



SUNNYHILL CHURCH

ANNUAL REPORT
AND
ACCOUNTS
YEAR END 31 MARCH 2022

Charitable Incorporated Organisation
Charity Number: 1161294



Statutory Information:

Charitable Incorporated Organisation Registration Number:
1161294 (Constitution last amended: 17/11/17)

Registered Address:

Sunnyhill Church
Wareham Road
Corfe Mullen
BH21 3LE

Finance Office:

Sunnyhill Church, 117 Aspen Gardens, Poole, BH12 4DQ

Trustees:

Dominic Bird (appointed 03/10/22)
Richard Garton (resigned 03/10/22)
Daniel Jackson (Chair)
Matthew Mellor (Secretary & Treasurer)

Senior Leadership Team (Spiritual Leaders):

Dominic & Louise Bird
Adam & Catherine ('Fru') Bird
Richard Garton (until 03/10/22)

Staff

Adam Bird – Ferndown Campus Pastor
Dominic Bird – Lead Pastor
Louise Bird – Co-Lead Pastor/Ministry Director
Richard Garton – Operations Pastor (until 31/10/22)
Jake Parker – Next Gen Pastor (until 04/09/22)
Sophie Parker – Next Gen Assistant (until 04/09/22)

Bankers:

CAF Bank Ltd, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent, ME19 4TA

Solicitors:

Emma Moody, Womble Bond Dickinson, St Ann's Wharf, 112 Quayside. Newcastle upon Tyne, NE1 3DX

Independent Examiner:

John Caladine FCCA CTA FCIE, Caladine Limited, Chantry House, 22 Upperton Road, Eastbourne, East Sussex, ME19 4TA

Trustees Annual Report

Our Purpose:

We are Sunnyhill.

Sunnyhill is a multisite church with campuses currently in Poole, Ferndown and Corfe Mullen.

We are a vibrant, contemporary, multisite church that is faith-filled, life-fuelled, fun loving and passionate about Jesus. Church to us isn't about stuffy religious practices, but it's about people expressing life and faith in Jesus.

Our purpose is simple; we are here 'For The One'. We focus our lives on loving and bringing honour to Jesus ('The One') and the best way we can do this, is by loving and making Him known to anybody ('the one') who hasn't experienced Him yet. We believe that in doing these things we're living out Jesus' New Commandment (see John 13:34). We do this both within the Dorset region and beyond.

Our Values:

Generosity: We are so inspired by the goodness of God that the only fitting response to all He has done is to live generously. We know the world of the generous gets bigger and bigger so therefore we live generously by being faithful in our giving, selfless in our serving and cheerful in our attitude.

Innovation: The first thing we learn about God in the Bible is that He is a creator. The first thing we learn about us in the Bible is that we're made in His image. We think innovation and creativity reflect the heart of God and as a result believe that church should be the most innovative place on earth. Therefore, we celebrate innovation by being creative, fearless and fresh in the expression of our faith.

Growth: We think growth matters. We are not content to maintain church, we want to grow and flourish deep and wide both spiritually and numerically. Every one matters, so we champion growth by creating healthy community that is both missional at it's heart and invitational in its ethos.

Excellence: For us, excellence is not about perfection but it's about doing the best with what we have. We want to do our best, be our best, live our best because we believe God is worth it and because we believe people who don't know God yet are worth it. We pursue excellence by cultivating a 'can-do' attitude, nurturing a pure heart and living to inspire others to do the same.

Next Generation: We believe the Next Generation are key to the plans and purposes of God, they don't have to wait. We want to raise them, equip them and release them to be all that God has called them to be. That said, Next Gen for us isn't all about kids and youth, it's about being a generation oriented and passionate about the next thing God is doing. We build for the Next Gen by being young at heart, vibrant and brave.

Lead Pastor's Overview

For the financial year to 31 March 2022 Sunnyhill Church has sought to reintegrate physical gatherings back into the life of our church fellowship. Entering into post-COVID time with the ending of lockdowns and associated restrictions, our primary goal has been to motivate people to move from online engagement with ministry to 'in the room' engagement.

