



King's Church Loughborough

Annual Report and Financial Statements

For the year ended 31st March 2023

Registered Charity No. 1160234

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31st MARCH 2023

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KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

REFERENCE AND ADMINISTRATIVE DETAILS

The name of the Charity is King's Church Loughborough.

The Charity's registered number is 1160234.

The Charity's principal address is:

Schofield Centre
Greenclose Lane
Loughborough
Leicestershire
LE11 5AS

During the year ended 31 March 2023 the following persons served as Trustees of the Charity:

Former Chair Mrs M Laxton (resigned 9th August 2022)
Mrs S Brightman (resigned 9th August 2022)
Mr A Brackett (resigned 10th August 2022)
Mr P Callan (resigned 18th May 2022)
Chair Mr A Hulley (appointed 9th August 2022)
Mr G Duffy (appointed 11th August 2022)
Mrs C Henderson (appointed 25th August 2022)
Mr G Parker (appointed 11th August 2022)

The Core Leadership Team of the Church during the year ended 31 March 2023:

Apostle	Mr A Hulley
Apostle	Mr G Duffy
	Mrs S Duffy
	Mrs H Moses
	Mr P Callan
	Mr P Benest
	Mrs M Laxton
	Mr D & Mrs K Long

King's Church is managed on a day-to-day basis by Mrs K Long and Mr A Hulley. Small World Nursery is managed on a day-to-day basis by Mrs M Whitley. Both are overseen by the Trustees.

Independent Reviewer:

Andrew Russell FFA FMAAT
APR Accountancy Services
Shan House
80-86 North Street
Keighley
BD21 3AF

Bankers:

Santander Bank Plc
Leicester Corporate
Carlton Park
Building 4, Level 1
Narborough
Leicester
LE19 0AL

Solicitors:

Askews Legal LLP
5 and 6 The Quadrant
Coventry
CV1 2EL

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

The Trustees present the report and financial statements of King's Church Loughborough for the year ended 31 March 2023. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) 'Accounting and Reporting by Charities' 2019 (FRS102) in preparing the annual report and financial statements of the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity was established by a Deed of Constitution as a Charitable Incorporated Organisation (CIO) on 29 January 2015.

Recruitment and Appointment of Trustees

Trustees are appointed by the existing Trustee Board. Apart from the first Charity Trustees, all Trustees must be appointed for a term of three years by a resolution passed at a properly convened meeting of the Charity Trustees. In selecting individuals for appointment as Charity Trustees, the Charity Trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO. This process would take account of the recommendations from the recognised spiritual leaders of the CIO. The senior spiritual leader automatically will be appointed as an ex-officio Charity Trustee for as long as he or she holds that office. At the end of a term of three years, any person retiring as a Charity Trustee is eligible for reappointment. Apart from the first Charity Trustees, a Charity Trustee who has served for three consecutive terms may not be reappointed for a fourth consecutive term, but may be reappointed after an interval of at least one year. All new Charity Trustees receive a copy of the Deed of Constitution, a copy of the most recent Trustees' Annual Report and Statement of accounts, and copies of the CIO Policy and Procedures documents.

Organisation

The Charity is governed in law by the Trustees and decisions may be taken either at a meeting of the Charity Trustees, or by resolution in writing or electronic form agreed by all of the Charity Trustees.

The minimum number of Trustees is three, and a maximum of twelve. The spiritual welfare and direction of the Church community and its activities are the responsibility of the Core Leadership team (one of whom is an ex-officio Trustee), acting with the advice and support of the Trustees.

The Trustees remain responsible for ensuring that the Core Leadership Team activities are commensurate to the goals of the CIO as stated in the Deed of Constitution.

The CIO has powers to do anything which is considered to further its objects, or is conducive or incidental to doing so.

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

Risk Management

The Trustees have reviewed the major risks to which the Charity is exposed and systems have been established to mitigate those risks. Significant external risks to income are reviewed every six months to ensure that sufficient funds are in place. Internal risks are reviewed and minimised by the Trustees, by the implementation of procedures.

Data Protection

Our policies and procedures are written to comply with the GDPR regulations, to ensure safe handling and use of personal data, within the organisation, and are updated at least on an annual basis, or more regularly if necessary.

OBJECTIVES AND ACTIVITIES

The Deed of Constitution limits the Charity's operation to specific objectives and purposes. The objectives of the Charity are as follows:

- The advancement of the Christian Faith and the worship of God in Loughborough, Leicestershire and elsewhere.
- The relief of persons in need, hardship or distress or who are aged or sick.
- The advancement of education on the basis of Christian principles.

In shaping our objectives and planning our activities, the Trustees have considered the Charity Commission's guidance on public benefit, including the guidance 'public benefit: running a Charity (PB2)' and the activities we provide fully reflect the purposes for which the CIO was set up.

The vision statement is:

Following Jesus, Forming communities, Transforming the world.

The values that underpin our Church family are:

We see church as a vibrant community living as a loving family. Our vision is that everyone will understand God's purpose, be passionately in love with Jesus and live authentic Spirit-filled lives.

