

REGISTERED COMPANY NUMBER: 08370243 (England and Wales)

REGISTERED CHARITY NUMBER: 1150634

New Life Lancaster

**ANNUAL REPORT AND ACCOUNTS FOR THE
FOR THE PERIOD ENDED 31 DECEMBER 2020**

Optimum
Accountancy and Taxation Services
149 Victoria Road West
Thornton Cleveleys
Lancashire
FY5 3LB

Company No. 08370243

New Life Lancaster

Charity No. 1150634

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2020

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Company No. 08370243

Charity No. 1150634

New Life Lancaster

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2020

LEGAL AND ADMINISTRATIVE INFORMATION

Company Number	8370243
Charity Number	1150634
Trustees/Directors	Ola Mustapha Lou Mosey Helen Vernon Samson Gumbo Raphael Walmsley
Principal address	New Life Lancaster The Chapel White Cross South Road Lancaster LA1 4XQ
Independent Examiner	Optimum Accountancy 149 Victoria Road West Thornton Cleveleys Lancashire FY5 3LB
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill West Malling Kent ME19 4JQ
Solicitors	Hempsons The Exchange Station Parade Harrogate HG1 1DY

NEW LIFE LANCASTER

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2020

New Life Lancaster is a charitable company limited by guarantee. It was incorporated on 22 January 2013 with the aim of advancing the Christian faith in Lancaster, the United Kingdom and beyond.

The trustees who are also directors of the charity for the purpose of the Companies Act are pleased to present their annual directors' report together with the consolidated financial statements of the charity for the year ending 31 December 2020 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 for Smaller Entities.

Objects of the charity

The objects of the Charity, as stated in its Articles of Association are:

- * The advancement of the Christian faith and the worship of God;
- * The relief of persons who are in conditions of need, hardship or distress, or who are aged or sick;
- * The advancement of education on the basis of Christians principles.

The policies adopted to further the objects of the Charity are:

- * Conducting meetings;
- * Running community projects;
- * Organising activities and groups;
- * Working closely with other Christian organisations to provide outreach services.

This company and charity has been established in order to incorporate Charity number 1150634 'New Life Lancaster' and the prior period, all of the assets of that Charity were transferred to this one. Where funds had been designated as gifts to Christians Alive-Lancaster, designations were maintained in the transfer to this Charity.

Governance

The incorporated charity New Life Lancaster was established under a Memorandum & Articles of Association dated 22 January 2013. It is a Charity registered in England & Wales (No 1150634) and also a Company registered at Companies House as number 08370243. The Charity will become the legal entity through which Christians Alive Church in Lancaster is operated. Trustees are drawn from the Elders and members of the Church and are therefore familiar with its operations. The trustees meet at least quarterly during the year to review strategy, performance, operating plans, budgets, employment and building matters.

NEW LIFE LANCASTER

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2020

The trustees have considered the key operational, financial, and strategic risks that have a bearing on the Charity. Suitable management information is available to the trustees on a monthly basis to monitor these risks, and allow any mitigating action to be taken to address them.

The Charity is immensely grateful for the commitment of the members of the church who are involved in all aspects of the Charity's operations. Without the many hours of faithful service, provided by so many, it would not be possible to run so many of the Church's activities.

Review of Activities for 2020

2020 has been a difficult year for many! The biggest change for the church has been to cease the lease of the chapel.

The church lost income from hall hire and continued rental for The Chapel, whilst not being able to use the building for most of the financial year. Other income stayed relatively steady and with small outlays for daily rent, the church is financially in a healthy position.

We have now no external offices and we have ceased financial support to Barachel (India) and the Philippines as we are unable to physically oversee this work locally. We continue to support C.A.P and are continuing to invest in our children and young people.