This was more difficult than we initially expected. In some cases people were scared of meeting in larger numbers than had previously been permitted, and in other cases people had replaced what was previously their church attending slot of the week (Sunday morning) with other activities. We knew that in order to encourage people back into the room we initially needed to create a safe space where people could gather in smaller and more controlled environments where we could manage numbers and cleanliness of venue. To do this we used our smallest church venue at our Corfe Mullen Campus where we could do services back-to-back allowing in 40-50 at a time of those who had registered. Whilst the venue served us well in terms of being a manageable space, it didn't reflect our culture and practice as a church however. In due course, with appropriate measures in place, Ferndown Campus relaunched at our previous location and at the turn of the year we moved our Poole Campus out of our Corfe Mullen building back into Magna Academy School. Due to the depleted numbers and a required shift in focus we decided to move to a single service approach. This was to encourage a stronger bond of relationship and a less time pressured Sunday service experience. This served us amazingly well in building a stronger community amongst the people who call Sunnyhill their home church.

During this whole time we tried various forms of online provision for those who were unable/not yet ready to get back in a physical location. We recognised the value of broadcasting our service however, this became increasingly difficult to sustain when we moved Poole Campus back into our primary venue due to WIFI issues and set up demands. In the end we decided broadcasting LIVE was too complicated to deliver and in many ways competed with our in the room offering. In January 2022 we decided to do a recording of the Sunday message that would be available post event and broadcast another online offering on a Sunday during our service time called 'Fire Mountain.' This would be conversation based, looking at current affairs through the lens of a Biblical world-view.

All the time, we continued to invest in our Small groups that started during lockdown. Small Groups gradually moved from a Zoom experience to a Room experience. This was another key contributing factor in working to create health at the heart of the church fellowship. We became more intentional with our Small Group teaching curriculum and for much of the year it complimented our Sunday sermon series'.

One of the biggest changes to our church during this financial year was the departure of our Discipleship Pastor; Phil Coleman. At the end of Summer 2021, Phil left to pursue a calling to Penzance, Cornwall. In conjunction with myself we explored the opportunity of Phil stepping into lead Pastoring at a church within our affiliated movement. This was a huge loss to Sunnyhill as he was a key player in the leadership of the church. However, his exit was managed well and the church was journeyed towards his exit. It became a positive experience rather than a negative one, however, he and his family is missed by both myself and the church congregation.

Whilst the past year hasn't been without challenges, we believe that we are moving to a healthier place and we are excited to see how things move and change in the coming year with potential other leadership and staffing changes.

Dom & Loo

Dom & Loo Bird
Lead Pastors

Charitable Objects:

The objects of Sunnyhill Church, for the public benefit, are to advance the Christian faith in accordance with the Statement of Beliefs, in Poole, Dorset and in such other parts of the United Kingdom or the world as the charity trustees may from time to time think fit.

Organisational Structure, Governance and Management:

Sunnyhill Church is a Charitable Incorporated Organisation (CIO), governed by a constitution and lead by a team of Trustees. As per the constitution the "Spiritual Leaders" (Senior Leadership Team) are responsible between them and recognised by the Church Fellowship as responsible for the spiritual leadership of the Church Fellowship. The day-to-day running of the organisation is handled by the Senior Leadership Team. The charity is therefore led by the Trustees and Senior Leadership Team. The officials (Chair and Secretary/Treasurer) are currently also involved in the day-to-day management of the charity. Remuneration for staff, including members of key management, is set by a Subgroup of non-salaried Trustees called the "Salary Review Board" (SRB).

Trustees are appointed by the Trustees, according to the rules set out in the constitution. New trustees are invited to attend a trustee meeting in an observatory capacity, and given information about Sunnyhill, including its policies and procedures, and the Charity Commission guide 'the essential trustee'.

Financial Review:

At the end of the financial year the charity reports a healthy financial position, evidenced by income exceeding budget and expenditure falling below budgeted expectation.

The majority of the charity's income comes though the voluntary giving of those attending the church, all income for the year was £247,121 (20/21: £266,998). All expenditure relates to the furtherance of the charities aims £230,716 (20/21 £253,323).

The charity seeks to hold in reserve three month's full expenditure (£75,000). At the close of the current financial year the reserves policy was met. Although not all of this was held as unrestricted general cash balances, the charity holds significant designated funds as cash balances that could be used to meet any short term cash reserve requirements.

Risks and policies:

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. This includes the current policies which are reviewed and updated regularly, including: Finance Operating Procedures, Volunteer Policy, Hardship/Grants Policy, Complaints Procedure, Paying Staff /Recruitment, Investment Policy and the Risk Assessment Policy. The grants policy includes the desire to give 10% of operating income away as an organisation tithe. The charity does not hold complex investments or financial instruments and social investments are made as the fund allows depending upon the fit with charity's aims. Sunnyhill is heavily reliant upon volunteers in all of its activities to an unquantifiable extent, for which the trustees and senior leaders are grateful.