We believe some of the greatest resources people have are their dreams and gifts.

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

We believe these come from God and are His way of expressing His love for us, involving us in His plan for the whole of creation. We are committed to helping people discover and thrive in their dreams and the use of their gifts.

We desire to cultivate an environment of faith, hope and love, and express these through our joy, generosity, care and sense of adventure.

We encourage everyone to live a Jesus-centred life and, as His apprentices, respond to His commission in the context of community. We want to help people find a place to belong and experience the powerful effect of God's love and grace.

We are motivated in every activity we do as a church family by Jesus' love, life and mission. This shapes our very existence, knowing that just as the Father sent Him so Jesus sends us.

The Charity's values therefore are:

Going

- Demonstrating a complete commitment to discipleship – both to be disciplined and to disciple
- Prioritising an intentionally missional way of life
- A commitment to hospitality and servanthood
- A commitment to 'sowing' people into communities, cities and nations
- Developing ways of blessing people through our creative generosity

Growing

- In love with God and people
- In our Christ-likeness
- In lifestyle-based knowledge of God's nature and purpose
- In the dreams and gifts God has put in us
- In our ability to serve and prioritise other people and God's will over our own
- In our relationships through accountability with each other and various gifts as revealed in Ephesians chapter 4
- In numbers and influence

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

ACHIEVEMENTS AND PERFORMANCE

After effects of the pandemic became apparent in the form of fractured relationships and differing views within both the Core Team and the Board of Trustees. This was coupled with a further reduction in congregation membership and so measures to streamline church services and initiatives were put in place. Strategic measures taken were aimed at both problem solving and prioritising the pastoral care of the remaining congregation. After unsuccessful attempts to bring a resolution to a wide range of issues the King's Church leadership team (the Core Team) was disbanded, and the congregation as it had traditionally met was stopped, with the majority of members joining other local congregations. A new Board of Trustees was formed taking measures to safeguard the CIO's interests and assets, coming to the conclusion that the Schofield Centre should be sold due to insufficient funds to keep it running.

Knowing selling the building would displace the Small World Nursery discussions with the Nursery Manager ensued, proposing and pursuing various options for its future.

Board of Trustees: The previous Core Team leader was appointed as a Trustee and formed the new Board of Trustees. The new Board members had previously served as Trustees and/or leaders of King's church. Due to prior knowledge and experience of the congregation and CIO it was deemed they were best positioned to help bring a clear lead.

Core Team: Prior to the breakdown of the Core Team, and through to the point of the congregation ceasing to gather as it previously had, the Core Team provided good care of members. Congregants, and especially those with pastoral or practical needs, were supported by individual members of the team highlighting the ongoing self-sacrificing nature of the leaders.

Tenants: In accordance with tenancy agreements, tenants of the top floor offices were given notice of the planned sale of the building.

Local Mission

Congregational meetings: As previously mentioned during the attempt to bring a resolve to differences within the Core Team, there was a reduction in meetings for the church family due to the much smaller number of people. Gatherings were more centralised in the Schofield Centre and were a mix of worship, prayer, meals with time in discussion groups on Sunday mornings and then some mid-week meetings going through the 24/7 Prayer Course.

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

Young people: The excellent provision for young people unfortunately ceased as only a few pre-school children now remained. A space in the main hall was created for parents to care for their own children during the meetings.

Town Wide Mission

Playtime

Following the enforced pandemic closures, Playtime resumed at the end of September 2021 on both Tuesday and Wednesday mornings. From April 2022 until December 2022 attendance was a lot lower than it had been prior to COVID-19. There seemed to be a number of reasons for this: many of the children had moved on and gone to nursery or school; some families were still nervous about being in an enclosed space; families didn't want to do the same thing every week; the reduced numbers affected the atmosphere so some families didn't enjoy being part of a small group/event. Playtime was also one of the last playgroups to reopen due to Small World Nursery continuing to need the space to do their handovers to parents, who were still not being admitted into the building, and this meant that some families had simply found other playgroups to attend.

Volunteer numbers were also affected, with people being reluctant to commit to being part of a regular team or even attending weekly. To run sessions Playtime had to 'borrow' volunteers from other projects in the building.

By December 2022 the situation was no longer workable, and following the Christmas parties the decision was made to remain closed after the holiday season.

Breakfast with Santa

Our family outreach event, BWS took place on Saturday 3rd and Sunday 4th December 2022. Families contribute a minimal amount to attend the event. This includes a small cooked or continental breakfast for the children and a hot drink and pastry for adults; a visit to Santa and a small gift; a bag of age-appropriate Christmas crafts to take away. Families were also offered an opportunity to take part in our 'Journey to Bethlehem' as a free addition to their Santa visit. This was a chance to experience the nativity story through craft and stories. Both elements of Breakfast with Santa were very well received with good feedback from families about the standard and provision of the event.

Over the 2 days 50 families attended; 95 children aged 0 to 13 years and 87 adults in total.

