

# Grace London

Report and Accounts

Year ended 31 March 2021

**GRACE LONDON**  
**CHARITY INFORMATION**  
**FOR THE YEAR ENDED 31 MARCH 2021**

<b>Trustees</b>	ANDREW HASLAM DANIEL HUTTON (resigned 15 June 2021) LUKE BOARDMAN HUW NEWTON-HILL (appointed 15 June 2021) THOMAS WHEATLEY (appointed 15 June 2021)
<b>Key Staff</b>	ANDREW HASLAM JEREMY MOSES
<b>Governing Document</b>	CIO Constitution Registered 1st April 2015 (as amended 11th April 2021)
<b>Charity Registration Number</b>	1161147
<b>Principal Address</b>	Unit 124, Edinburgh House 170 Kennington Lane London SE11 5DP
<b>Independent Examiner</b>	Lisa Darby ACA Stewardship 1 Lamb's Passage London EC1Y 8AB
<b>Bankers</b>	CAF Bank Ltd

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**GRACE LONDON**  
**TRUSTEES' ANNUAL REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2021**

The trustees of Grace London (the “Church” or the “Charity”), being Andrew Haslam, Luke Boardman, Huw Newton-Hill and Thomas Wheatley (the “Trustees”), have pleasure in submitting this report (the “Report”) and the accounts of the Church (the “Accounts”) for the year ending 31 March 2021 (the “Relevant Period”).

**Objects of the charity**

The Charity is a charitable incorporated organisation and is governed by its constitution which was established 1st April 2015 (the “Constitution”). The constitution was amended on 11th April 2021 in order to (1) permit the appointment of new charity trustees who were not also Elders of the church; and (2) provide that if the Elders of the church are unable to agree on a particular issue they can refer the matter to the leadership of Advance Movement UK for a resolution. The objects of the Charity, as set out in the Constitution are to advance the Christian faith for the benefit of the public in accordance with the Statement of Faith in London and in such other parts of the United Kingdom and the world as the Trustees may from time-to-time think fit.

The Church's Statement of Faith is appended to the Constitution and set out on the Church's website ([grace.london/statement-of-faith](http://grace.london/statement-of-faith)).

**Summary of the charity's main activities and achievements**

To further the above objects and vision, the Charity's main activities and achievements were as follows:

*Regular activities:*

The regular life of the Church centres on: (1) weekly Church services, consisting primarily of expository preaching from the Bible, times of corporate sung worship and prayer, and sharing of the Lord's Supper (“Services”); (2) weekly ‘Life Groups’, which are fellowship and bible study meetings that take place in homes across South and Central London and provide opportunities for attendees to welcome new visitors and deepen existing relationships, to exercise gifts of service, hospitality and teaching, and to grow in faith, Biblical knowledge and discipleship (“Life Groups”); and (3) monthly ‘Upper Room’ corporate prayer and worship meetings (“Upper Room”).

In addition, the Church places a strong emphasis on sharing the good news of Jesus Christ with those who are not Christians. This is principally done through: (1) ‘Salt’, which is a series of articles published online by the Church on a weekly basis with the purpose of engaging with thoughtful Londoners on matters of faith, philosophy and life (“Salt”), (2) ‘Salt Live’, which are live events during which Londoners from all walks of life come together and engage face-to-face on matters of faith and philosophy (“Salt Live”) and (3) the ‘Salt Course’, which is a course to explore life's big questions, from a Christian perspective (the “Salt Course”).

Finally, the Church also arranges a number of events and weekends away during the year which are an opportunity for Church members to gather together, deepen relationships, enjoy times of corporate sung worship and prayer and hear expository preaching from the Bible and/or receive training from the eldership team of the Church (the “Elders”) or other leaders. These events include (1) an annual Church weekend away (the “Weekend Away”), (2) leaders’ away days and weekends away (“Leaders’ Away Days”) and (3) men’s and women’s ministry events “Men’s/Women’s Away Days” as applicable).