Public Benefit Statement:

The Trustees are aware of the Charities Commission's guidance on public benefit in "The Advancement of Religion for the Public Benefit" and has regard to it in the administration of the Church.

The Trustees believe that, the Church provides benefit to the public by:

- providing resources and facilities for public worship, pastoral care and spiritual, moral and intellectual development, both for the congregation and for anyone else who wishes to benefit from what the Church offers; and
- promoting Christian values and service by partners of the church to the community, for the benefit of individuals and society as a whole.

Trustees' Responsibilities

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Charity 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 charitable company 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.

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

The annual report and accounts were approved by the trustees on 23 January 2023, and is signed below on their behalf:



Matt Mellor
(Secretary/Treasurer)



Danny Jackson
(Chair)

SUNNYHILL CHURCH

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF SUNNYHILL CHURCH

I report to the Trustees on my examination of the financial statements of Sunnyhill Church (the Charity) for the year ended 31 March 2022.

Responsibilities and basis of report

As the Trustees of the Charity you are responsible for the preparation of the financial statements in accordance with the requirements of the Charities Act 2011 (the 2011 Act).

I report in respect of my examination of the Charity's financial statements carried out under section 145 of the 2011 Act. In carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with 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) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

I understand that this has been done in order for financial statements to provide a true and fair view in accordance with Generally Accepted Accounting Practice effective for reporting periods beginning on or after 1 January 2015.

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

- 1 accounting records were not kept in respect of the Charity as required by section 130 of the 2011 Act; or
- 2 the financial statements do not accord with those records; or
- 3 the financial statements 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 financial statements to be reached.



John Caladine FCCA CTA FCIE

Caladine Limited
Chantry House
22 Upperton Road
Eastbourne
East Sussex
BN21 1BF

Dated: 25 January 2023

SUNNYHILL CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2022

		Unrestricted funds 2022 £	Restricted funds 2022 £	Total Unrestricted funds 2022 £	Restricted funds 2021 £	Total 2021 £
	Notes					
Income from:						
Donations and legacies	3	229,596	12,296	241,892	243,668	263,201
Charitable activities	4	3,078	272	3,350	1,395	1,721
Investments	5	1,879	-	1,879	2,076	2,076
Total income		234,553	12,568	247,121	247,139	266,998
Expenditure on:						
Charitable activities	6	222,362	7,780	230,142	240,628	253,323
Other	11	574	-	574	-	-
Total expenditure		222,936	7,780	230,716	240,628	253,323
Gross transfers between funds	18	-	-	-	264	(264)
Net income for the year/ Net movement in funds		11,617	4,788	16,405	6,775	13,675
Fund balances at 1 April 2021		995,385	88,636	1,084,021	988,610	1,070,346
Fund balances at 31 March 2022		1,007,002	93,424	1,100,426	995,385	1,084,021

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

All income and expenditure derive from continuing activities.

SUNNYHILL CHURCH

STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Property, plant and equipment	12		13,157		17,768
Investments	13		24,190		41,200
			<u>37,347</u>		<u>58,968</u>
Current assets					
Inventories	14	1,594		-	
Trade and other receivables	15	8,783		23,507	
Cash at bank and in hand		1,086,928		1,033,340	
		<u>1,097,305</u>		<u>1,056,847</u>	
Current liabilities	16	(34,226)		(31,794)	
Net current assets			<u>1,063,079</u>		<u>1,025,053</u>
Total assets less current liabilities			<u>1,100,426</u>		<u>1,084,021</u>
Income funds					
Restricted funds	18		93,424		88,636
<u>Unrestricted funds</u>					
Designated Funds	19	949,603		949,293	
General unrestricted funds		<u>57,399</u>		<u>46,092</u>	
			<u>1,007,002</u>		<u>995,385</u>
			<u>1,100,426</u>		<u>1,084,021</u>

The financial statements were approved by the Trustees on23/01/23.....



Mr D Jackson (Chair)
Trustee

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Charity information

Sunnyhill Church is a Charitable Incorporated Organisation registered with the Charity Commission in England and Wales. The Charity's registered number is 1161294 and was first registered on 15 April 2015. The principal address of the Charity is as shown on the Legal and Administrative information page.

1.1 Accounting convention

The financial statements have been prepared in accordance with the Charity's constitution, the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)". The Charity is a Public Benefit Entity as defined by FRS 102.