Future plans and aims for 2021

in 2021, the Trustees and elders will work together to ensure that:

- We continue to seek a suitable premises to further the work of the charity; and
- The charity achieves a financially sustainable position and uses its resources wisely;

NEW LIFE LANCASTER

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2020

Risk statement

The Trustees have reviewed the risks to which a charity such as this is exposed. The Trustees regularly monitor the policies and procedures in place to manage these and ensure compliance with them. Insurance is in place to cover many risks, although this does not mean that the organisation can be complacent around risks. The Charity has strong child protection policies in place. All those who work with children are CRB/DBS checked and regular briefing and training sessions are held to ensure that there is a strong awareness of child protection issues.

In the current financial situation the Trustees are acutely aware of the need to carefully manage income and financial resources, ensuring that any reserves are not depleted and that the Company works within the resources it has available.

Public benefit

The trustees have complied with the duty in section 4 of the Charities Act 2006 to have due regard to the public benefit guidance published by the Charity Commission in December 2006. The charity provides its services to the general public and the majority of its activities are provided free of charge to ensure that they are available to many. Where activities are subject to a charge subsidies are made available to those who are in need.

Reserves

At the present time the Charity has free reserves of £40,372. This is equivalent to approximately five months of operating expenditure.

The Trustees are content that this is appropriate to the size and risk profile of the charity.

Directors' Responsibilities

The Charities Act 2011 and Companies Act 2006 require the Directors to prepare financial statements for each accounting year which give a true and fair view of the state of the company and of its income and expenditure for the year.

The Directors are required to:

1. Select suitable accounting policies and apply them consistently;
2. Make judgements and estimates that are reasonable and prudent;
3. State whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts; and
4. Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy, at any time, the financial position of the company and enable us to ensure that the financial statements comply with the Companies Act 2006. We also have a

NEW LIFE LANCASTER

REPORT OF THE DIRECTORS FOR THE PERIOD ENDED 31 DECEMBER 2020

responsibility to safeguard the assets of the charity and to take reasonable steps to prevent fraud or any other irregularities.

It is our belief that we have successfully and faithfully discharged these duties during 2020.

Approval

The Annual Report and Accounts were approved by the Directors on.....6/06/21..... and signed on their behalf by:

A handwritten signature in black ink, appearing to be 'Helen Vernon', followed by a long horizontal line.

Helen Vernon
Chairman

New Life Lancaster

INDEPENDENT EXAMINERS REPORT TO THE TRUSTEES

I have examined the accounts for the year ended 31 December 2020 on pages 8 to 16 which have been prepared on the basis of the accounting policies set out on page 11-12.

Respective Responsibilities of Trustees and the Examiner

The Trustees (who are also the directors of the Company for the purpose of company law) are responsible for the preparation of the accounts. The Trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- Examine the accounts under section 145 of the 2011 Act;
- Follow the procedures laid down in the General Direction given by the Charity Commission under section 145 (5) (b) of the 2011 Act; and
- State whether particular matters have come to my attention.

Basis of Independent Examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statement below.

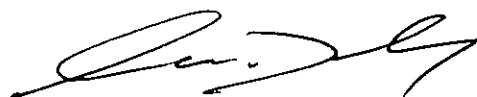
Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- 1) which gives me reasonable cause to believe that in any material respect the requirements:
 - a. to keep accounting records in accordance with section 386 of the Companies Act 2006; and
 - b. to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities 2005.

have not been met: or

- 2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Optimum Accountancy
149 Victoria Road West
Thornton Cleveleys
Lancashire
FY5 3LB

Date

26/5/21

New Life Lancaster

STATEMENT OF FINANCIAL ACTIVITIES FOR THE PERIOD ENDED 31 DECEMBER 2020
(Including income and expenditure account)

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
Income:					
Donations and gifts	2	91,801	4,639	96,440	99,544
Income from other trading activities					
Hall hire and other sundry income	3	19,657	-	19,657	8,910
Investment income		18	17	35	87
Total income		111,476	4,656	116,131	108,541
Expenditure:					
Charitable activities	4	94,785	4,703	99,488	120,086
Total expenditure		94,785	4,703	99,488	120,086
Net income and net movement in funds		16,690	(48)	16,643	(11,545)
Transfer between funds		(14,434)	14,434	-	-
Reconciliation of funds					
Fund balances as at 1 January 2020		38,115	21,447	59,562	71,107
Fund balances as at 31 December 2020		40,372	35,833	76,204	59,562

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 11-16 form part of these accounts.