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**FOR THE YEAR ENDED 31 MARCH 2021**

As noted by Andrew Haslam, "Someone has said that 'Man plans, God laughs', and this has never been more true than in 2020". During the entirety of the year ended 31 March 2021 (the "Relevant Period"), as a result of the COVID-19 pandemic, the Government of the United Kingdom (the "Government") had in place certain restrictions on meetings, social interactions and the use of places of worship in the UK. Consequently, all of the Church's regular activities were significantly disrupted (for instance, the 2020 Weekend Away was cancelled, and we were not able to host any in-person Leaders' Away Days or Men's/ Women's Away Days).

Although the restrictions have been a great challenge for the work of the Church in ministering to our own members and those outside the Church, the Trustees and the Elders have sought, to the extent legally possible (and having regard to all guidance), to continue the activities of the Church in as normal a fashion as possible. In doing so, we have also been greatly encouraged at the strength and depth of the Church community and are aware of many individuals who have started attending the Church regularly during the Relevant Period, many joining Life Groups and becoming Christians. We have also been grateful for the incredible effort that all leaders and volunteers put in to ensure that the Church continues to thrive.

*Activities during lockdown:*

Between 22 March 2020 and 9 August 2020 and again between 5 November 2020 and 6 December 2020, as a result of the Government's complete national lockdown (the "Lockdown"), all of the Church's meetings, including all Services and Life Groups, took place exclusively online (via YouTube for Services and Zoom for Life Groups and any prayer meetings).

During the Lockdown, the Church maintained its rhythm of weekly meetings, with both Services and Life Groups continuing to take place (albeit online). Meanwhile, the Church held ad-hoc Upper Room-style prayer meetings, in which the church family gathered to pray and worship together and to share testimonies. In addition, the Church began a bi-weekly rhythm of online prayer meetings on Monday and Friday mornings at 8am, that has continued post-pandemic. Finally, the Church also held weekly online mid-week Church meetings from January 2021.

Estimating the number of people attending Services and Life Groups during this period is inherently difficult (particularly in relation to YouTube, where views do not necessarily equate to "attendance"). However, the online Services continued to attract strong viewing figures throughout the Relevant Period.

The Church also started other groups in an attempt to continue to foster community during the Lockdown. Accordingly, Church members were encouraged to join 'Triplets', being small groups intended to foster friendship, accountability, spiritual growth and prayer, a number of 'book clubs' were started, providing the opportunity to study Christian literature in community, and a weekly men's prayer event was held via Zoom from November 2020 onwards.

Finally, during Lockdown, the Church started a mercy fund; intended to meet the needs of anyone connected to the Church who was struggling financially, whether due to the Lockdown or otherwise.

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**FOR THE YEAR ENDED 31 MARCH 2021**

*Activities during the rest of the Relevant Period:*

For the rest of the Relevant Period, when Lockdown was not in place, the Church sought to conduct its normal activities to the extent legally possible.

Accordingly, on 9 August 2020, in compliance with Government guidance (having prepared COVID-19 risk assessment and a COVID-19 policy to ensure that such Services could be conducted safely), Grace London held its first Service since lockdown. From that date onwards, the Church held Services whenever it was legally permissible to do so (continuing to broadcast such Services on YouTube for those unable to attend due to the pandemic). The number of such Services varied between two and three per Sunday, depending on the social distancing requirements, to maximise the capacity of the Services. The Church also resumed Upper Room meetings, hosting the first of such meetings on 2 November 2020.

By March 2021, total physical attendance across the Services was down 56% compared to March 2020 due to the reduced capacity of the London Nautical School as a result of social distancing measures. However this does not account for the number of people still watching the Services online.

Finally, as a result of the Government's gradual easing of the Lockdown in July 2020, the Elders also encouraged Life Groups to meet when possible. From that date, Life Groups continued to meet weekly, varying between online meetings and in person meetings dependant on the rules then applicable. At certain times, the Church also replaced dispersed Life Groups with a central meeting of the Church on Zoom, with each Life Group then going into break-out rooms following a time of teaching, worship, and prayer.