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

The HUB Project

The HUB Project began in May 2021 as a subsidised community pantry called Cupboard on the Corner. By April 2022 the membership number was 196. The number of new households that joined the pantry for the period April 2022 to March 2023 was 151, representing 247 adults and 192 children. 57 households renewed their membership for a second year, representing 96 adults and 67 children. This makes the total number of membership subscribers during this period 208 households representing a total of 343 adults and 259 children. The average pantry attendance during this period was 85 households per week. At the end of March 2023, the total number of members was 356, and the number of families looking for support continues to rise.

During this time period The HUB Project expanded to include a free-to-use clothes bank (The Corner Boutique) and a pay-as-you-feel community Café (Kirsty's Café). These two services underpinned our existing community work by providing support that the pantry members were asking for. We began fund raising to develop the café into a safe community space and Warm Hub for the winter months.

International Mission

A number of members of King's Church were sponsoring children in the Bangalore Orphanage, India. This support continued despite the sponsors moving to different congregations. Relationships with the church in Zambia have continued to develop and with financial contributions made to the building of the community project at Lufwanyama. Building work had stalled during the pandemic but is progressing once again.

Volunteers

King's Church relies heavily on the voluntary work of its members to sustain the church's weekly activities. It is difficult to name all volunteers as the essence of membership in the church is a voluntary participation by all people.

Where voluntary workers are responsible for children or vulnerable adults, each volunteer's history is first checked with the Disclosure and Barring Service before starting.

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

Diversity and Inclusion

The continued use of hybrid meetings and pastoral visits ensured those most vulnerable to isolation and exclusion were encouraged and cared for.

Communion was planned and administered with careful thought given to how people from various life experiences (such as addictions) and medical conditions were provided for and given the opportunity to take part. As participation is on an individual's own volition some chose not to take part, without question or judgement.

Safeguarding

The Trustees take their responsibilities for safeguarding very seriously and continue to review the safeguarding procedures on a regular basis at Trustee meetings. Safeguarding personnel are adequately trained and are supported by the leadership team. Safeguarding for Small World Nursery is reviewed termly and annually by Trustees in line with OFSTED requirements.

Plans for 2023 and beyond "House Church"

With just a few of the King's Church members remaining the focus will be to gather in a house. These smaller group meetings have been an essential part of the churches functioning and will continue to be moving forwards.

Sale of building

Our Agreed Articles, Policies and Procedures and regular communication with the Charity Commission is providing the necessary guidance for the Trustees in pursuing the sale of the building in order to safeguard the future of the CIO.

Projects and Initiatives

The Trustees will continue to work with the Small World Nursery manager to pursue options for the nursery's future. A search for new premises to ensure a seamless transition for the HUB Project is underway.

Name change for the CIO

A change of name for the CIO is permitted within the scope of the Agreed Articles and will be pursued at the appropriate time.

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

FINANCIAL REVIEW

King's Church Loughborough is dependent on donations, fees and charges to meet its operational costs. An annual budget is prepared, and actual results against this budget are reviewed quarterly by the Trustees. There are a number of factors affecting the Tithes and Offerings, including people moving away and the current economic climate, along with people passing away. Due to the regular review process any reduction in planned Tithes and Offerings mean that budgets are able to be adjusted as necessary in order to safeguard the Charity and its reserves. At 31 March 2023 the Charity had total reserves of £393,767 (2022: £446,131), of which £2,628 (2022: £4,508) was restricted, with cash at bank and in hand of £125,798 (2022: £130,319). The current cash reserves are within the allowable boundaries identified in the reserves policy.

Reserves Policy

The policy for holding some cash on reserve has been made for the following reasons:

1. To accommodate the monthly fluctuations in income and expenditure e.g. the quarterly gift aid tax claim and the seasonal income from the Small World Nursery.
2. To provide a buffer in the event of a significant loss of church membership and associated giving, from whom about 60% of the total Trust income is generated.
3. To enable continuity of the Small World Nursery in the event of a sudden reduction in child attendance (30% of total income).
4. To provide immediate funds to support the implementation of new projects in furtherance of the trust's aims as and when the opportunity arises.

Level of Reserves

The Trustees feel that in order to fulfil the requirements noted in points 1 to 4 above, it would be appropriate to hold a minimum cash reserve of 1 month's total Trust expenditure and a maximum cash reserve of 3 month's total Trust expenditure. In 2022/2023 the total Trust expenditure was approximately £521,809 (2022: £546,047). This would equate to a minimum cash reserve of £43,484 (2022: £45,504) and a maximum cash reserve of £130,452 (2022: £136,512).

At the end of the 2022/2023 financial year the cash reserves included an amount of prepaid income of £40,394 (2022: £1,102) for the first quarter of the next financial year, and dedicated funds of £1,081, mainly in relation to the development and opening of Cupboard on the Corner. Deducting these from the cash reserves total, the remaining cash reserves were approximately 2 times (2022: 3.9) above the minimum cash reserve, which the Trustees consider adequate.

KING'S CHURCH LOUGHBOROUGH

TRUSTEES' ANNUAL REPORT (continued) FOR THE YEAR ENDED 31st MARCH 2023

Annual budgets are prepared in advance of each financial year, such that expected income and expenditure are balanced, thereby providing no net increase or decrease in the amount of cash reserves outside of the policy.

