

COMMUNITY CHURCH KILLINGWORTH CIO

REPORT AND FINANCIAL STATEMENTS
For the year ended 31 March 2023

Charity Number 1156220

COMMUNITY CHURCH KILLINGWORTH CIO
ANNUAL REPORT AND FINANCIAL STATEMENTS
For the year ended 31 March 2023

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The trustees are pleased to present their annual trustees' report together with the financial statements of the charity for the year ended 31 March 2023.

The financial statements comply with the Charities Act 2011, 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 (FRS 102) (effective October 2019)

1. Objectives and Activities

Aims of the Charity

- The advancement of the Christian faith.
- The relief of sickness, financial poverty and hardship.
- The promotion of good health through the provision of funds, goods and services, and counselling both in the UK and overseas.
- The furtherance of religious or secular public education through the provision of life skills both here and overseas.

Objectives, strategies and activities for the year

Following the earlier removal of lockdown restrictions and in line with current guidance, Community Church Killingworth was able to enjoy face to face meetings in its usual rented and domestic settings for the whole of the 2022/2023 year. Sunday morning meetings took place weekly in their usual rented venue and a range of midweek groups continued to meet in various members homes. The monthly church prayer meeting found a new home in a local community building following the sale of the previous venue.

At least one of the midweek groups still prefers to meet online using Zoom and they have continued to do this for the majority of their meetings although do also meet in person at least once a month.

Within the main Sunday meeting there continue to be age based streams focused on children and youth. All aspects of church Sunday meetings are open to all, members and visitors alike and all are made welcome.

The creative writing group achieved their objective from the previous year of self-publishing a book containing a selection of their works and over 100 copies of the book plus accompanying art and photographic works were sold at the book launch with all profits being donated to support one of the church youth who is attending a world mission event in Mexico during summer 2023.

Throughout the year the church has continued to provide poverty relief, meeting needs in the local community where members have become aware of them regardless of whether those who benefit are church members or not.

We have provided ongoing financial support to a family in Romania who are helping to meet the needs particularly of children and the elderly in the village of Poiana. Specific appeals continued to provide relief for those affected by the war in Ukraine, particularly via this family as they continue to be involved in meeting refugees at the border and providing support and essentials as needed.

Financial support has also continued to a family in Mexico whose ministry includes the building of homes for the poor and homeless.

The provision of food, clothing and toiletries to local charities working with the homeless and needy of our city has continued.

2. Public Benefit Statement

The Objects of the Church are for the public benefit:

- 1) to advance the Christian faith;
- 2) to relieve those in need by reason of youth, age, ill-health, disability, financial or other disadvantage in our community, nation and the world in such ways as the Trustees from time to time may think fit;
- 3) to advance education in our community, nation and the world in such ways as the Trustees from time to time may think fit.

3. Policy on Grant Making

No grants are made

4. Policy on Social Investment

No social investments are made

5. Contribution by Volunteers

As the church has no employees all activities and elements of church life, both internal and outreach focused, are carried out by volunteers.

6. Achievements and Performance

Covered under objectives and activities above

7. Fundraising

The church remains entirely funded by the generous regular giving of its members.

8. Investments

No investments made

9. Financial review

Review of the year

The results for the year and the charity's financial position at the end of the year are shown in the attached financial statements.

During the year the Charity had income of £51,718 (2022: £53,947) of which £nil was restricted (2022: £nil) and expenditure of £108,381 (2021: £157,373) of which £56,998 was restricted (2021: £120,920). There was an operating deficit of £56,663 (2022: deficit of £103,426) of which a deficit of £56,998 was restricted (2022: deficit of £123,175).

At 31 March 2023 the Charity had net assets of £136,380 (2022: £193,043) of which £nil was restricted (2022: £56,998).

Reserves policy/Going concern

The Trustees consider the level of reserves, £136,380 (2022: £136,045), prudent for the Charity at this time taking into account potential liabilities in the event that the charity ceased. Our Reserves Policy is reviewed annually.

10. Risk Management

The principal risk to the charity is that the church members giving would cease or decrease significantly. This is mitigated by the fact that a monthly internal finance report is circulated to the trustees – in the past 12 months this has shown a healthy month on month surplus so there is no concern in this respect at present.

11. Plans for future periods

The church is planning to continue the activities undertaken during 2022/23 in the coming year.