There were also, as always, many informal, one-to-one discipleship meetings as well as other ad-hoc meetings happening throughout the Relevant Period.

*Staff team*

There were a number of changes to the staff team during the Relevant Period. In particular, as a result of the Lockdown, from 10 April 2020 until 30 September 2020 certain members of staff were placed on furlough. In addition, in August 2020 Rosie Matheson left her role as Operations Manager to continue pursuing a career in politics.

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**FOR THE YEAR ENDED 31 MARCH 2021**

*Outreach efforts*

In furtherance of its objects, the Church has continued to share the good news of Jesus Christ through both live events and digital media / online publishing:

Salt – the Church continued to publish Salt articles (visit <https://salt.london/>) until 21 August 2020, when it was decided that the Church would consider alternative methods of engaging with such matters.

Salt Live – as a result of the pandemic, Salt Live events were halted for the Relevant Period, with the intention of starting them again once the pandemic had eased.

Salt Course – during the Relevant Period, the Church hosted three online Salt Courses, with c.60 people attending one of the courses. We also ran two 'Salt Part Two' groups which is a more specific look at the person of Jesus considering specific moments from the gospels.

We found the pandemic to be an encouragingly fruitful time, with at least six individuals coming to faith in Christ over the course of the relevant period. We have subsequently baptised three of these folk and hope to baptise two of the others in the coming months.

*Children's ministry*

During the Lockdown, the children's ministry team created weekly videos for the children and/or hosted group meetings over Zoom.

On 18 October 2020, children's ministry resumed at the Services in accordance with the COVID-19 Policy (and provision was intermittent from that date in accordance with Government guidelines).

As before, all volunteers were required to complete background checks, have training with the children's ministry leader and confirm their understanding of and commitment to the Church's safeguarding policy.

*Relationships with other churches and individuals*

The Trustees believe that the objects of the Church are best accomplished in relationship with other churches and people through movements such as Advance. Advance is a global movement of churches partnering together to advance the Gospel (i.e. the message of the Christian faith) through planting and strengthening churches ([www.advancemovement.com](http://www.advancemovement.com)). The Church has continued to benefit from its relationship with Advance during the Relevant Period, though regular Advance gatherings were prevented by lockdown. The Church continues to enjoy informal but close relationships with other churches and individual Christians around the world.

The Trustees have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties.

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**TRUSTEES' ANNUAL REPORT**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**Structure, Governance and Management**

In accordance with the Church's Constitution, the policy and operating decisions of the Church rest with the Trustees and, ultimately, the members of the Church (as that word is defined in the Constitution). However, much of the day-to-day responsibilities in the life of the Church are delegated to the Church's staff team and volunteers.

The Trustees meet regularly for the purpose of monitoring the activities of, and taking decisions in relation to, the Church. In addition to regular meetings, the Trustees communicate frequently. All financial payments from the Church's online banking facility with CAF Bank require validation/authorisation from a second member of the Trustee and/or finance teams.

The Trustees during the Relevant Period were Andrew Haslam, Daniel Hutton and Luke Boardman. The Constitution provides that new charity trustees will be appointed by the members of the Church (clause 13), and new charity trustees will be provided with a copy of the Constitution (and any amendments to it) as well as the latest trustees' annual report and statement of accounts (clause 14). The Church's annual general meeting was held on 28 April 2020. During the annual general meeting, Daniel Hutton retired from office and was subsequently reappointed as a charity trustee, in accordance with clauses 13 and 16 of the Constitution.

Subsequent to the Relevant Period, on 15 June 2021, Daniel Hutton retired from office definitively, as a result of moving away from London with his family. The Trustees are incredibly grateful for the hard work and commitment that he has given to the Church. Daniel Hutton was replaced by Thomas Wheatley and Huw Newton-Hill.

Andrew Haslam continued to be employed as Senior Pastor of the Church during the Relevant Period. The employment of Mr Haslam, who is also a Trustee, is in accordance with clause 6 of the Constitution ('Benefits and payments to charity trustees and connected persons'). Mr Haslam's employment and remuneration do not relate to his role as a Trustee of the Church.