The level of reserves will be monitored on a regular basis at the normal Trustees' meetings. Adjustments to budgets will be made in advance of each financial year to ensure that the trust maintains its reserves within the prescribed limits.

The Reserves Policy will be reviewed annually in association with the production of annual accounts and changes to the reserves policy will be agreed by Trustees and minuted accordingly.


TRUSTEES' RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

Law applicable to charities in England and Wales require the Trustees to prepare financial statements for each financial year which give a true and fair view of the financial activities of the Charity during the year, and of the financial position of the Charity at the end of the year. In preparing financial statements giving a true and fair view, the Trustees should follow best practice and :

- Select suitable accounting policies and then apply them consistently;
- Make sound judgements and estimates that are reasonable and prudent; and
- State whether applicable accounting standards and Statements of Recommended Practice have been followed, subject to any departures disclosed and explained in the financial statements;
- Prepare the financial statements on the going concern basis unless it is appropriate to presume that the Charity will continue in operation.

The Trustees are responsible for keeping accounting records which disclose with reasonable accuracy the financial position of the Charity and which enable them to ensure that the financial statements comply with applicable regulations. 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.

Andrew Hulley



Dated : 11th November 2024

11 / 11 / 2024

Giles Parker



Dated : 11th November 2024

11 / 11 / 2024

KING'S CHURCH LOUGHBOROUGH
TRUSTEES' ANNUAL REPORT (continued)
FOR THE YEAR ENDED 31st MARCH 2023

I report on the accounts of the Charity for the year ended 31 March 2023 which are set out on pages 15 to 30.

Respective responsibilities of Trustees and Examiner

As the Charity's Trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("The Act") which give a true and fair view. The Charity's Trustees consider that an audit is not required for the year ended 31 March 2023 under section 144(2) of the Charities Act 2011 and that an independent examination is needed. Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 124 of the Act. I confirm that I am qualified to undertake the examination, being a member of the Institute of Financial Accountants, which is one of the listed bodies.

It is my responsibility to :

- (i) examine the accounts under section 145 of the 2011 Act;
- (ii) to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- (iii) to 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 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

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination giving me cause to believe that in any material aspect :

1. the accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act;
2. the accounts do not accord with those records; or
3. the accounts do 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 to be part of an independent examination.

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.

Andrew Russell FFA FMAAT
APR Accountancy Services Limited
Shan House, 80-86 North Street,
Keighley
West Yorkshire, BD21 3AF



Andrew Russell FFA FMAAT

Dated : 11th November 2024

KING'S CHURCH LOUGHBOROUGH
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2023

	Note	Unrestricted designated Funds 2023 £	Restricted Funds 2023 £	Total Funds 2023 £	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Total Funds 2022 £
Income							
Donations & gift aid	16	42,324	1,032	43,356	91,964	6,808	98,772
Income from charitable activities							
Small World Nursery	18	332,157	8,448	340,605	304,823	16,325	321,148
Cupboard on the Corner	19	24,605	25,231	49,836	8,990	-	8,990
Other charitable projects		718	-	718	1,135	1,413	2,548
Other income							
Bank interest		1,369	-	1,369	237	-	237
Investments							
Rental income		26,338	-	26,338	24,224	-	24,224
Other							
Other income		7,223	-	7,223	6,481	-	6,481
Total Incoming Resources		434,734	34,711	469,445	437,854	24,546	462,400
Expenditure							
Charitable activities							
Main Church	17	128,306	1,032	129,338	135,715	12,602	148,317
Small World Nursery	18	306,669	8,448	315,117	315,615	16,940	332,555
Cupboard on the Corner	19	50,851	25,231	76,082	57,597	4,317	61,914
Other charitable projects	17	729	543	1,272	2,839	422	3,261
Total Expenditure		486,555	35,254	521,809	511,766	34,281	546,047
Net income/(expenditure) before transfers							
		(51,821)	(543)	(52,364)	- 73,912	- 9,735	- 83,647
Transfers							
Gross transfers between funds		1,337	(1,337)	-	-	-	-
Net movements in funds							
		(50,484)	(1,880)	(52,364)	(73,912)	(9,735)	(83,647)
Reconciliation of Funds							
Total funds brought forward at 31 March 2021		441,623	4,508	446,131	515,535	14,243	529,778
Total funds carried forward at 31 March 2022		391,139	2,628	393,767	441,623	4,508	446,131

The statement of financial activities includes all gains and losses recognised in the year.
All income and expenditure derives from continuing activities.

