

**NEW LIFE LANCASTER
ANNUAL REPORT AND ACCOUNTS
FOR THE YEAR ENDED 31 DECEMBER 2021**

Accounts Matters Limited

7-1-10 Cameron House
White Cross
Lancaster
Lancashire
LA1 4XF

**New Life Lancaster
Reference and Administrative Details
For The Year Ended 31 December 2021**

Company Number	8370243
Charity Number	1150634
Trustees/Directors	Samson Gumbo Rephael Walmsley Helen Vernon Ola Mustapha Lou Mosey
Registered Address	Hope Church Queen St Lancaster LA1 1RX
Independent Examiner	Accounts Matters Limited 7-1-10 Cameron House White Cross Lancaster Lancashire LA1 4XF
Bankers	CAF Bank Ltd 25 Kings Hill Avenue Kings Hill Kent ME1 4JQ
Solicitors	Edward Connor Solicitors 41 The Point Market Harborough Leicestershire LE16 7QU

**New Life Lancaster
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For The Year Ended 31 December 2021**

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**New Life Lancaster
Trustees' Report
For The Year Ended 31 December 2021**

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 purposes of the Companies Act are pleased to present their annual trustees' report together with the financial statements of the charity for the year ending 31 December 2021 which are also prepared to meet the requirements for a director's report and accounts for Companies Act purposes. This report also comprises the director's report, as required by company law.

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 Christian principles;
- To promote such other charitable objects as the Trustees shall from time to time consider appropriate.

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 Charity number 1077452 "Christians Alive - Lancaster". All assets of "Christians Alive - Lancaster" 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 is the legal entity through which New Life Church in Lancaster is operated. Trustees are drawn from established members of the Church and provided with training on matters of Governance and are therefore familiar with its operations. The trustees meet at least quarterly during the year to review strategy, performance, operating plans, budgets, employments and building matters.

Risk Management

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 address 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 2021

The year 2021 has been eventful. The Charity formally terminated its lease for the Chapel at Whitecross in August 2020 due to the high cost of the building rent/service costs and continued renting on a weekly basis until the end of August 2021. This was at a time when the Covid Pandemic and national restrictions in relation to the same formed a prominent place in our daily lives.

As national restrictions began to lift, the Charity sought alternative buildings to utilise for regular worship and meetings. In September 2021 the Charity found a new temporary home for its Sunday meetings at Hope Church, Queen Street, Lancaster. The building was ideal for the Charity's purposes – having a main hall for corporate worship/meeting, a kitchen and rooms for children and young people work. As the building was in use in the morning, the Church's meetings were held in the afternoon.

The move to afternoon meetings has taken some getting used to, but all in all the transition has been a smooth one.

Worshipping at Hope Church has also brought the Charity closer to the congregation and staff at Hope Church and provided further opportunity for the advancement of the Christian faith, times of joint worship and joint missional outreach.

In April 2021, the Charity's minister, who had previously been self-employed, was appointed as a pastor on an employed basis. To assist the pastor and other staff with their ministry and work, the Charity has secured the use of offices at Father's House Church, in Lancaster.

**New Life Lancaster
Trustees' Report cont.
For The Year Ended 31 December 2021**

We continue to support UK Charities: Christians Against Poverty, Olive Branch, NISCU and Lifelink and are continuing to invest in our children and young people.

Future plans and aims for 2022

In 2022, the Trustees and Elders will continue to work together to ensure that:

- a. We continue to seek alternative suitable premises to further the work of the Charity and for Sunday meetings to be held in the morning; and
- b. The Charity maintains a financially sustainable position and uses its resources wisely

Risk statements

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 this. 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 Charity works within the resources it has available.

Public benefit

The trustees have complied with the duty in the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission. 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 £33,787 (2020: £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.

Trustees' responsibilities

The trustees (who are also directors of New Life Lancaster for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

The trustees are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

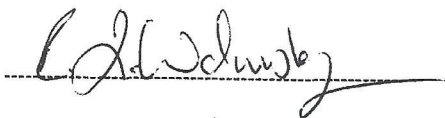
In so far as the trustees are aware:

- there is no relevant accounting information of which the charitable company's examiner is unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant accounting information and to establish that the examiner is aware of that information.

It is our belief that we have successfully and faithfully discharged these duties during 2021.

Approval

The Annual Report and Accounts were approved by the Trustees on 8/8/22 and signed on their behalf by:



Date 9/8/2022

**New Life Lancaster
Independent Examiner's Report
For The Year Ended 31 December 2021**

Independent Examiner's Report to the Trustees of New Life Lancaster

I report to the charity trustees on my examination of the accounts of the company for the year ended 31 December 2021 which are set out on pages 6 to 12

Responsibilities and basis of report

As the charity trustees of the company (and also its directors 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 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 your company'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 that in any material respect:

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


.....