**Financial review**

During the year income increased by £90,354, to £499,306, and expenditure decreased by £178,377, to £272,997. As a result the net income for the year increased by £268,731, to a surplus of £226,310 and the charity's net assets increased by 226,310, to £316,667. Net current assets increased by £226,080 to £305,082.

Income in the Relevant Period was predominantly due to the generous donations of the Church community. The furloughing of certain Church staff during the Relevant Period resulted in an increase in income of £20,701.

Rent expenses fell by £51,533 to 9% of expenditures (FY19/20: 17%), largely as a result of not using the London Nautical School as a venue during the Lockdown.

Total grants and gifts by Grace London to missionary and charitable causes is 13% of expenditures (FY19/20: 9%). The bulk of these funds (£15,949) went towards supporting the work amongst the churches in the Advance network, with a further £8,971 going towards church relief in the UK and abroad.

The Charity continued to prepare its accounts using the accruals basis.

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**Reserves policy**

The Trustees have determined that the Charity should aim to hold unrestricted cash of 1.5 months' of payroll and rent expenditure (which equates to about £35,000) in the designated fund for general reserves so that the Charity could continue to operate should income and / or expenditure vary adversely. At the year end, the Charity held unrestricted cash in the designated fund for general reserves of £35,001 and the Charity is complying with its reserves policy.

**Key risks and uncertainties**

The Charity is exposed to various risks - be they operational, financial or reputational. The Trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks. Of particular note, the Trustees are consistently monitoring COVID and safeguarding risks, and endeavour to keep policies relating to both risks up to date.

**Plans for the future**

Our hope looking forward is to start many new churches, and to continue the slow and deliberate work of helping each person who comes through our doors discover more about Jesus and his amazing life, and find themselves amidst a family in the heart of the city.

**Responsibilities of trustees under charity law**

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 law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

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



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The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. 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.

**Approval**

This report was approved by the trustees and signed on their behalf by:

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Huw Newton-Hill

Date: 24th January 2022

**INDEPENDENT EXAMINER'S REPORT**  
**TO THE TRUSTEES OF**  
**GRACE LONDON**  
**('the Charity')**

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 March 2021 on pages 9 to 19 following, which have been prepared on the basis of the accounting policies set out on pages 12 to 13.

**Responsibilities and basis of report**

As the charity's trustees of the Charitable Incorporated Organisation you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the Charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

**Independent examiner's statement**

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of The Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

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:

1. accounting records were not kept in respect of the Charity as required by section 130 of the Act; or
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 as 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.

Lisa Darby ACA  
The Institute of Chartered Accountants in England and Wales

Stewardship  
1 Lamb's Passage  
London  
EC1Y 8AB

Date:

**GRACE LONDON**  
**STATEMENT OF FINANCIAL ACTIVITIES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
<b>INCOME AND ENDOWMENTS FROM:</b>					
Donations, grants and legacies	3	487,327	11,965	499,292	407,759
Bank Interest		15	-	15	42
Other income		-	-	-	1,150
<b>Total income and endowments</b>		<b>487,342</b>	<b>11,965</b>	<b>499,306</b>	<b>408,952</b>
<b>EXPENDITURE ON:</b>					
Charitable activities	4	272,607	390	272,997	389,546
Exceptional Expenses	4d	-	-	-	61,827
<b>Total expenditure</b>		<b>272,607</b>	<b>390</b>	<b>272,997</b>	<b>451,373</b>
<b>Net movement in funds</b>		<b>214,735</b>	<b>11,575</b>	<b>226,310</b>	<b>(42,421)</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward		89,982	385	90,367	132,788
<b>Total funds carried forward</b>	11	<b>304,717</b>	<b>11,960</b>	<b>316,677</b>	<b>90,367</b>

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on page 12 - 18 form part of these accounts.

