

Charity no 1156689
Company no 8880168

THE REDEEMED CHRISTIAN CHURCH OF GOD
Covenant of Grace

Annual Reports and Accounts

For the year ended 31st December 2021

THE REDEEMED CHRISTIAN CHURCH OF GOD

Covenant of Grace

Administrative Information

Financial Statement for the year ended 31st December 2021

Registered Charity Number: 1156689

Pastor: Pastor Ebenezer Babalola

Trustees: Pastor B O Isiaka
Miss V A Zamba
Mrs T S Olubajo
Dr M Sani-Omolori
Pastor Mrs O Babalola

Registered Office: 25 Edgehill Road
Gipsy Lane
Leicester
LE4 9EA

Independent Examiner: DTT Consultancy Ltd
36 Daffodil Close
Hatfield
Herts
AL10 9FF

THE REDEEMED CHRISTIAN CHURCH OF GOD

Covenant of Grace

Trustees Reports for year ended 31 December 2021

The trustees present their financial statement for the year ended 31 December 2020

The principal activity of the organisation continues to be:

Propagation of the Gospel according to the teaching of JESUS CHRIST

Statement of Trustee Responsibilities

The Trustee are required to prepare financial statement that give a true and fair view of the state of affairs of the organisation and of the income and expenditure of the project for that period . In preparing these financial statements, the Trustee are required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- State whether applicable standards and statement of recommended practices have been followed, subject to any material departures disclosed and explained in the statements.
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the project will continue in operation.

The Trustees are responsible for keeping proper records that disclose at anytime the financial position of the project. They are also responsible for the safe guarding the assets of the organisation and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Pastor B O Isiaka

Date: 7/01/2022

THE REDEEMED CHRISTIAN CHURCH OF GOD
Covenant of Grace

INDEPENDENT EXAMINNERS REPORT
FOR THE PERIOD January to December 2021

I report on the financial statements of RCCG Covenant of Grace for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet, and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of trustees and independent examiner

As the charity's trustees you are responsible for the preparation of the accounts, you consider that the audit requirement of section 43(2) of the Charities Act 1993 (the Act), as amended by s.28 of the Charities Act 2006 does not apply. It is my responsibility to examine accounts under section 43 of the Act, as amended, to follow procedures specified in the General Directions given by the Charity Commissioners under section 43(7)(b) of the Act, as amended, whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with the General Directions given by the Charities Commissioners. 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

Independent examiner's statement

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

- (i) which gives me reasonable cause to believe that in any material respect the requirements:
 - to keep accounting records in accordance with section 41 of the Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting of the Act have not been met; or
- (ii) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

D.T.T Consultancy Ltd
36 Daffodil Close
Hatfield
AL10 9FF

07-Jan-22

RCCG Covenant of Grace				1156689	1156689
Annual accounts for the period					
Period start date	01/01/2021	To	Period end date	31/12/2021	

Section A Statement of financial activities

Recommended categories by activity	Details of own analysis	Note	Unrestricted funds £	Restricted income funds £	Endowment funds £	Total this year £	Total last year £
			F01	F02	F03	F04	F05
Incoming resources (Note 3)							
Incoming resources from generated funds			-	-	-	-	-
Voluntary income		S01	58,277	-	-	58,277	44,033
Activities for generating funds		S02	-	-	-	-	-
Gift Aid		S03	10,094	-	-	10,094	7,700
Incoming resources from charitable activities		S04	-	-	-	-	-
Grant		S05	7,000	-	-	7,000	-
Total incoming resources		S06	75,371	-	-	75,371	51,733
Resources expended (Notes 4-8)							
Costs of Generating Funds			-	-	-	-	-
Costs of generating voluntary income		S07	36,116	-	-	36,116	37,454
Fundraising trading costs		S08	-	-	-	-	-
Investment management costs		S09	-	-	-	-	-
Charitable activities		S10	10,876	-	-	10,876	4,200
Governance costs		S11	5,674	-	-	5,674	9,176
Other resources expended		S12	-	-	-	-	-
Total resources expended		S13	52,666	-	-	52,666	50,830
Net incoming/(outgoing) resources before transfers		S14	22,705	-	-	22,705	903
Gross transfers between funds		S15	-	-	-	-	-
Net incoming/(outgoing) resources before other recognised gains/(losses)		S16	22,705	-	-	22,705	903
Other recognised gains/(losses)							
Gains and losses on revaluation of fixed assets for the charity's own use		S17	-	-	-	-	-
Prior Year Adjustment		S18	- 2,961	-	-	- 2,961	- 2,961
Net movement in funds		S19	19,744	-	-	19,744	- 2,058
Total funds brought forward		S20	75,560	-	-	75,560	77,618
Total funds carried forward		S21	95,304	-	-	95,304	75,560