The notes on pages 16 to 28 form part of these financial statements

KING'S CHURCH LOUGHBOROUGH

**BALANCE SHEET
AS AT 31 MARCH 2023**

	Note	2023		2022	
		£	£	£	£
Fixed Assets	7		325,938		343,736
Current Assets					
Debtors	8	26,671		17,552	
Cash at bank and in hand		125,798		130,319	
		-----		-----	
		152,469		147,871	
Creditors - amounts falling due within one year	9	71,306		27,142	
		-----		-----	
NET CURRENT ASSETS			81,163		120,729
Creditors - amounts falling due after more than one year	9		13,334		18,334
			-----		-----
NET ASSETS			393,767		446,131
			=====		=====
THE FUNDS OF THE CHARITY :					
Restricted Funds					
Special Offerings & other restricted funds	14	2,628		4,508	
Unrestricted Funds					
Capital Fund	14	325,938		343,736	
Designated Funds	14	1,081		1,087	
General Fund	14	64,120		96,800	
		-----		-----	
TOTAL CHARITY FUNDS			393,767		446,131
			=====		=====

The accounts on pages 12 to 21 were approved by the Trustees on 11th November 2024.
and were signed on their behalf by :



Andrew Hulley



Giles Parker

The notes on pages 16 to 28 form part of these financial statements

KING'S CHURCH LOUGHBOROUGH

**STATEMENT OF CASH FLOWS
AS AT 31 MARCH 2023**

	2023		2022	
	£	£	£	£
Cash flows from operating activities				
Net movement of funds for the year	(52,364)		(83,647)	
Depreciation	17,798		17,938	
Investment income	(27,707)		(24,461)	
(Increase)/decrease in debtors	(9,119)		7586	
Increase/(decrease) in creditors	39,164		(50,429)	
	-----		-----	
Net cash provided by/(used in) operating activities		(32,228)		(133,013)
		-----		-----
Cash flow from investing activities				
Rental income	26,338		24,224	
Bank interest	1,369		237	
Purchase of tangible fixed assets	-		-	
	-----		-----	
Net cash provided by/(used in) investing activities		27,707		24,461
		-----		-----
Net increase/(decrease) in cash and cash equivalents		(4,521)		(108,552)
Cash and cash equivalents at 1 April 2022		130,319		238,871
		-----		-----
Cash and cash equivalents at 31 March 2023		125,798		130,319
		=====		=====
 Cash and cash equivalents consists of :				
Cash at bank and in hand		125,798		130,319
		=====		=====

The notes on pages 16 to 28 form part of these financial statements

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES

Basis of preparation

The charity constitutes a public health benefit entity as defined by FRS102. The financial statements have been prepared under the historical cost convention and 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 2010 (Charities SORP FRS102), the Charities Act 2011 and UK Generally Accepted Accounting Practice. The financial statements are prepared on a going concern basis under the historical cost convention, and are presented in sterling (see note 13). Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Fixed Assets

Fixed assets are stated at cost less depreciation. Assets introduced from the previous Trust have been included at net book value. Depreciation is calculated to write down the cost or valuation of tangible fixed assets to their estimated residual values over their estimated useful lives at the following annual rates :

Freehold property	2% of cost
Improvements to freehold property	10% of cost
Office fixtures and fittings	20% of cost
computer equipment	20% of cost

Income recognition

All income is recognised once the charity has legal entitlement to the income, when there is sufficient certainty of receipt and the amount of income receivable can be measured reliably.

Donations are recognised upon receipt and classified at that point as either unrestricted or restricted if the donation is for a specific purpose. No amounts are included in the financial statements for services donated by volunteers.

Interest on funds held on deposit is included upon notification of the interest paid or payable by the Bank.

Expenditure recognition

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that settlement will be required and the amount of the obligation can be measured reliably.

Expenditure is accounted for on an accruals basis and has been listed under headings that aggregate all the costs related to that activity, including support and governance costs. For more information on this allocation refer to the note "allocation of governance and support costs" below. Where costs cannot be directly attributed they have been allocated to activities on a basis consistent with the use of resources.

Charitable activity expenditure are those costs incurred in attracting voluntary income, and include expenditure directly associated with individual projects and support costs relating to those activities.

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

1. ACCOUNTING POLICIES (continued)

Allocation of governance and support costs

Governance costs are those incurred in connection with the management of the charity and its assets, organisational administration and compliance with constitutional and statutory requirements.

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with their use of resources.

The allocation of governance and support costs is analysed in note 4.

Church Activities

Church activities include the costs incurred in holding Church meetings, outreach mission and other activities of a similar nature.

Lease and Hire Purchase Contracts

Tangible fixed assets acquired under finance leases and hire purchase contracts are capitalised at the estimated fair value at the date of inception of each lease or contract. The total finance charges are allocated over the period of lease in such a way to give a reasonably constant charge on the outstanding liability.

Operating Leases

Rentals paid under operating leases are charged against income on a straight line basis over the term of the lease.

Taxation

Taxation has not been provided for on the result for the year of the Charity on the grounds that Section 505 of the Income and Corporation Taxes Act 1988 applies (exemption of Charities from taxation).

Restricted Funds

Restricted funds are accounted for in accordance with the particular terms of trust arising from express or implied wishes of the donors in so far as these are intended to be binding to the Trustees.

Capital Fund

In order that funds available for general purposes are not overstated in the accounts, the Capital Fund represents that part of the Church's funds which are tied up in fixed assets purchased out of unrestricted income, adjusted for depreciation. This is because such funds could only be realised by the sale of the assets concerned.