12. Reference and administrative details of the charity, its trustees and advisors

Registered charity name	Community Church Killingworth CIO
Charity number	1156220
Registered office	5 Orchard Close, Killingworth, Newcastle upon Tyne NE12 6YZ
Trustees and Members of the Board	David Forrest (chair) – appointed 03.02.2014 David Glover – appointed 03.02.2014 Peter Bentley – appointed 03.02.2014 Alastair Hetherington (treasurer / secretary) appointed 03.02.2014
Independent Examiner	Doug Maltman FMAAT Connected Voice Business Services Ltd One Strawberry Lane Newcastle upon Tyne. NE1 4BX.
Bankers	Barclays Bank
Solicitors	Mincoffs Solicitors LLP 5 Osborne Terrace Newcastle upon Tyne NE2 1SQ

13. Fund held as custodian trustees on behalf of others

No such funds are held

14. Exemptions from disclosures

There are no such exemptions

15. Structure, governance and management

Governing Document

The organisation is a Charitable Incorporated Organisation - Foundation registered on 14 March 2014 as a body corporate under part 11 of the Charities Act 2011.

Recruitment and Appointment of the Board

The trustees will continue to seek new members of the board at such times, as they are deemed necessary. Appointment is agreed by existing board members. Trustees are selected on the basis of specialist skills and commitment to the objectives and aims of the organisation.

Board Induction and Training

New Board Members are introduced to the work of the organisation and informed of their legal roles and responsibilities at an induction meeting. The induction and training programme for new Board Members includes:

- A briefing by the Chair or Chief Executive
- An explanation of roles and responsibilities as a Board Member
- Copies of the main charity documents including the Memorandum and Articles of Association and the Financial Statements
- Copy of the business plan and most recent evaluation report
- Copies of recent board papers including budgets and management accounts
- A copy of the Charity Commission publication "How to be an Effective Trustee"
- A copy of the governance structure.

The current insurance policy provides trustee indemnity cover.

16. Related parties

No related parties

17. Statement of Trustee Responsibilities

The trustees 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).

Charity SORP requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and of incoming resources and application of resources, including the receipts and payments of the charity for that year. In preparing those financial statements, the trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping accounting records that disclose with reasonable accuracy at any time the financial position of the charity. 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.

Approved by the Trustees on 15.01.2024 and signed on their behalf by:

David T Forrest
Chair

COMMUNITY CHURCH KILLINGWORTH CIO

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

For the year ended 31 March 2023

I report on the financial statements of Community Church Killingworth CIO for the year ended 31 March 2023, which are set out on pages 8 to 17.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2022 ("the Charities 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 Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the Charities Act), and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with 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 the 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 material matters have come to my attention which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

I 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.

Doug Maltman FMAAT
Fellow Member of the Association of Accountancy Technicians
Connected Voice Business Services Ltd
One Strawberry Lane
Newcastle upon Tyne
NE1 4BX
Date: 17.01.2024

COMMUNITY CHURCH KILLINGWORTH CIO

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 March 2023

	Notes	Unrestricted Funds	Restricted Funds	Total 2023	Total 2022 (Revised)
		£	£	£	£
Income from:					
Donations and legacies	6	51,427	-	51,427	53,863
Charitable activities					
Grants and contracts	7	-	-	-	-
Investments	8	190	-	190	19
Total income		51,718	-	51,718	53,947
Expenditure on:					
Charitable activities					
Operation of the charity	9	51,383	56,998	108,381	157,373
Total expenditure		51,383	56,998	108,381	157,373
Net income/(expenditure) and net movement of funds		335	(56,998)	(56,663)	(103,426)
Reconciliation of funds					
Total funds brought forward		136,045	56,998	193,043	296,469
Total funds carried forward		136,380	-	136,380	193,043

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 10 to 17 form an integral part of these accounts.

BALANCE SHEET

As at 31 March 2023

	Notes	£	Total 2023 £	£	Total 2022 £
<u>Fixed assets</u>					
Tangible assets	13		-		53,054
Total fixed assets			-		53,054
<u>Current assets</u>					
Cash at bank and in hand	14	137,010		141,219	
Total current assets		137,010		141,219	
Creditors: amounts falling due within one year	15	(630)		(1,230)	
Net current assets			136,380		139,989
Total net assets or liabilities			136,380		193,043
<u>Funds of the charity</u>					
Unrestricted income funds			136,380		136,045
Restricted income funds			-		56,998
Total funds			136,380		193,043

The notes on pages 10 to 17 form an integral part of these accounts.