Section B Balance sheet AS AT 31 December 2021

	Note	Unrestricted funds £	Restricted income funds £	Endowment funds £	Total this year £	Total last year £
		F01	F02	F03	F04	F05
Fixed assets						
Tangible assets (Note 9)	B01	301,256	-	-	301,256	180,167
	B02	-	-	-	-	-
Investments (Note 10)	B03	-	-	-	-	-
Total fixed assets	B04	301,256	-	-	301,256	180,167
Current assets						
Stock and work in progress	B05	-	-	-	-	-
Debtors (Note 11)	B06	6,400	-	-	6,400	-
(Short term) investments	B07	-	-	-	-	-
Cash at bank and in hand	B08	6,485	-	-	6,485	203
Total current assets	B09	12,885	-	-	12,885	203
Creditors: amounts falling due within one year (Note 12)	B10	450	-	-	450	450
Net current assets/(liabilities)	B11	12,435	-	-	12,435	- 247
Total assets less current liabilities	B12	313,691	-	-	313,691	179,920
Creditors: amounts falling due after one year (Note 13)	B13	97,225	-	-	97,225	104,360
Provisions for liabilities and charges	B14	-	-	-	-	-
Net assets	B15	216,466	-	-	216,466	75,560
Funds of the Charity						
Unrestricted funds	B16	95,304	-	-	95,304	75,560
Revaluation surplus	B17	121,162	-	-	121,162	-
Restricted income funds (Note 14)	B18	-	-	-	-	-
Endowment funds (Note 15)	B19	-	-	-	-	-
Total funds	B20	216,466	-	-	216,466	75,560

Signed by

Signature	Print Name	Date of approval
	Pastor B O Isiaka	07/01/2022

Note 1 **Basis of preparation**

This section should be completed by all charities .

1.1 Basis of accounting

These accounts have been prepared on the basis of historic cost (except that investments are shown at market value) in accordance with:

- Accounting and Reporting by Charities – Statement of Recommended Practice (SORP 2005);
- and with*

✓

 Accounting Standards;
- or

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 Financial Reporting Standards for Smaller Enterprises (FRSSE);
- and with the Charities Act 1993.

[** except for the following].

Give details in this box if a different standard has been followed.

* -Tick as appropriate:

- if all relevant disclosures shown in the pack have been given then please tick “Accounting Standards”;
- if disclosures completed in these accounts have been restricted to those required by the FRSSE, then please tick “Financial Reporting Standards for Smaller Enterprises (FRSSE)”.

** - If no departures from the chosen standards have been made then delete these words; otherwise give details of any changes in the boxes.

1.2 Change in basis of accounting

There has been no change to the accounting policies

Note 2 Accounting policies

This standard list of accounting policies has been applied by the charity except for those deleted. Where a different or additional policy has been adopted then this is detailed in the box below.

INCOMING RESOURCES**Recognition of incoming resources**

These are included in the Statement of Financial Activities (SoFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability.

Incoming resources with related expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resources and related expenditure are reported gross in the SoFA.

Grants and donations

Grants and donations are only included in the SoFA when the charity has unconditional entitlement to the resources.

Tax reclaims on donations and gifts

Incoming resources from tax reclaims are included in the SoFA at the same time as the gift to which they relate.

Contractual income and performance related grants

This is only included in the SoFA once the related goods or services have been delivered.

Gifts in kind

Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised.

Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity.

Gifts in kind for use by the charity are included in the SoFA as incoming resources when receivable.

Donated services and facilities

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

Volunteer help

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

Investment income

This is included in the accounts when receivable.

Investment gains and losses

This includes any gain or loss on the sale of investments and any gain or loss resulting from revaluing investments to market value at the end of the year.

EXPENDITURE AND LIABILITIES**Liability recognition**

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance costs

Include costs of the preparation and examination of statutory accounts, the costs of trustee meetings and cost of any legal advice to trustees on governance or constitutional matters.

Grants with performance conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SoFA once the recipient of the grant has provided the specified service or output.

Grants payable without performance conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to the grant which remain in the control of the charity.

Support Costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, eg allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

ASSETS**Tangible fixed assets for use by charity**

These are capitalised if they can be used for more than one year, and cost at least £500. They are valued at cost or a reasonable value on receipt.

Investments

Investments quoted on a recognised stock exchange are valued at market value at the year end. Other investment assets are included at trustees' best estimate of market value.

Stocks and work in progress

These are valued at the lower of cost or market value.

Note 3 Analysis of incoming resources

Incoming resources may be further analysed if this would help the reader of the accounts.

	Analysis	This year £	Last year £
INCOMING RESOURCES	Tithes	26,983	20,425
	Offering	5,858	4,369
	Thanksgiving	1,546	287
	Building funds	949	1,961
	HMRC - Gift aid	10,094	7,700
	Other	22,941	16,991
	Total	68,371	51,733
Activities for generating funds		-	-
		-	-
		-	-
		-	-
	Total	-	-
Grant		7,000	-
		-	-
		-	-
		-	-
	Total	7,000	-
Incoming resources from charitable activities		-	-
		-	-
		-	-
		-	-
	Total	-	-

Note 4 Analysis of resources expended

Resources expended may be further analysed if this would help the reader of the accounts.