General Fund

Free reserves that are those available for general purposes of the Church, after deduction of restricted funds, designated funds and the Capital Fund.

KING'S CHURCH LOUGHBOROUGH

**NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023**

2. GRANTS RECEIVED

		2023	2022
		£	£
Cupboard on the Corner			
National Grid ESO Grant	Restricted	9,763	
National Lottery grant	Restricted	9,600	
Crowdfunder grants	Restricted	2,405	
Other grants	Restricted	2,250	
		-----	-----
		24,018	-
		-----	-----

The Cupboard in the Corner project, which aims to to reduce food waste and tackle food poverty across Loughborough, opened in June 2021.

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES

	Note	Activities undertaken directly	Governance & support costs	Total 2023	Total 2022
a) Analysis of expenditure on					
Charitable activities - unrestricted/designated funds					
Main Church		15,755	112,551	128,306	135,715
Small World Nursery		292,891	13,778	306,669	315,615
Cupboard on the Corner		50,851		50,851	57,597
Other charitable projects		729	-	729	2,839
		360,226	126,329	486,555	511,766
2022 unrestricted		384,223	127,543		511,766
Analysis of expenditure on					
Charitable activities - Restricted funds					
Main Church		1,575		1,575	13,024
Small World Nursery		8,448		8,448	16,940
Cupboard on the Corner		25,231		25,231	4,317
Other charitable projects				-	
		35,254	-	35,254	34,281
2022 unrestricted		34,281			34,281
Total resources expended		395,480	126,329	521,809	546,047

b) Analysis of support costs	Staff costs	Office costs	Premises costs	Depreciation	Total 2023	Total 2022
Main Church	58,250	3,900	17,619	17,798	97,567	103,011
Small World Nursery		2,750	4,161	-	6,911	5,227
Total support costs	58,250	6,650	21,780	17,798	104,478	108,238
Total support costs 2022	53,800	7,173	29,327	17,938		108,238

Support costs are all allocated on the basis of usage/time spent.

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

3. ANALYSIS OF EXPENDITURE ON CHARITABLE ACTIVITIES (continued)

c) Analysis of Governance	2023	2022
	£	£
Legal & professional fees	-	-
Independent review fees	660	875
Accountancy fees - Main Church	3,868	6,805
Accountancy fees - Small World Nursery	5,667	7,055
Apportionment of support costs	4,179	4,570
	<u>14,374</u>	<u>19,305</u>

d) Analysis of other resources expended

Conference costs	-	-
	<u>-</u>	<u>-</u>

4. NET INCOME/(EXPENDITURE)

Net income/(expenditure) for the year is stated after charging :

Independent Review/Auditor's remuneration	660	875
Depreciation	17,798	17,938
Operating leases	2,440	2,474
	<u>=====</u>	<u>=====</u>

5. ANALYSIS OF STAFF COSTS

Employee costs during the year were		
Ministerial support	7,700	7,700
Salaries	304,406	314,673
Social Security	12,274	13,639
Pension	5,518	5,289
Agency staff	-	1,999
	<u>329,898</u>	<u>343,300</u>

The average head count of employees during the year was 26 (2022: 29)

There were no employees who received emoluments of more than £60,000 during the year (2022 £nil)

6. INDEPENDENT REVIEWER'S REMUNERATION

The independent reviewer's remuneration consisted of independent examination costs £660 (2022 £875)

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

7. TANGIBLE FIXED ASSETS

	Freehold Property	Improvements to Freehold Property	Fixtures & Fittings	Computer Equipment	Total
Cost or valuation :					
As at 1 April 2022	409,687	53,481	13,667	3,223	480,058
Additions					-
Disposals					-
As at 31 March 2023	409,687	53,481	13,667	3,223	480,058
Depreciation :					
As at 1 April 2022	83,125	36,307	13,667	3,223	136,322
Charge for year	11,875	5,923			17,798
Disposals					-
As at 31 March 2023	95,000	42,230	13,667	3,223	154,120
Net book value :					
As at 31 March 2022	326,562	17,174	-	-	343,736
As at 31 March 2023	314,687	11,251	-	-	325,938

All material assets are held for the Charity's own use.

8. DEBTORS

	2023 £	2022 £
Income tax recoverable on Gift Aid	1,623	4,327
Prepayments	8,875	8,251
Other debtors	6,173	4,974
Loan to Nettle Hill	10,000	
	26,671	17,552

9. CREDITORS : Amounts falling due within one year

Deferred income	40,394	1,102
Accruals	4,529	3,840
Bank loans	5,000	5,000
Taxation and social security	3,470	3,036
Other creditors	17,913	14,164
	71,306	27,142

CREDITORS : Amounts falling due after more than one year

Bank loans	2 - 5 years	13,334	18,334
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10. CAPITAL COMMITMENTS AND POST BALANCE SHEET EVENTS

There were no capital commitments at 31 March 2023.

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

11. RELATED PARTY TRANSACTIONS

None of the Trustees have been paid any remuneration in their role as a Trustee. However, the following have been paid remuneration or received other benefits from an employment with the charity or as a worker, supplier for the charity in accordance with the Deed of Incorporation of the CIO.