Name: Christine Harwood ACMA
Chartered Institute of Management Accountants

Dated: 30/8/22
.....

Accounts Matters Limited
7-1-10 Cameron House
White Cross
Lancaster
Lancashire
LA1 4XF

New Life Lancaster
Statement of Financial Activities
(Incorporating Income and Expenditure Account)
For The Year Ended 31 December 2021

	Note	Unrestricted Funds	Restricted Funds	Total Funds 2021	Total Funds 2020
Income					
Donations and gifts	2	90,457	16,917	107,374	96,440
Other income					
Hall hire and other sundry income	3	2,944		2,944	4,430
Coronavirus grants	4	5,535		5,535	15,227
Investment income		2	5	7	35
Total income		98,938	16,922	115,860	116,131
Expenditure:					
Charitable activities	5	82,274	997	83,271	99,488
Total expenditure		82,274	997	83,271	99,488
Net income and net movement in funds		16,664	15,925	32,589	16,643
Transfer between funds		(23,249)	23,249		
Reconciliation of funds					
Fund balances as at 1 January 2021		40,372	35,833	76,204	59,562
Fund balances as at 31 December 2021		33,787	75,007	108,794	76,204

**New Life Lancaster
Balance Sheet
As at 31 December 2021**

	Notes	2021 £	2020 £
CURRENT ASSETS			
Debtor	9		2,360
Cash at bank and in hand		109,694	74,744
		<u>109,694</u>	<u>77,104</u>
CURRENT LIABILITIES			
Accruals and deferred income	10	900	900
		<u>900</u>	<u>900</u>
NET CURRENT ASSETS		108,794	76,204
TOTAL ASSETS LESS CURRENT LIABILITIES		108,794	76,204
NET ASSETS		108,794	76,204
FUND BALANCES			
Unrestricted funds		57,036	40,372
Restricted funds		51,758	35,833
Balance Carried Forward	12	108,794	76,204

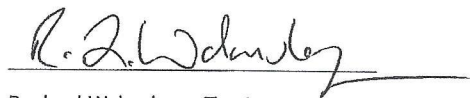
For the year ending 31 December 2021 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts 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 accounts.

The financial statements were approved and authorised for issue by the Board on 8/8/ 2022

Signed on behalf of the board of trustees



Rephael Walmsley - Trustee

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

Company registration number: 08370243

**New Life Lancaster
Notes to the Accounts
For The Year Ended 31 December 2021**

1. Accounting Policies

Summary of significant accounting policies and key accounting estimates

(a) General information and basis of preparation

New Life Lancaster is a charitable company registered in England. 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. The address of the registered office is given in the charity information on page 3 of these financial statements. The nature of the charity's operations and principal activities are the running of a church. The charity's address and other details are found on page

The charity constitutes a public benefit entity as defined by FRS 102. 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, the Companies Act 2006 and UK Generally Accepted Accounting Practice.

The financial statements are prepared on a going concern basis under the historical cost convention, modified to include certain items at fair value. The financial statements are presented in sterling which is the functional currency of the charity and rounded to the nearest £1.

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

The charity has taken the exemption to not prepare a cash flow statement.

(b) Funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

(c) Income recognition

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amounts and the settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Donated facilities and donated professional services are recognised in income at their fair value when their economic benefit is probable, it can be measured reliably and the charity has control over the item. Fair value is determined on the basis of the value of the gift to the charity. For example, the amount the charity would be willing to pay in the open market for such facilities and services. A corresponding amount is recognised in expenditure.

Where practicable, gifts in kind donated for distribution to the beneficiaries of the charity are included in stock and donations in the financial statements upon receipt. If it is impracticable to assess the fair value at receipt or if the costs to undertake such a valuation outweigh any benefits, then the fair value is recognised as a component of donations when it is distributed and an equivalent amount recognised as charitable expenditure.

For legacies, entitlement is the earlier of the charity being notified of an impending distribution or the legacy being received. At this point income is recognised. On occasion legacies will be notified to the charity however it is not possible to measure the amount expected to be distributed. On these occasions, the legacy is treated as a contingent asset and disclosed.

The charity received government grants in respect of the Coronavirus Job Retention Scheme. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

(d) Expenditure recognition

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised where there is a legal or constructive obligation to make payments to third parties, it is probable that the settlement will be required and the amount of the obligation can be measured reliably.

Grants payable to third parties are within the charitable objectives. Where unconditional grants are offered, this is accrued as soon as the recipient is notified of the grant, as this gives rise to a reasonable expectation that the recipient will receive the grants. Where grants are conditional relating to performance then the grant is only accrued when any unfulfilled conditions are outside of the control of the charity.