The Charity has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the Charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Restricted funds are subject to specific conditions by donors as to how they may be used. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

1.4 Income

Income is recognised when the Charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the Charity has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the Charity has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

1.5 Expenditure

Liabilities are recognised when a constructive obligation exists, the payment is probable and the obligation can be measured or estimated reliably.

Resources expended are allocated to the particular cost centre to which they relate and include irrecoverable VAT.

1.6 Property, plant and equipment

Property, plant and equipment are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following basis:

Fixtures, fittings and Equipment	Over 5 years
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The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

1.7 Non-current investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in net income/(expenditure) for the year. Transaction costs are expensed as incurred.

A subsidiary is an entity controlled by the Charity. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.8 Impairment of non-current assets

At each reporting end date, the Charity reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

1.9 Inventories

Stocks of goods are stated at the lower of cost or net realisable value.

1.10 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.11 Financial instruments

The Charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the Charity's balance sheet when the Charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies (Continued)

Basic financial assets

Basic financial assets, which include trade and other receivables and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

Basic financial liabilities

Basic financial liabilities, including trade and other payables and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade payables are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade payables are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

Derecognition of financial liabilities

Financial liabilities are derecognised when the Charity's contractual obligations expire or are discharged or cancelled.

1.12 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.

1.13 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the Charity is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.14 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

2 Critical accounting estimates and judgements

In the application of the Charity's accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

3 Donations and legacies

	Unrestricted funds	Restricted funds	Total	Unrestricted funds	Restricted funds	Total
	2022 £	2022 £	2022 £	2021 £	2021 £	2021 £
Donations and gifts	221,229	12,296	233,525	210,921	19,533	230,454
Government JRS grants	6,927	-	6,927	32,747	-	32,747
Donated goods and services	1,440	-	1,440	-	-	-
	<u>229,596</u>	<u>12,296</u>	<u>241,892</u>	<u>243,668</u>	<u>19,533</u>	<u>263,201</u>
Donations and gifts						
Donations of cash and similar	183,893	11,183	195,076	175,827	13,535	189,362
Income tax recoverable	37,336	1,113	38,449	34,546	5,998	40,544
Other	-	-	-	548	-	548
	<u>221,229</u>	<u>12,296</u>	<u>233,525</u>	<u>210,921</u>	<u>19,533</u>	<u>230,454</u>

4 Charitable activities

	2022 £	2021 £
Sales within charitable activities	<u>3,350</u>	<u>1,721</u>
Analysis by fund		
Unrestricted funds	3,078	1,395
Restricted funds	272	326
	<u>3,350</u>	<u>1,721</u>

5 Investments

	Unrestricted funds	Unrestricted funds
	2022 £	2021 £
Interest receivable	<u>1,879</u>	<u>2,076</u>

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

6 Charitable activities

	2022 £	2021 £
Staff costs	142,087	149,429
Depreciation and impairment	11,958	24,588
Staff Costs Accommodation & Expenses	285	279
Apostolic Church Levy	10,000	10,008
Church Activities	8,167	9,572
World Mission	104	3,861
Evangelism	388	158
Football	2,402	2,281
Stock Purchases	193	-
Premises Hire	19,970	17,092
Building Costs	36	3,434
Equipment & Software	11,316	11,349
Maintenance & Utilities	330	101
Cleaning	1,744	638
Charitable donations	-	1,100
	<u>208,980</u>	<u>233,890</u>
Grant funding of activities (see note 7)	10,976	9,852
Share of support costs (see note 8)	3,794	4,342
Share of governance costs (see note 8)	6,392	5,239
	<u>230,142</u>	<u>253,323</u>
Analysis by fund		
Unrestricted funds	222,362	240,628
Restricted funds	7,780	12,695
	<u>230,142</u>	<u>253,323</u>

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

7 Grants payable

	2022 £	2021 £
Grants to institutions:		
Grants Overseas	1,500	6,739
Grants UK	3,005	15
Other	(642)	-
	<u>3,863</u>	<u>6,754</u>
Grants to individuals	7,113	3,098
	<u>10,976</u>	<u>9,852</u>

8 Support costs

	Support costs £	Governance costs £	2022 £	Support costs £	Governance costs £	2021 £
Advertising & Communications	509	-	509	722	-	722
Administration & Other costs	1,072	-	1,072	1,341	-	1,341
Insurance	2,213	-	2,213	2,279	-	2,279
Accountancy Fees	-	3,000	3,000	-	2,598	2,598
Other Governance costs	-	3,392	3,392	-	2,641	2,641
	<u>3,794</u>	<u>6,392</u>	<u>10,186</u>	<u>4,342</u>	<u>5,239</u>	<u>9,581</u>
<u>Analysed between</u>						
Charitable activities	<u>3,794</u>	<u>6,392</u>	<u>10,186</u>	<u>4,342</u>	<u>5,239</u>	<u>9,581</u>

Governance costs includes charges from the Independent Examiners of £3,000 (2021:£3,500) for preparing and examining the accounts.