	2023	2022
	£	£
Mrs S Brackett, CIO employee (spouse of Trustee)	15,552	9,502
Mr A Hulley	5,893	-

Trustee Mr A Brackett did not take any part in discussions regarding the setting of remuneration in regards to his spouse.

No other Trustee or related party received any remuneration in respect of the years ended 31 March 2023 and 31 March 2022.

REIMBURSED EXPENSES

No Trustee received any reimbursed expenses in the year to 31 March 2023 or 2022.

OTHER RELATED PARTY TRANSACTIONS

Trustee Mrs M Laxton continued to lease a room from King's Church for business purposes not connected with King's Church. This was at a rate equivalent to other non-related parties. Rental income received by King's Church from Mrs M Laxton during the year amounted to £2,400 (2022 £3,032).

During the year the Trustees and Related Parties have made donations to the Charity amounting to £6,310 (2022 : £18,481).

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

12. OPERATING LEASE COMMITMENTS

At 31 March 2023, the Charity had annual commitments under non-cancellable operating leases on :

	2023	2022
	£	£
Operating leases which expire :		
Within one year	1,169	-
Two to five years	1,271	2,440
	=====	=====

13. GOING CONCERN

At the time of approving the financial statements, the Trustees have a reasonable expectation that the CIO has adequate resources to continue in operational existence for the foreseeable future, thus the going concern basis continues to remain appropriate.

14. ANALYSIS ON NET ASSETS BETWEEN FUNDS

	<u>Fixed Assets</u>	<u>Current Assets</u>	<u>Liabilities</u>	<u>Total</u>
Restricted funds				
Special offerings & other restricted funds		2,628		2,628
Unrestricted Funds				
Capital funds	325,938			325,938
Designated funds		1,081		1,081
General funds		148,760	(84,640)	64,120
	-----	-----	-----	-----
At 31 March 2023	325,938	152,469	(84,640)	393,767
	=====	=====	=====	=====

KING'S CHURCH LOUGHBOROUGH
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2023

15. RESTRICTED FUNDS MOVEMENT ANALYSIS

	Balance at			Funds	Balance at
	31/03/22	Income	Expenditure	Retained or (Released)	31/03/23
<u>King's Church</u>					
Bangalore Orphanage	378	942	1,320		-
Zambia	2,592			(2,592)	-
Ministry support					-
OpportINity	1,038		165	1,255	2,128
Individuals / small funds	500	90	90		500
<u>Small World Nursery</u>					
Government funding		8,324	8,324		-
Charity fundraising		124	124		-
<u>Cupboard on the Corner</u>					
Heap Offering		1,213	1,213		-
National Grid ESO grant		9,763	9,763		-
National Lottery grant		9,600	9,600		-
Crowdfunder grants		2,405	2,405		-
Other grants		2,250	2,250		-
	4,508	34,711	35,254	(1,337)	2,628

King's Church

Ongoing project support in Bangalore, Zambia and local food poverty.

Small World Nursery

Government funding

Pupil premium, special educational needs and disability access fund funding.

Cupboard on the Corner

National Grid ESO grant

Grant towards set-up costs for the community food pantry.

KING'S CHURCH LOUGHBOROUGH

**KING'S CHURCH INCOME & EXPENDITURE
FOR THE YEAR ENDED 31 MARCH 2023**

16.		Unrestricted / Designated Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
		2023 £	2023 £	2023 £	2022 £	2022 £	2022 £
Income							
	Tithes	25,604		25,604	68,257		68,257
	Offerings	9,504		9,504	5,206		5,206
	Gift Aid	7,216		7,216	18,501		18,501
	Heap Offering			-		4,083	4,083
	Special Offerings		1,032	1,032		2,725	2,725
	Other projects						
	Playtime	496		496	497		497
	Revolution			-	259		259
	Kingzone			-			-
	Messy Church			-			-
	Breakfast with Santa	222		222	379		379
	Support fund			-		1,413	1,413
	Rental income						
	Room rents	26,338		26,338	24,224		24,224
	Other income						
	Conference income			-			-
	Events			-	2,266		2,266
	Energy recharge	4,161		4,161	2,123		2,123
	Solar Panel Feed in Tariff	1,750		1,750	1,500		1,500
	Easyfundraising/Amazon Smile	86		86	34		34
	Sundry income	1,226		1,226	558		558
	Bank interest	1,157		1,157	184		184
		77,760	1,032	78,792	123,988	8,221	132,209