**GRACE LONDON**  
**BALANCE SHEET**  
**AS AT 31 MARCH 2021**

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
<b>FIXED ASSETS</b>					
Tangible assets	6	11,595	-	11,595	11,365
		<u>11,595</u>	<u>-</u>	<u>11,595</u>	<u>11,365</u>
<b>CURRENT ASSETS</b>					
Debtors	7	29,695	-	29,695	33,861
Cash at bank and in hand	8	278,412	11,960	290,372	90,470
		308,107	11,960	320,067	124,331
<b>CREDITORS: Amounts falling due within one year</b>	9	(14,985)	-	(14,985)	(45,329)
		<u>(14,985)</u>	<u>-</u>	<u>(14,985)</u>	<u>(45,329)</u>
<b>Net current assets / (liabilities)</b>		<u>293,122</u>	<u>11,960</u>	<u>305,082</u>	<u>79,002</u>
<b>Total assets less current liabilities</b>		<u>304,717</u>	<u>11,960</u>	<u>316,677</u>	<u>90,367</u>
<b>TOTAL NET ASSETS</b>		<u>304,717</u>	<u>11,960</u>	<u>316,677</u>	<u>90,367</u>
<b>FUND BALANCES</b>					
Unrestricted Funds	11				
General funds		215,807	-	215,807	66,681
Designated funds		88,910	-	88,910	23,301
		<u>304,717</u>	<u>-</u>	<u>304,717</u>	<u>89,982</u>
Restricted Funds		<u>-</u>	<u>11,960</u>	<u>11,960</u>	<u>385</u>
		<u>304,717</u>	<u>11,960</u>	<u>316,677</u>	<u>90,367</u>

The financial statements were approved by the Board of Trustees and were signed on its behalf by:

\_\_\_\_\_  
Huw Newton-Hill

Date 24th January 2022

Charity number: 1161147

The notes on page 12 - 18 form part of these accounts.

**GRACE LONDON**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**1 Statutory Information**

The charity is a charitable incorporated organisation registered with the Charity Commission in England & Wales. The charity's registered number and principal address can be found on the Charity Information page.

**2 Accounting Policies**

These financial statements are prepared on a going concern basis, under the historical cost convention.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ("the Charities SORP")", with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the trustees have considered the charity's forecasts and projections and the possible implications should projected income and / or expenditure vary unexpectedly. The trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements. In making this assessment the trustees have considered how Covid-19 might affect projections.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.

The charity relies on volunteers to carry out many of its activities, particularly events management, hospitality, pastoral care services, logistics, administration and sung worship leading. However, in accordance with the SORP, the value of these services has not been included in these financial statements as they cannot be reliably measured.

**GRACE LONDON**  
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c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds is not significant and has not been separately disclosed.

Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.

d) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.

e) Tangible fixed assets

Items purchased or donated for the charity's own use are capitalised when the cost of purchased items, or the fair value of donated items, is more than £500 and the item is expected to benefit the charity over more than one accounting period. Depreciation is charged on a straight line basis so as to write down the value of each asset to its estimated residual value (if any) over its expected useful economic life. To achieve this objective the following rates of depreciation are charged:

Leasehold improvements	Over the lease term or, if shorter, expected useful life
Equipment	Over 3 to 7 years

The carrying values of tangible fixed assets are reviewed for impairment in periods when events or changes in circumstances indicate that the carrying value may not be recoverable.

f) Taxation

The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.

g) Exemption from preparing a cashflow statement

The charity has taken advantage of an exemption conferred by the Charities SORP and has not prepared a cash flow statement.

h) Critical accounting estimates and areas of judgement

The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

**3 Donations**

	2021 £	2020 £
Donations of cash and similar	409,048	349,751
Government grants - Job Retention Scheme grants	20,701	-
Income tax recoverable	69,543	58,008
	<u>499,292</u>	<u>407,759</u>