(e) Support costs allocation

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include office costs, governance costs, administrative payroll costs. They are incurred directly in support of expenditure on the objects of the charity and include project management carried out at the church. Where support costs cannot be directly attributed to particular headings they have been allocated to cost of raising funds and expenditure on charitable activities on a basis consistent with use of the resources.

(f) Tangible fixed assets

Tangible fixed assets costing £500 or more are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost, less estimated residual value, of each asset on a systematic basis over its expected useful life.

(g) Debtors and creditors receivable / payable within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in expenditure.

(h) Tax

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

(i) Going concern

The financial statements have been prepared on a going concern basis as the trustees believe that no material uncertainties exist. The trustees have considered the level of funds held and the expected level of income and expenditure for 12 months from authorising these financial statements. The budgeted income and expenditure is sufficient with the level of reserves for the charity to be able to continue as a going concern.

2. Voluntary income

	2021	2020
	£	£
General donations	102,721	84,364
Tax recoverable	4,653	12,075
	<u>107,374</u>	<u>96,440</u>

3. Hall hire and other sundry income

	2021	2020
	£	£
Hall hire	656	4,430
Other income	2,288	-
	<u>2,944</u>	<u>4,430</u>

4. Government grants

	2021	2020
	£	£
CJRS	5,535	15,227
	<u>5,535</u>	<u>15,227</u>

5. Expenditure on charitable activities

	2021	2020
	£	£
Ministry gifts to individuals	1,255	605
Global Horizons	9,890	6,100
Grants to the Philippines	900	4,470
Barachel Fund grants	-	133
Ministry services & expenses	30,631	31,688
CAP centre operating costs	1,528	840
Children and youth work	229	2,301
Administration salaries & wages	22,842	17,975
Pensions	2,304	-
Insurance	1,071	648
Bank charges	97	100
Rent, rates & electricity	6,197	33,435
Repairs and maintenance	914	293
Legal fees	4,513	-
Independent examination and accountancy (support costs)	900	900
	<u>83,271</u>	<u>99,488</u>

6. Trustees' declaration

During 2021 the following amounts were paid to trustees in respect of ministry fees and expenses in accordance with the Trust deed.

	2021	2020
	£	£
Fees for work undertaken		
Marcus Mosey	24,724	22,021
	<u>24,724</u>	<u>22,201</u>
Reimbursement of expenses		
Helen Vernon	-	105
Marcus Mosey	-	482
	<u>-</u>	<u>587</u>

In addition to the amounts above, payments were made to a former trustee of the charity in the form of a pension which was £5,460 (2020: £5,600).

7. Independent examiner's fees

	2021	2020
	£	£
Independent examination	900	900
	<u>900</u>	<u>900</u>

8. Staff costs

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

	2021	2020
	Number	Number
Charitable activities	1	1
Governance	2	2
	3	3

The total staff costs and employee benefits were as follows:

	2021	2020
	£	£
Wages and salaries	22,842	17,180
Employer pension contributions	2,304	795
	25,146	17,975

No employees received total employee benefits (excluding employer pension costs) of more than £60,000.

9. Debtors and prepayments

	2021	2020
	£	£
Gift aid recoverable	-	2,360
	-	2,360

10. Creditors: liabilities falling due within one year

	2021	2020
	£	£
Accruals	900	900
	900	900

11. Related party transactions

	2021	2020
	£	£
Donations received from trustees	9,639	10,453
	9,639	10,453

12. Analysis of net assets by fund

	Unrestricted funds	Restricted funds	Total
	£	£	£
Fund balances at 31 December 2021 represented by:			
Current assets	34,687	75,007	109,694
Current liabilities	(900)	-	(900)
	33,787	75,007	108,794

13. Movement in funds

	As at 1 Jan 2021	Income	Expenditure	Transfers	As at 31 December 2021
	£	£	£	£	£
Unrestricted funds					
General fund	40,372	98,938	82,274	(23,249)	33,787
Total unrestricted	40,372	98,938	82,274	(23,249)	33,787
Restricted funds					
Building	35,000	14,383		25,617	75,000
Barachel	7	-	-	-	7
Philippines	826	2,539	997	(2,368)	-
Total restricted	35,833	16,922	997	-	75,007
Total funds	76,204	115,860	83,271	-	108,794

Comparative movements in funds were as follows:

	As at 1 Jan 2020	Income	Expenditure	Transfers	As at 31 December 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:

- **Building** – the Church currently leases a 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 in 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 funds are given for specific mission works or for general overseas mission purposes.

Transfers were made from the surplus in the general fund to the building fund to advance the charity's aim of purchasing its own building.