New Life Lancaster

BALANCE SHEET
AS AT 31 DECEMBER 2020

	NOTE	2020 £	2019 £
CURRENT ASSETS			
Debtors	7	2,360	3,561
Cash at bank and in hand		74,744	56,900
		<u>77,104</u>	<u>60,462</u>
CREDITORS			
Amounts falling due within one year	8	(900)	(900)
		<u>(900)</u>	<u>(900)</u>
Net current Assets		76,204	59,562
NET ASSETS			
		<u>76,204</u>	<u>59,562</u>
FUND BALANCES			
Unrestricted funds		40,372	38,115
Restricted funds		35,833	21,447
TOTAL FUNDS	15	<u>76,204</u>	<u>59,562</u>

For the financial period ended 31 December 2020, the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The directors have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476.

These accounts have been prepared in accordance with the special provisions of Part 15 of the Companies Act relating to small companies and constitute the annual accounts required by the Companies Act 2006 and are for circulation to the members of the Company.

Approved by the Trustees on 6106/21 and signed on their behalf by:



Helen Vernon
Chairman

New Life Lancaster

Statement of Cash Flows for the year ending 31 December 2020

	Note	2020 £	2019 £
Cash flows from operating activities			
Net cash (outflow)/income		16,643	(11,545)
Working capital adjustments			
(Increase)/decrease in debtors	7	1,201	323
Increase/(decrease) in creditors	8	<u>~</u>	<u>(66)</u>
Net cash flows from operating activities		<u>17,844</u>	<u>(11,288)</u>
Cash and cash equivalents at 1 January 2020		56,900	68,188
Cash and cash equivalents at 31 December 2020		<u>74,744</u>	<u>56,900</u>

All of the cash flows are derived from continuing operations during the above two periods.

New Life Lancaster
NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

1) Accounting Policies

Summary of significant accounting policies and key accounting estimates

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

Basis of preparation

The financial statements have been prepared in accordance with 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 2015)- (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

Christians Alive- Lancaster meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

a. Income and endowments

Donated income and grants receivable are taken into account when received by the charity. Income received in circumstances where a claim for repayment of tax has been or will be made to HM Revenue and Customs but not yet received within the charity's debtors.

b. Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregates similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources.

c. Taxation

The Charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK Corporation Tax purposes. Accordingly, the Charity is potentially exempt from the taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

d. Tangible fixed assets

Individual fixed assets costing £500 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

e. Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any residual value, over their expected useful economic life as follows:

New Life Lancaster
NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

f. Trade debtors

Trade debtors are amount due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established where there is objective evidence that the Charity will not be able to collect all amounts due according to the original terms of the receivables.

g. Cash and cash equivalents

Cash and cash equivalents comprises cash on hand and call deposits, and other highly liquid investments

that are readily convertible to a known amount of cash and are subject to an insignificant risk in change in value.

h. Fund accounting

Unrestricted Income funds are general funds which are available for use at the Trustees' discretion in furtherance of the objectives of the Charity.

Restricted income funds are those donated for use in particular area or for specific purposes, the use of which is restricted to that area or purpose.

2) Voluntary income

	Total 2020 £	Total 2019 £
General donations	84,364	84,891
Tax recoverable	12,075	14,653
	96,440	99,544

3) Hall hire and other sundry income

	Total 2020 £	Total 2019 £
Hall hire	4,430	8,910
Other Income	15,226	-
	19,657	8,910

New Life Lancaster
NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

4) Expenditure on charitable activities

	Total 2020 £	Total 2019 £
Ministry gifts to individuals	605	1,208
Global Horizons	6,100	8,930
Grants to the Philippines	4,570	3,415
Barachel Fund grants	133	2,444
Ministry services & expenses	31,688	37,022
CAP centre operating costs	840	780
Children and youth work	2,301	3,261
Administration salaries & wages	17,975	18,258
Insurance	648	693
Rent & rates	33,435	40,984
Repairs and maintenance	293	2,192
Independent examination & Accountancy	900	900
Total charitable expenditure	99,488	120,086

5) Trustees' declaration

During 2020 the following amounts were paid to trustees in respect of ministry fees and expenses in accordance with the Trust deed.