**GRACE LONDON**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**4 Charitable expenditure**

	2021 £	2020 £
<b>a Costs incurred directly on specific activities</b>		
Books & Training Material	196	887
Conference Fees	1,010	3,407
Conference Food & Accommodation Charges	(566)	25,606
General Expenses	1,402	11,075
Hospitality Food and Drink	1,691	23,496
Pastoral Meetings Expenses	79	677
Preaching Honorariums and Hospitality	1,046	2,742
Rent	24,095	75,629
Grants payable (note 4c)	34,330	38,792
Exceptional Expense (note 4d)	-	61,827
	<u>63,283</u>	<u>244,138</u>
<b>b Costs incurred on support &amp; administration</b>		
Governance costs		
Independent examiner's fee	2,100	1,800
	<u>2,100</u>	<u>1,800</u>
Bank Fees	1,340	2,290
Depreciation Expense	8,136	6,707
Employers National Insurance	10,164	10,591
Insurance	1,222	823
IT Software and Consumables	15,564	3,306
Licensing and Subscriptions	2,757	1,320
Pensions Costs	11,915	12,175
Postage, Freight & Courier	3	-
Professional Printing, Advertising & Marketing	2,833	7,593
Equipment Sundries	1,788	3,965
Salaries	148,936	147,948
Tech, Audio and Visual support	484	2,448
Staff Meeting Expenses	205	1,140
Stationery and Office Supplies	817	1,182
Telephone & Internet	1,313	1,250
Travel - International	-	217
Travel - National	137	2,481
	<u>209,713</u>	<u>207,236</u>
<b>Total expenditure</b>	<u><u>272,997</u></u>	<u><u>451,373</u></u>

The fee payable to the independent examiner for examining the accounts was £2,100 (2020: £2,100); in addition the charity paid £150 to Stewardship for consultancy services.

**GRACE LONDON**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**c Grants payable**

	Institutions £	Individuals £	2021 £
Grants for UK and overseas mission	24,920	9,410	34,330
	<u>24,920</u>	<u>9,410</u>	<u>34,330</u>

The comparatives for the previous year are as follows:

	Institutions £	Individuals £	2020 £
Grants for UK and overseas mission	30,053	8,739	38,792
	<u>30,053</u>	<u>8,739</u>	<u>38,792</u>

The charity's principal grants to institutions comprised:

	2021 £	2020 £
Advance Network UK	9,569	12,032
Advance Network Global	6,380	8,021
Hope Church Rhondda Valley	-	6,000
Emmanuel Church	2,971	-
Common Ground Church - Africa Covid Relief	6,000	-
Common Ground Church - Hope Africa & Early Life	-	4,000
Grants to institutions for less than £1,000 each	-	-
	<u>24,920</u>	<u>30,053</u>

- d** During FY19/20 Grace London incurred exceptional costs in relation to improvement works at a new venue London Nautical School. The total of these exceptional costs was £61,827 and related to £13,572 for new chairs and £13,531 for renovations and decoration and £34,724 on technical equipment. As these improvements and assets are owned by London Nautical School they have been expenses in FY19/20. No such expenses have occurred this year.

**5 Analysis of staff costs, the cost of key management personnel and trustee remuneration and expenses**

The charity's key management comprise the trustees and the key staff named on the Charity Information page. Total employment benefits payable to key management for the year were as follows:

	Wages & salaries	Other employment benefits	Employer pension contributions	2021 £
Trustees:				
Andrew Haslam	55,000		4,400	59,400
Other members of key management	47,500		3,800	51,300
				<u>110,700</u>

The following amounts were payable in the previous year:

	Wages & salaries	Other employment benefits	Employer pension contributions	2020 £
Trustees:				
Andrew Haslam	55,000		4,400	59,400
Other members of key management	47,500		3,800	51,300
				<u>110,700</u>

Andrew Haslam served as a Senior Pastor and received the above payments for serving in that capacity, not for serving as a trustee; these payments are permitted by the charity's governing document.