	Analysis	This year £	Last year £
Costs of generating voluntary income	Rent and rates		-
	Light, heat & other utilities	734	836
	Telephone	1,222	1,393
	Printing, postage & stationery	260	259
	Transportation and motor expenses	496	329
	Honourarium	520	314
	Software expenses	150	57
	Church insurance	969	818
	Website and computer expenses	735	209
	Repairs and maintenance	667	116
	Motor insurance	178	490
	Training and development	1,000	-
	Salary	14,764	14,799
	NI & PAYE Taxes	2,123	1,487
	Business Rates	207	224
	Stipend	2,750	2,300
	Thanksgiving	850	340
	License	35	-
	Hospitality	2,394	2,483
	Women	683	
	Equipments		1,650
	Church Database	4,726	8,781
	Security & Cleaning Cost	104	569
	Other	549	
	Total	36,116	37,454
Charitable activities	Conference		14
	Outreach	1,483	707
	Central office	600	600
	Province funds		50
	Charitable donation and events	1,540	2,709
	Covid 19	6,643	-
	Welfare	500	-
	Festival of Life	110	120
	Total	10,876	4,200
Governance	Accountancy	676	1,086
	Bank charges	19	25
	Mortgage interest	2,923	4,170
	Loan interest	204	
	Depn: plant & machinery		2,043
	Dep: fixtures & fittings	1,308	1,308
	Depn: motor vehicles	544	544
	Depn: computer equipment		
	Total	5,674	9,176

Note 5 Support Costs

Please complete this note if the charity has analysed its expenses using activity categories and has support costs.

Support cost type	Fundraising activity £	Charitable Activity £	Governance Activity £	Total Cost £
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
Total	-	-	-	-

Note 6 Details of certain items of expenditure**6.1 Trustee expenses**

Please provide details of the amount of any payment or reimbursement of out-of-pocket expenses made to trustees or to third parties for expenses incurred by trustees. If no expenses were paid, please enter 'None' in the appropriate box(es).

Number of trustees who were paid expenses

Nature of the expenses

Total amount paid

This year	Last year
£	£

6.2 Fees for examination or audit of the accounts

Please provide details of the amount paid for any statutory external scrutiny of accounts and other services provided by your independent examiner or auditor. If nothing was paid please enter NONE in the appropriate box(es).

Independent examiner's or auditors' fees for reporting on the accounts

Other fees (for example: advice, consultancy, accountancy services) paid to the independent examiner or auditor

This year £	Last year £
450	450

Section C**Notes to the accounts****(cont)****Note 9 Tangible fixed assets***Please complete this note if the charity has any tangible fixed assets***9.1 Cost or valuation**

	Freehold land & buildings	Improvements to Property	Plant and Machinery	Fixtures, fittings and equipment	Motor Vehicles	Computer Equipment	Total
	£	£	£	£	£		£
Balance brought forward	145,000	30,983	12,577	10,335	3,950	4,150	206,995
Additions	-		-	1,779	-	-	1,779
Revaluations	121,162	-	-	-	-		121,162
Disposals	-	-	-	-	-		-
Transfers *	-	-	-	-	-		-
Balance carried forward	266,162	30,983	12,577	12,114	3,950	4,150	329,936

9.2 Accumulated depreciation and impairment provisions

**Basis	SL or RB	SL or RB	SL or RB	SL or RB	SL or RB	
** Rate						

Balance brought forward	-		12,577	7,200	2,901	4,150	26,828
Depreciation charge for year	-			1,308	544	-	1,852
Impairment provisions	-	-	-	-	-		-
Revaluations	-	-	-	-	-		-
Disposals	-	-	-	-	-		-
Transfers*	-	-	-	-	-		-
Balance carried forward	-	-	12,577	8,508	3,445	4,150	28,680

9.3 Net book value

Brought forward	145,000	30,983	-	3,135	1,049	-	180,167
Carried forward	266,162	30,983	-	3,606	505	-	301,256

9.4 Revaluation*If any fixed assets have been revalued please give details of the valuer and method of valuation*

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Note 11 Debtors and prepayments

Please complete this note if the charity has any debtors or prepayments.

Analysis of debtors

	Amounts falling due within one year		Amounts falling due after more than one year	
	This year £	Last year £	This year £	Last year £
Loan to members	6,400		-	-
Amounts due from subsidiary and associated undertakings	-	-	-	-
Other debtors	-	-	-	-
Prepayments and accrued income	-	-	-	-
Total	6,400	-	-	-

Note 12 Creditors and accruals

Please complete this note if the charity has any creditors or accruals.

12.1 Analysis of creditors

	Amounts falling due within one year		Amounts falling due after more than one year	
	This year £	Last year £	This year £	Last year £
Bank Loan more than 5 years by installment			83,884	87,707
Members loans 2-5 years			-	1,653
Bounce Back loan			13,341	15,000
Other creditors			-	-
Accruals and deferred income	450	450		
Total	450	450	97,225	104,360

12.2 Security over assets

If any loan, overdraft or other creditor holds a charge or other security over any assets of the charity please provide details.

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