These financial statements were approved by the Board on: 15.01.2024

and are signed on its behalf by: D T Forrest
Chair

COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

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:

2 Basis of accounting

2.1 Basis of preparation

These accounts have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

The accounts 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 October 2019) – Charities SORP (FRS 102), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Charities Act 2022.

Community Church Killingworth CIO meets the definition of a public benefit entity under FRS 102.

2.2 Preparation of the accounts on a going concern basis

The charity reported total unrestricted funds at the year end of £136,380 and has already secured a significant amount of funding for the current year. The trustees are of the view that the immediate future of the charity for the next 12 months is secure and that on this basis the charity is a going concern.

3 Income

3.1 Recognition of income

Income is recognised when the charity has entitlement to the resources, any performance conditions attached to the item(s) of income have been met, it is more likely than not that the resources will be received and the monetary value can be measured with sufficient reliability

3.2 Offsetting

There has been no offsetting of assets and liabilities, or income and expenses, unless required or permitted by FRS102 SORP or FRS102.

3.3 Grants and donations

Income from government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred.

Income received in advance of the provision of a specified service is deferred until the criteria of income recognition are met.

3.4 Volunteer help

The value of volunteer help received is not included in the accounts but is described in the trustees' annual report.

COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

3.5 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.

3.6 Fund accounting

Unrestricted funds are available to spend on activities that further any of the purposes of the charity. Designated funds are unrestricted funds of the charity which the trustees 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.

4 Expenditure and liabilities

4.1 Liability recognition

Liabilities are recognised when it is more likely than not that there is a legal or constructive obligation committing the charity to pay out resources and the amount of the obligation can be measured with reasonable certainty.

4.2 Charitable activities

Expenditure on charitable activities includes the costs of work and other activities undertaken to further the purposes of the charity and their associated support costs.

4.3 Governance and support costs

Support costs have been allocated between governance cost and other support. Governance costs comprise all costs involving public accountability of the charity and its compliance with regulation and good practice.

Support costs are those functions that assist the work of the charity but do not directly undertake charitable activities. Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

4.4 Irrecoverable VAT

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

4.5 Creditors

The charity has creditors which are measured at settlement amounts less any trade discounts.

5 Assets

5.1 Tangible fixed assets for use by the charity

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis, the charity does not currently have any tangible fixed

Building	No depreciation.
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COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

Analysis of income

	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
6 Donations and legacies				
Donations and gifts	10,928	-	10,928	12,168
Gift Aid donations	31,754	-	31,754	33,213
Services	-	-	-	60
Gift Aid	8,745	-	8,745	8,422
	<u>51,427</u>	<u>-</u>	<u>51,427</u>	<u>53,863</u>
7 Other trading activities				
Fundraising events	24	-	24	65
Other income	77	-	77	-
	<u>101</u>	<u>-</u>	<u>101</u>	<u>65</u>
8 Income from investments				
Bank interest	190	-	190	19
	<u>190</u>	<u>-</u>	<u>190</u>	<u>19</u>

Income was £51,718 (2022: £53,947) of which £51,718 was unrestricted or designated (2022: £53,947) and £0 was restricted (2022: £0)

COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

Analysis of expenditure on charitable activities

	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2022 £
9 Charitable activities				
<u>Direct costs</u>				
Support	53	-	53	400
Volunteer costs	162	-	162	129
Training	-	-	-	90
Pastoral gifts	1,320	-	1,320	1,631
Speakers	400	-	400	100
Children's work	421	-	421	216
Outreach	1,384	-	1,384	464
Project venue hire	3,120	-	3,120	-
Project resources	38	-	38	2,080
<u>Support costs</u>				
Administration	1,031	-	1,031	1,158
Building capital refunds	6,056	3,944	10,000	120,820
Licences	441	-	441	425
External support	24,020	-	24,020	22,180
Insurance	437	-	437	428
Room hire	160	-	160	150
Refreshments	100	-	100	318
Equipment	316	-	316	724
Building expenses	1,226	-	1,226	2,400
Depreciation	-	-	-	3,030
Write off - Building costs	-	53,054	53,054	-
Other expenses	10,068	-	10,068	-
<u>Governance costs</u>				
Independent examiner's fees for reporting on the accounts	630	-	630	630
	<u>51,383</u>	<u>56,998</u>	<u>108,381</u>	<u>157,373</u>

Expenditure on charitable activities was £108,381 (2022: £157,373) of which £51,383 was unrestricted or designated (2022: £36,453) and £56,998 was restricted (2022: £120,920)

10 Fees for examination of the accounts

	2023 £	2022 £
Independent examiner's fees for reporting on the accounts	630	630
	<u>630</u>	<u>630</u>

There were no other fees paid to the examiner (2022: £nil)

COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

11 Transactions with trustees

None of the trustees have been paid any remuneration or received any other benefits from an employment with their charity or a related entity.