	Total 2020 £	Total 2019 £
Fees for work undertaken		
Marcus Mosey	22,021	29,424
	22,021	29,424
Reimbursement of expenses		
Helen Vernon	105	400
Samson Gumbo	-	-
Ola Mustapha	-	261
Marcus Mosey	482	198
David Jones	-	214
	587	1,073

In addition to the amounts above, payments were made to former trustee of the charity in the form of a pension which was £5,600 (2019: £6,300).

New Life Lancaster
NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

6) Staff costs

	Total 2020 £	Total 2019 £
Wages and salaries	<u>17,975</u>	<u>18,258</u>

No employee received amounts, as defined for taxation purposes, amounting to over £50,000 in the financial year. The average number of employees (headcount) analysed by function was:

	2020	2019
Cleaning	1	1
Children and youth outreach work	-	-
CAP Debt counselling service	1	1
Administration	1	1
	<u>3</u>	<u>3</u>

7) Debtors and Prepayments

	2020 £	2019 £
	<u>2,360</u>	<u>3,561</u>
Gift aid recoverable	<u>2,360</u>	<u>3,561</u>

New Life Lancaster
NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

8) Creditors: liabilities falling due within one year

	Total 2020 £	Total 2019 £
Accruals	900	900
	<u>900</u>	<u>900</u>

9) Contingent liabilities

There were no known contingent liabilities as at 31 December 2020

10) Commitments for capital expenditure

There were no contracts for capital expenditure as at 31 December 2020 and no contracts authorised by the Trustees for which contracts had not been placed.

11) Taxation

No tax was charged for the year (2019-£nil).

12) Charity status

The Charity is a Charity limited by guarantee and consequently does not have share capital. Each of the trustees is liable to contribute an amount not exceeding £10 towards the assets of the Charity in the even of liquidation.

13) Ultimate controlling party

The Charity's ultimate controlling party is the Board of Trustees.

14) Analysis of net assets by fund

	Unrestricted Funds £	Restricted Funds £	Total £
Fund balances at 31 December 2020 represented by:			
Current assets	41,272	35,833	77,104
Current liabilities	(900)	-	(900)
	<u>40,372</u>	<u>35,833</u>	<u>76,204</u>

New Life Lancaster
NOTES TO ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2020

15) Statement of funds

	As at 1 Jan 2020 £	Income £	Expenditure £	Transfers £	As at 31 Dec 2020 £
Unrestricted funds					
General fund	38,115	111,476	94,785	(14,434)	40,372
Total unrestricted	38,115	111,476	94,785	(14,434)	40,372
Restricted funds					
Building	20,490	137	-	14,374	35,000
Barachel	16	64	133	60	7
Philippines	941	4,455	4,570	-	826
Total restricted	21,447	4,656	4,703	14,434	35,833
Total funds	59,562	116,131	99,488	-	76,204

The general fund represents the free funds of the Charity which are not designate for a particular purpose.

The restricted funds are held for specific purposes, mainly in connection with local and overseas mission, The main funds are as follows:

- **Mission** - This is a grouping of a number of funds used to support overseas mission. Donations given are for specific purposes, and during the year has included gifts for India, The Philippines and to support a children's' orphanage in The Philippines.
- **CAP** - The CAP fund supports the work of the Church's Christians Against Poverty branch. The donations received for the fund are supplemented by a contribution from general funds to offset.
- **Building** - The Church currently leases its property but is keen to purchase property in the future when the right building is identified. For this reason a building fund has been started during the year;
- **Barachel** - The Barachel fund represents monies received for the sponsorship of children in India and yet to be paid to those who carry out the work in that country.
- **Other** - These are funds given for specific mission works or for general overseas mission purposes.