KING'S CHURCH LOUGHBOROUGH

**KING'S CHURCH INCOME & EXPENDITURE
FOR THE YEAR ENDED 31 MARCH 2023**

17.	Unrestricted / Designated Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	2023 £	2023 £	2023 £	2022 £	2022 £	2022 £
Expenditure						
Going						
Mission	2,432		2,432	2,803		2,803
Special offerings discharged		1,032	1,032		2,231	2,231
Messy Church			-	1,000		1,000
Church Catering	705		705	1,315		1,315
Events	3,041		3,041	4,131		4,131
Church Travel			-			-
Playtime	391		391	613		613
Heap Offering			-		10,371	10,371
Support fund	729	543	1,272	1,339	422	1,761
Grants			-	500		500
Growing						
Kingzone	150		150	354		354
Revolution	192		192	583		583
Leadership Development	102		102	871		871
Church Partnerships	260		260			-
Training			-	233		233
Ministry Expenses	782		782	650		650
Running costs						
Heat & Light	12,267		12,267	10,179		10,179
Rates and Water	1,681		1,681	1,589		1,589
Insurance	4,584		4,584	4,032		4,032
Building Maintenance & Cleaning	3,671		3,671	11,404		11,404
Website			-	3,600		3,600
Office	3,900		3,900	4,209		4,209
Professional Fees	7,633		7,633	6,959		6,959
Independent Examination	660		660	875		875
Music Licences & PA	911		911	815		815
Publicity	177		177	309		309
Bank charges	1,019		1,019	893		893
Salaries	58,250		58,250	53,800		53,800
Ministry Support & Tithe of Tithes	7,700		7,700	7,700		7,700
Depreciation	17,798		17,798	17,798		17,798
Total Expenditure	129,035	1,575	130,610	138,554	13,024	151,578

KING'S CHURCH LOUGHBOROUGH
SMALL WORLD INCOME & EXPENDITURE
FOR THE YEAR ENDED 31 MARCH 2023

18.	Unrestricted / Designated Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	2023 £	2023 £	2023 £	2022 £	2022 £	2022 £
Income						
Parental income	172,222		172,222	131,179		131,179
Government funded places	155,152	8,324	163,476	170,566	16,286	186,852
Charity fundraising		124	124		39	39
Grant income			-	625		625
Coronavirus Job Retention / Covid SSP grants			-	1,851		1,851
Other income	4,783		4,783	602		602
Bank interest received	212		212	53		53
Total Income	332,369	8,448	340,817	304,876	16,325	321,201
Expenditure						
Salaries	259,231	4,717	263,948	267,394	12,407	279,801
Agency staff			-	1,999		1,999
HR Consultancy	3,456		3,456	3,456		3,456
Pupil Premium expenditure		3,607	3,607		4,494	4,494
Food	7,766		7,766	7,481		7,481
Consumables	4,629		4,629	4,489		4,489
Language and literacy	50		50	132		132
Heat & Light	4,161		4,161	2,123		2,123
Waste Disposal	2,299		2,299	2,660		2,660
Equipment	674		674			-
Resources & Toys	242		242	866		866
Small Equipment	1,807		1,807	801		801
Books			-	62		62
Training	1,064		1,064	1,249		1,249
Mileage	23		23			-
Advertising and Marketing	645		645	956		956
Dishwasher contract	1,431		1,431	1,257		1,257
ICT	3,656		3,656	3,905		3,905
Office	2,750		2,750	2,964		2,964
Gifts (children & staff)	878		878	749		749
Building Maintenance	1,200		1,200	-		-
Health & Safety	265		265	260		260
Staff Uniforms	502		502	178		178
Charity Fundraising		124	124		39	39
Professional Fees & Insurance	7,991		7,991	10,000		10,000
Bank charges	377		377	630		630
Bounce Back Loan interest	528		528	826		826
Hardship fund	127		127			-
Sundry expenses	403		403	132		132
Bad Debts	514		514	906		906
Bad Debts Recovered			-			-
Depreciation			-	140		140
Total Expenditure	306,669	8,448	315,117	315,615	16,940	332,555
Net Surplus/(Deficit)	25,700	-	25,700	(10,739)	(615)	(11,354)

KING'S CHURCH LOUGHBOROUGH

**CUPBOARD ON THE CORNER INCOME & EXPENDITURE
FOR THE YEAR ENDED 31 MARCH 2023**

19.	Unrestricted / Designated Funds	Restricted Funds	Total Funds	Unrestricted Funds	Restricted Funds	Total Funds
	2023 £	2023 £	2023 £	2022 £	2022 £	2022 £
Income						
Donations	13,577		13,577	1,503		1,503
Heap Offerings		1,213	1,213			-
Pantry visit donations	8,366		8,366	7,312		7,312
Grant funding		24,018	24,018			-
Membership	70		70	175		175
Release of funds	2,592		2,592			
Total Income	24,605	25,231	49,836	8,990	-	8,990
Expenditure						
Wages	35,294		35,294	8,867		8,867
FareShare	4,706		4,706	2,650		2,650
Food & supplies	6,342	15,475	21,817	15,809		15,809
Resources	941		941	2,163		2,163
Social media	720		720	600		600
Clothes bank	8		8	25		25
Bank charges	150		150	44		44
Set-up costs	1,231		1,231	778	4,317	5,095
Building upgrade work	166		166	26,651		26,651
Café set up costs		9,756	9,756			-
Mileage	1,173		1,173			-
Telephone	120		120	10		10
Total Expenditure	50,851	25,231	76,082	57,597	4,317	61,914
Net Surplus/(Deficit)	- 26,246	- -	26,246	- 48,607	- 4,317	- 52,924