Trustees' expenses

No trustee expenses have been incurred in the year.

Transaction(s) with related parties

There have been no related party transactions in the reporting period.

12 Corporation Taxation

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 objectives.

13 Tangible fixed assets

Cost

Balance brought forward

Additions

Disposals

Balance carried forward

Depreciation

Basis

Rate

Balance brought forward

Depreciation charge for year

Disposals

Balance carried forward

Net book value

Brought forward

Carried forward

Building

Total

£

£

53,054

53,054

-

-

(53,054)

(53,054)

-

-

-

-

-

-

-

-

-

-

53,054

53,054

-

-

Building cost related to the preparation and professional fees for the future purchases of a property, the purchase was ceased and the initial costs of the purchase written off to expenditure..

COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

14 Cash at bank and in hand

	2023 £	2022 £
CCK current account	7,995	14,145
Deposit account	127,069	126,880
CCK cash	1,946	194
	137,010	141,219

15 Creditors and accruals (payable within 1 year)

	2023 £	2022 £
Accruals		
Independent examination of accounts	630	1,230
	630	1,230

16 Events after the end of the reporting period

No other significant events affecting the Charity since the year end.

17 Analysis of charitable funds

Analysis of movements in unrestricted funds For the year ended 31 March 2023

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	116,045	51,718	(51,383)	-	116,380
Designated funds					
Bequest to Community Church	20,000	-	-	-	20,000
Totals	136,045	51,718	(51,383)	-	136,380

For the year ended 31 March 2022

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Unrestricted funds					
General unrestricted fund	96,296	53,947	(36,453)	2,255	116,045
Designated funds					
Bequest to Community Church	20,000	-	-	-	20,000
Totals	116,296	53,947	(36,453)	2,255	136,045

COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

Purpose of unrestricted funds

General unrestricted fund	The 'free reserves' of the charity
Designated Fund - Bequest to Community Church	Cost of employing a Youth leader in the future.

Analysis of movement in restricted funds

For the year ended 31 March 2023

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
Building fund	3,944	-	(3,944)	-	-
Building costs	53,054	-	(53,054)	-	-
Totals	56,998	-	(56,998)	-	-

For the year ended 31 March 2022

	Fund balances brought forward £	Incoming resources £	Resources expended £	Transfers £	Fund balances carried forward £
Restricted funds					
Building fund	124,864	-	(120,920)	-	3,944
Building costs	53,054	-	-	-	53,054
Footsteps	394	-	-	(394)	-
CAP	1,861	-	-	(1,861)	-
Totals	180,173	-	(120,920)	(2,255)	56,998

Purpose of restricted funds

Restricted funds represent income resources used for a specific purpose within the charity as identified by the donor.

Building Fund	Funds for improvements to the premises.
Building costs	Funds to cover future depreciation costs
Footsteps	Self funding project.
CAP	Self funding project.

Transfers between funds

	Reason for transfer	Amount £
Between unrestricted and restricted funds	Footsteps fund closed.	394
Between unrestricted and restricted funds	CAP fund closed.	1,861

COMMUNITY CHURCH KILLINGWORTH CIO

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 March 2023

18 Capital commitments

As at 31 March 2023, the charity has a capital commitment to purchase a property which as yet has not been identified. (2022 £nil)

19 Guarantee

There have been no guarantees given by the charity at 31 March 2023.

20 Debt

There is no debt outstanding which is owed by the charity and which is secured by an excess charge on any of the assets of the charity at 31 March 2023.

21 Governing document

The organisation is a Charitable Incorporated Organisation - Foundation registered on 14 March 2014 as a body corporate under part 11 of the Charities Act 2011.

22 Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total 2023 £	Total 2019 £
Tangible fixed assets	-	-	-	53,054
Cash at bank and in hand	137,010	-	137,010	141,219
Other net current assets/(liabilities)	(630)	-	(630)	(1,230)
	<u>136,380</u>	<u>-</u>	<u>136,380</u>	<u>193,043</u>