**GRACE LONDON**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**6 Tangible fixed assets**

	Fixtures, fittings and equipment £	Total 2021 £
Cost		
At 1 April 2020	33,739	33,739
Additions	8,366	8,366
Gains / (losses) on revaluation		-
Disposals		-
At 31 March 2021	<u>42,105</u>	<u>42,105</u>
Accumulated depreciation		
At 1 April 2020	22,374	22,374
Charge for the year	8,136	8,136
Eliminated on disposal		-
At 31 March 2021	<u>30,510</u>	<u>30,510</u>
Net book value		
At 31 March 2021	<u>11,595</u>	<u>11,595</u>
At 1 April 2020	<u>11,365</u>	<u>11,365</u>

**7 Debtors**

	2021 £	2020 £
<b>Falling due within one year:</b>		
Tax recoverable	21,778	27,618
Prepayments and accrued income	3,268	6,244
Other Debtor	4,648	
<b>Total debtors</b>	<u>29,695</u>	<u>33,861</u>

**8 Cash at Bank and in Hand**

	2021 £	2020 £
Cash at bank with immediate access	<u>290,372</u>	<u>90,470</u>

**9 Creditors: liabilities falling due within one year**

	2021 £	2020 £
Trade creditors	4,108	3,247
Grants payable	8,971	25,505
Other creditors	-	14,717
Accruals	1,905	1,860
	<u>14,985</u>	<u>45,329</u>

**10 Pension commitments**

During the year employer's pension contributions totalling £11,950 (2020: £12,175) were payable to defined contribution personal pension schemes. £60.35 in pension contributions were owing at the balance sheet date (2020: £60.45).

**GRACE LONDON**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

**11 Funds**

During the year the movements in the charity's funds were as follows:

	Opening balance 2021 £	Incoming resources 2021 £	Outgoing resources 2021 £	Transfers in the year 2021 £	Closing balance 2021 £
<i>Designated Funds</i>					
General reserves	23,557	15	-	11,429	35,001
Giving to Advance grant fund	(256)		(15,949)	15,949	(256)
Mercy Fund	-	10,865	(390)		10,475
War Chest				43,690	43,690
Other grant giving			(17,971)	17,971	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	23,301	10,880	(34,310)	89,039	88,910
<i>General Unrestricted Funds</i>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	66,681	476,462	(238,297)	(89,039)	215,807
<i>Total Unrestricted Funds</i>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	89,982	487,342	(272,607)	-	304,717
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Restricted Funds</i>					
Salt ministry / fund	385	1,100			1,485
Mercy Fund		10,865	(390)		10,475
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	385	11,965	(390)	-	11,960
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Aggregate of funds</i>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	90,367	499,306	(272,997)	-	316,677
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

The transfers referred to above were made for the following reasons:

General Reserves Fund: Contingent funds designated for use in exceptional financial circumstances. The use of these funds are governed

**Analysis of net assets by fund**

The assets and liabilities of the various funds were as follows:

	<u>Unrestricted Funds</u>		Restricted funds	2021
	General funds	Designated funds		
	£	£	£	£
Tangible fixed assets	11,595			11,595
Debtors	29,695			29,695
Cash at bank and in hand	189,502	88,910	11,960	290,372
Creditors falling due within one year	(14,985)			(14,985)
	<hr/>	<hr/>	<hr/>	<hr/>
	215,807	88,910	11,960	316,677
	<hr/>	<hr/>	<hr/>	<hr/>

**GRACE LONDON**  
**NOTES TO THE ACCOUNTS**  
**FOR THE YEAR ENDED 31 MARCH 2021**

In the previous year the movements in the charity's funds were as follows:

	Opening balance 2020 £	Incoming resources 2020 £	Outgoing resources 2020 £	Transfers in the year 2020 £	Closing balance 2020 £
<i>Designated Funds</i>					
General Reserves fund	26,015	42		(2,500)	23,557
Giving to Advance grant fund	(256)		(20,053)	20,053	(256)
Other Giving grant fund	-		(18,500)	18,500	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	25,759	42	(38,553)	36,053	23,301
<i>General Unrestricted Funds</i>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	106,879	407,760	(411,906)	(36,053)	66,681
<i>Total Unrestricted Funds</i>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	132,638	407,802	(450,459)	-	89,982
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Restricted Funds</i>					
Salt ministry / fund	150	1,150	(915)		385
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	150	1,150	(915)	-	385
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<i>Aggregate of funds</i>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	132,788	408,952	(451,374)	-	90,367
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>

