

Charity registration number 1149176

Company registration number 8215625 (England and Wales)

THE LIGHTHOUSE CHURCH NEW MALDEN
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2021



Caladine
Chartered Certified Accountants

THE LIGHTHOUSE CHURCH NEW MALDEN

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees	Mr R Mullins Mr P Prothero Mr C Huckle
Secretary	Mrs R Huckle
Charity number	1149176
Company number	8215625
Registered office	27 Seaforth Avenue New Malden Surrey KT3 6JR
Independent examiner	John Caladine FCCA CTA FCIE Caladine Limited Chantry House 22 Upperton Road Eastbourne East Sussex BN21 1BF

THE LIGHTHOUSE CHURCH NEW MALDEN

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THE LIGHTHOUSE CHURCH NEW MALDEN

TRUSTEES REPORT (INCLUDING DIRECTOR'S REPORT) FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the Charity's Memorandum and Articles of Association, the Companies Act 2006 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 (FRS 102) (effective 1 January 2019)".

Objectives and activities

The purpose of this charitable company is to advance the Christian faith for the public benefit in accordance with the Statement of Beliefs outlined in our Articles of Association in such parts of the UK or the world as the Trustees deem fit. The Trustees have regard to the Charity Commission's guidance on public benefit when exercising any powers or duties to which the guidance is relevant. The church is part of the Acts Churches UK movement. Below is a list of our principal activities:

Principal Activities

- I. The provision of Christian events and education
- II. Community Impact
- III. Financial Support

Public benefit

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the Charity should undertake.

Achievements and performance

The vision of the charity is to "Equip people for life through faith in Jesus Christ". This is done primarily through Christian events and education. Teaching on the Christian faith is done both through regular Sunday meetings and Connect Groups. These activities are open to all.

Sunday Services

This year started in lockdown with 'Watch Parties' each Sunday but we relaunched with an in-person service on Easter Sunday. It was a celebration for the church!

During the year we received a large number of asylum seekers, mostly from Iran, who began attending our Sunday services and have greatly increased our average attendance as they became regular congregants. This involved topping up their Oyster cards the amount that it cost them to travel to church, since they receive little additional income to facilitate their transport. This meant that the financial barrier to attend a church service for many of the asylum seekers was overcome, allowing the church to reach even more people. Our highest attendance on a Sunday was 55 people. This was double the number of the Easter in-person Sunday attendance where it all started after the lockdown.

63 new visitors came to church this year. This shows that, despite the pandemic, we were able to reach and positively impact increasing amounts of people. A minority of our asylum seekers spent some months with us and then were moved onto another location at the Home Office's demand. We have loved maintaining contact and being able to connect them to churches in places like Essex and Leeds.

Through the growth in the church, we have seen new families being reached, along with an influx of people in their 20s and 30s joining us for our Sunday services.

THE LIGHTHOUSE CHURCH NEW MALDEN

TRUSTEES REPORT (INCLUDING DIRECTOR'S REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

Kids

Our kids program took off this year with our new leader who joined the church over the lockdown period. The kids team grew from two volunteers and less than five children to having a team of four people who could collaborate together to create a great kids programme that is well-received by an increasing number of families and their children.

Volunteer Day

For the summer months we launched a weekly volunteer day at our building at 27 Seaforth Avenue. To our surprise we not only had a number of people from our church attend but we even had some from our local community come and volunteer who had never attended a Sunday service. The day gave those who were either retired, asylum seekers, or working other shifts a time in the week to volunteer, be encouraged, and have lunch together. Our building was transformed through the summer with the back hall being completely repainted, a lot of gardening completed that had been built up throughout the pandemic, and we ended up being able to reach volunteers through times of encouragement.

Asylum Seekers

Even though at the end of the year we couldn't have the large Christmas Celebration we were planning due to increased COVID restrictions, on 11th December we had a Christmas meal for all of the asylum seekers and other Iranian congregants. This was also facilitated and attended by a number of our regular church members who cooked different dishes from different cultures. Many of the asylum seekers were able to feel a sense of belonging in church and they were each given a card with a unique message of encouragement and Bible verse.

Community Impact and Financial Support

£964 was spent on food parcels to vulnerable families throughout the community. The majority went to creating food baskets for Easter 2021 at Sacred Heart School. These were delivered to the most vulnerable families with children at the school.

Financial review

There was a surplus on the unrestricted funds of £8,965 (2020: £10,458). Total unrestricted funds at the year end were £723,041 (2020:£714,076). Net current assets at the year end were £71,471 (2020: £60,485).

It is the policy of the Charity that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The Trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the Charity's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year and is calculated to be a minimum of £16,000.

The Trustees have assessed the major risks to which the Charity is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Structure, governance and management

The Charity is a company limited by guarantee (8215625) and is a Charity registered with the Charity Commission (1149176) and does not have a Share capital and has no income subject to Corporation Tax.

The Trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr S Jayakrishna

(Resigned 29 June 2021)

Mr R Mullins

Mr P Prothero

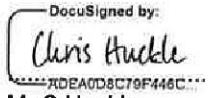
Mr C Huckle

None of the Trustees has any beneficial interest in the company. All of the Trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

THE LIGHTHOUSE CHURCH NEW MALDEN

TRUSTEES REPORT (INCLUDING DIRECTOR'S REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

The Trustees report was approved by the Board of Trustees.

DocuSigned by:

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Mr C Huckle

Trustee

8/17/2022

Date:

THE LIGHTHOUSE CHURCH NEW MALDEN

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF THE LIGHTHOUSE CHURCH NEW MALDEN

I report to the Trustees on my examination of the financial statements of The Lighthouse Church New Malden (the Charity) for the year ended 31 December 2021.

Responsibilities and basis of report

As the Trustees of the Charity (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 financial statements of the Charity 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 financial statements carried out under section 145 of the Charities Act 2011 (the 2011 Act). In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 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 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 financial statements to be reached.



John Caladine FCCA CTA FCIE

Caladine Limited
Chantry House
22 Upperton Road
Eastbourne
East Sussex
BN21 1BF

Dated:20 August 2022

THE LIGHTHOUSE CHURCH NEW MALDEN

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

		Unrestricted funds 2021 £	Unrestricted funds 2020 £
	Notes		
<u>Income from:</u>			
Donations and legacies	3	36,211	36,549
Investments	4	25,934	26,533
Other income	5	-	5
Total income		62,145	63,087
<u>Expenditure on:</u>			
Charitable activities	6	53,180	52,629
Net income for the year/ Net movement in funds		8,965	10,458
Fund balances at 1 January 2021		714,076	703,618
Fund balances at 31 December 2021		723,041	714,076

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

THE LIGHTHOUSE CHURCH NEW MALDEN**STATEMENT OF FINANCIAL POSITION****AS AT 31 DECEMBER 2021**

	Notes	2021 £	£	2020 £	£
Fixed assets					
Property, plant and equipment	11		1,570		3,591
Investment properties	10		650,000		650,000
			<u>651,570</u>		<u>653,591</u>
Current assets					
Trade and other receivables	12	2,884		5,896	
Cash at bank and in hand		<u>77,642</u>		<u>59,387</u>	
		80,526		65,283	
Current liabilities	13	<u>(9,055)</u>		<u>(4,798)</u>	
Net current assets			<u>71,471</u>		<u>60,485</u>
Total assets less current liabilities			<u><u>723,041</u></u>		<u><u>714,076</u></u>
Income funds					
Unrestricted funds			<u>723,041</u>		<u>714,076</u>
			<u><u>723,041</u></u>		<u><u>714,076</u></u>

The company is entitled to the exemption from the audit requirement contained in section 477 of the Companies Act 2006, for the year ended 31 December 2021.

The director acknowledges his responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

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.

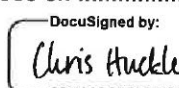
These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Trustees on 8/17/2022

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Mr R Mullins
Trustee

DocuSigned by:

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Mr C Huckle
Trustee

Company registration number 8215625

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies

Charity information

The Lighthouse Church New Malden is a private company limited by guarantee incorporated in England and Wales. The registered office is 27 Seaforth Avenue, New Malden, Surrey, KT3 6JR.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's Memorandum and Articles of Association, the Companies Act 2006 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 (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, [modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value]. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

1.5 Expenditure

Liabilities are recognised when a constructive obligation exists, the payment is probable and the obligation can be measured or estimated reliably.

Resources expended are allocated to the particular cost centre to which they relate and include irrecoverable VAT.

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

1.6 Property, plant and equipment

Tangible fixed assets for use by the Charity, these are capitalised if they can be used for more than one year, and cost at least £1,000. They are valued at cost or, if gifted, at the value to the charity on receipt.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following basis:

Back Hall	Fully depreciated
Fixtures and equipment	25% Straight Line
Motor Vehicles	33.33% Straight Line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Impairment of non-current assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.10 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

1 Accounting policies (Continued)

Basic financial liabilities

Basic financial liabilities, including trade and other payables and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Donations and legacies

	Unrestricted funds	Unrestricted funds
	2021 £	2020 £
Donations and gifts	36,211	36,549
Donations and gifts		
Gifts, Tithes and Donations	30,936	31,449
Gift Aid Tax Recoverable	5,275	5,100
	36,211	36,549

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

4 Investments

	Unrestricted funds	Unrestricted funds
	2021	2020
	£	£
Rental income	25,930	26,490
Interest receivable	4	43
	<u>25,934</u>	<u>26,533</u>

5 Other income

	Total	Unrestricted funds
	2021	2020
	£	£
Sundry Income	-	5
	<u>-</u>	<u>5</u>

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

6 Charitable activities

	2021 £	2020 £
Depreciation and impairment	2,961	3,807
Conference and Training Courses	2,383	989
Equipment	1,929	771
Honorarium	423	1,209
Mission Support Costs	3,024	3,419
Motor Expenses	1,850	2,252
Repairs and Maintenance	4,490	12,730
Teaching Materials and Translation	-	540
Travel and Hospitality	5,738	3,804
Youth and Children's Church	535	195
Venue Hire	6,890	4,640
Coronavirus Support (food and supplies)	964	2,922
Asylum seekers support	4,732	-
	<u>35,919</u>	<u>37,278</u>
Share of support costs (see note 7)	12,392	10,268
Share of governance costs (see note 7)	4,869	5,083
	<u>53,180</u>	<u>52,629</u>

