds held in the Pavilion Capital bank account.

Post Box fund

This is a holding account for making transfers between funds.

	2022	2021
Balance at 1st January	-	-
Income	3,595	2,288
Expenditure	(3,595)	(2,288)
Transfer to/(from) general funds	-	-
Movement in funds	-	-
Balance as at 31st December	£ -	£ -

Total restricted reserves at 31st December

£ 35,938 £ 32,069

LIFESPRING CHURCH
NOTES TO THE FINANCIAL STATEMENTS

19. Analysis of net assets between funds

	General Fund £	Designated Reserves £	Restricted Reserves £	TOTAL 31.12.2022 £
Fixed assets:	1,836,818	-	-	1,836,818
Net current assets:				
Unrestricted - general	101,792	-	-	101,792
Unrestricted - designated	-	100,820	-	100,820
Building fund - ongoing expenses	-	-	35,938	35,938
General	(500,000)	-	-	(500,000)
	<u>1,438,610</u>	<u>100,820</u>	<u>35,938</u>	<u>1,575,368</u>

20. Café 12

In April 2016 Café 12 (the community cafe based at the Pavilion) opened its own bank account. Prior to this, all Café 12 activity passed through Citylife Community Projects bank account, registered charity number 1117112. As Lifespring Church is the largest user of Café 12, the decision was taken in 2016 by the Trustees, to include the results of Cafe 12 within the financial statements of Lifespring Church.

LIFESPRING CHURCH
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDING 31ST DECEMBER 2022

	2022 £	2021 £
Cash used in operating activities (a)	63,881	71,183
Cash used from investing activities		
Interest income	110	1
Purchase of tangible fixed assets	(5,327)	(7,657)
Cash provided by (used in) investing activities	(5,217)	(7,656)
Cash flows from financing activities		
Introduction/(Repayment) of long term borrowing	-	-
Cash used in financing activities	-	-
Increase/(decrease) in cash and cash equivalents in the year	58,664	63,527
Cash and cash equivalents at the start of the year	174,325	110,798
TOTAL cash and cash equivalents at the end of the year (b)	232,989	174,325

(a) Reconciliation of net movement in funds to net cash flow from operating activities

	2022 £	2021 £
Net movement in funds	(8,040)	51,735
Add back depreciation charge	75,557	73,848
Deduct interest income shown in investing activities	(110)	(1)
Decrease/(increase) in debtors	(3,376)	(3,945)
Increase/(decrease) in creditors	(150)	(50,454)
Net cash used in operating activities	63,881	71,183

(b) Analysis of cash and cash equivalents

	2022 £	2021 £
Cash at bank and in hand	232,989	174,325
Fixed Term Bond	-	-
Total cash and cash equivalents	232,989	174,325

INDEPENDENT EXAMINER'S REPORT ON THE ACCOUNTS

I report to the Trustees on my examination of the accounts of the above charity for the year ended 31 December 2022.

As the charity's Trustees (who are also the directors of the company for the purposes of company law), you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

Responsibilities and basis of report

As the charity's trustees (who are also the directors of the company for the purposes of company law), 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 charity are not required to be audited for this year under Part 16 of the 2006 Act and are eligible for 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

Since the Company's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Association of Charity Independent Examiners, which is one of the listed bodies.

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

- accounting records were not kept in accordance with section 386 of the Companies Act 2006; or
- the accounts do not accord with such records; or
- the accounts do not comply with relevant accounting requirements under 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; or
- 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.



Signed: J Irvin Smith FCIE

Date: 4th September 2023

Independent Examiners Ltd
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Bosham
West Sussex
PO18 8NF