**Analysis of net assets by fund**

In the previous year, the assets and liabilities of the various funds were as follows:

	<u>Unrestricted Funds</u>		Restricted funds	2020
	General funds	Designated funds	funds	
	£	£	£	£
Tangible fixed assets	11,365			11,365
Debtors	33,861			33,861
Cash at bank and in hand	66,784	23,301	385	90,470
Creditors falling due within one year	(45,329)			(45,329)
	<hr/>	<hr/>	<hr/>	<hr/>
	66,681	23,301	385	90,367
	<hr/>	<hr/>	<hr/>	<hr/>

**12 Transactions with related parties**

During the year the charity:

- Received donations totalling £65,900 (2020: £71,684) from related parties (which includes trustees, any other members of key management and anyone closely connected to them).
- No expenses (FY20: £0) were paid to, or for, the trustees. Reimbursements for expenses incurred when acting as agent for the charity or incurred when undertaking employment duties not connected with serving as a trustee are not included in this disclosure.

**GRACE LONDON**  
**DETAILED STATEMENT OF FINANCIAL ACTIVITIES WITH COMPARATIVES**  
**FOR THE YEAR ENDED 31 MARCH 2021**

Note	Unrestricted funds				Unrestricted funds			
	General 2021 £	Designated 2021 £	Restricted 2021 £	Total 2021 £	General 2020 £	Designated 2020 £	Restricted 2020 £	Total 2020 £
<b>INCOME AND ENDOWMENTS FROM:</b>								
Donations, grants and legacies	476,447	10,880	11,965	499,292	406,609	-	1,150	407,759
Bank Interest	15	-	-	15	-	42	-	42
Other Income	-	-	-	-	1,150	-	-	1,150
<b>Total income and endowments</b>	<b>476,462</b>	<b>10,880</b>	<b>11,965</b>	<b>499,306</b>	<b>407,760</b>	<b>42</b>	<b>1,150</b>	<b>408,952</b>
<b>EXPENDITURE ON:</b>								
Charitable activities:	238,297	34,310	390	272,997	350,079	38,553	915	389,546
Exceptional expenses	-	-	-	-	61,827.2	-	-	61,827
<b>Total Expenditure</b>	<b>238,297</b>	<b>34,310</b>	<b>390</b>	<b>272,997</b>	<b>411,906</b>	<b>38,553</b>	<b>915</b>	<b>451,373</b>
<b>Net income/(expenditure)</b>	<b>238,166</b>	<b>(23,431)</b>	<b>11,575</b>	<b>226,310</b>	<b>(4,146)</b>	<b>(38,511)</b>	<b>235</b>	<b>(42,421)</b>
<b>Transfers between funds</b>	<b>(89,039)</b>	<b>89,039</b>	<b>-</b>	<b>-</b>	<b>(36,053)</b>	<b>36,053</b>	<b>-</b>	<b>-</b>
	<b>149,127</b>	<b>65,609</b>	<b>11,575</b>	<b>226,310</b>	<b>(40,199)</b>	<b>(2,458)</b>	<b>235</b>	<b>(42,421)</b>
<b>Net movement in funds</b>	<b>149,127</b>	<b>65,609</b>	<b>11,575</b>	<b>226,310</b>	<b>(40,199)</b>	<b>(2,458)</b>	<b>235</b>	<b>(42,421)</b>
<b>Reconciliation of funds:</b>								
Total funds brought forward	66,680	23,301	385	90,367	106,879	25,759	150.00	132,788
<b>Total funds carried forward</b>	<b>215,807</b>	<b>88,910</b>	<b>11,960</b>	<b>316,677</b>	<b>66,680</b>	<b>23,301</b>	<b>385</b>	<b>90,367</b>

Rounding Differences of £1 may appear