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

7 Support costs

	Support costs	Governance costs	Total Support costs 2021	Governance costs	Total 2020
	£	£	£	£	£
Insurance	1,118	-	1,118	982	982
Office Expenses	1,439	-	1,439	1,603	1,603
Rates	1,511	-	1,511	1,425	1,425
Telephone	1,536	-	1,536	644	644
Utilities	3,729	-	3,729	3,204	3,204
Bank charges	106	-	106	116	116
Subscriptions	2,260	-	2,260	1,159	1,159
Advertising	693	-	693	1,035	1,035
Sundry	-	-	-	100	100
Accountancy	-	1,000	1,000	-	960
Independent Examination	-	440	440	-	480
Legal and Professional	-	3,429	3,429	-	3,643
	<u>12,392</u>	<u>4,869</u>	<u>17,261</u>	<u>10,268</u>	<u>15,351</u>
<u>Analysed between</u>					
Charitable activities	<u>12,392</u>	<u>4,869</u>	<u>17,261</u>	<u>10,268</u>	<u>15,351</u>

8 Trustees

The Church Pastors, Christopher and Rachel Huckle have the use of the Church flat as living accommodation to enable them to carry out their duties effectively.

Peter Prothero received a honorarium of £200 as a guest speaker.

Trustees (and persons connected to them) were reimbursed the cost of some activities undertaken during the year. Three trustees were reimbursed £1,360 (2020: £887) for travel and various other expenses paid on behalf of the charity.

Donations received from the Trustees and their related parties during the year amounted to £5,602 (2020: £5,655).

9 Employees

There were no employees during the year.

	2021 Number	2020 Number
Total	<u>-</u>	<u>-</u>

Trustee Chris Huckle had his phone contract reimbursed by the church. The church are therefore paying class 1A National Insurance Contributions on the payments.

There were no employees whose annual remuneration was more than £60,000.

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

10 Investment property

	2021 £
Fair value	
At 1 January 2021 and 31 December 2021	650,000

Investment property comprises 78 Claremont Avenue, New Malden, KT3 6QN. The fair value of the investment property has been arrived at on the basis of a valuation carried out by People in Property, who are not connected with the Charity. The valuation, dated 8 September 2020, was made on an open market value basis by reference to market evidence of transaction prices for similar properties.

The trustees consider that this valuation had not materially changed at 31 December 2021.

11 Property, plant and equipment

	Back Hall Fixtures and equipment		Motor Vehicles	Total
	£	£	£	£
Cost				
At 1 January 2021	58,916	10,560	3,500	72,976
Additions	-	939	-	939
At 31 December 2021	58,916	11,499	3,500	73,915
Depreciation and impairment				
At 1 January 2021	58,916	7,260	3,208	69,384
Depreciation charged in the year	-	2,669	292	2,961
At 31 December 2021	58,916	9,929	3,500	72,345
Carrying amount				
At 31 December 2021	-	1,570	-	1,570
At 31 December 2020	-	3,300	291	3,591

Church Site

The Church site has not been included as it is impractical to ascertain its cost or to include a calculation at fair market value. The title to the Church site including the back hall and the church flat, are registered in the name of the Church.

Back Hall

The back hall is a mobile building with an expected life of 25 years. Completion took place in November 1994 at a total cost of £58,916. This is being written off on a straight line basis over 25 years at a rate of £2,356 per year, commencing with the year end 31st March 1995. This is now fully depreciated.

THE LIGHTHOUSE CHURCH NEW MALDEN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

12 Trade and other receivables

	2021 £	2020 £
Amounts falling due within one year:		
Trade receivables	2,564	5,100
Other receivables	4	71
Prepayments and accrued income	316	725
	<u>2,884</u>	<u>5,896</u>

13 Current liabilities

	Notes	2021 £	2020 £
Other taxation and social security		(5)	-
Deferred income	14	3,421	-
Trade payables		826	1,526
Other payables		3,143	1,952
Accruals and deferred income		1,670	1,320
		<u>9,055</u>	<u>4,798</u>

14 Deferred income

	2021 £	2020 £
Other deferred income	<u>3,421</u>	<u>-</u>

Deferred income is included in the financial statements as follows:

	2021 £	2020 £
Deferred income is included within:		
Current liabilities	<u>3,421</u>	<u>-</u>
Movements in the year:		
Deferred income at 1 January 2021	-	-
Resources deferred in the year	<u>3,421</u>	<u>-</u>
Deferred income at 31 December 2021	<u>3,421</u>	<u>-</u>

15 Related party transactions

There were no disclosable related party transactions during the period except those mentioned in the Trustees note (2020: Nil).