9 Trustees

Donations made by the Trustees to the Charity during the year were £25,550 (2021: £21,895).

Trustees Richard Garton, served as Church Leaders and received the salaries and pension contributions for serving in that capacity, as allowed within the constitution.

Richard Garton Salary 2022:£31,250 (2021:£26,786), Employer pension contributions 2022:£735 (2021: £842).

At the year end there was a loan to the subsidiary company outstanding. The amount receivable at the year end was £24,190 (2021: £41,200)

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

10 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Ministry	6	7

Employment costs

	2022 £	2021 £
Wages and salaries	131,786	138,938
Social security costs	7,503	7,645
Other pension costs	2,798	2,846
	142,087	149,429

The Church is indebted to the many volunteers who serve in various categories.

There were no employees whose annual remuneration was more than £60,000.

11 Other

	Unrestricted funds	Total
	2022	£ 2021
Net loss on disposal of tangible fixed assets	574	-

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

12 Property, plant and equipment

	Fixtures, fittings and Equipment £
Cost	
At 1 April 2021	62,841
Additions	7,923
Disposals	(2,493)
At 31 March 2022	<u>68,271</u>
Depreciation and impairment	
At 1 April 2021	45,074
Depreciation charged in the year	11,958
Eliminated in respect of disposals	(1,918)
At 31 March 2022	<u>55,114</u>
Carrying amount	
At 31 March 2022	<u>13,157</u>
At 31 March 2021	<u>17,768</u>

13 Fixed asset investments

	Other investments
Cost or valuation	
At 1 April 2021 & 31 March 2022	41,200
Carrying amount	
At 31 March 2022	41,200
At 31 March 2021	41,200

	Notes	2022 £	2021 £
Other investments comprise:			
Investments in subsidiaries	22	24,190	41,200

Fixed asset investments comprise a concessionary loan made to the charity's subsidiary, Community Rhythms (a Community Interest Company). This loan is interest free and unsecured. £20,000 of this is due for repayment within the next twelve months, with the remainder due after 1 year.

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

14 Inventories

	2022 £	2021 £
Finished goods and goods for resale	1,594	-

15 Trade and other receivables

	2022 £	2021 £
Amounts falling due within one year:		
Other receivables	5,453	9,518
Prepayments and accrued income	3,330	2,739
	8,783	12,257

	2022 £	2021 £
Amounts falling due after more than one year:		

Other receivables	-	11,250
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Total debtors	8,783	23,507
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16 Current liabilities

	2022 £	2021 £
Other taxation and social security	3,026	552
Trade payables	28,145	28,211
Accruals and deferred income	3,055	3,031
	34,226	31,794

17 Retirement benefit schemes

Defined contribution schemes

The Charity operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the Charity in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £2,798 (2021:£2,722).

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 April 2020 £	Movement in funds		Transfers £	Balance at 1 April 2021 £	Movement in funds		Balance at 31 March 2022 £
		Incoming resources £	Resources expended £			Incoming resources £	Resources expended £	
Future Fund	72,029	550	-	-	72,579	-	-	72,579
Evangelism Fund	3,879	-	-	16	3,895	-	-	3,895
Miscellaneous Restricted Fund	376	3,586	(1,155)	(2,288)	519	4,283	(2,485)	2,317
Research Trip Fund	4,392	1,250	-	-	5,642	-	-	5,642
World Mission Fund	1,060	14,473	(11,540)	2,008	6,001	8,285	(5,295)	8,991
	81,736	19,859	(12,695)	(264)	88,636	12,568	(7,780)	93,424

Future Fund: This fund is for future expenditure on the purchase of new premises for Sunnyhill Church meetings.

Evangelism Fund: This fund was created when we were part of the Apostolic Church by a restricted donation for Evangelism. When we became our own Charity, this fund was transferred over from the Apostolic Church.

Miscellaneous Restricted Funds: This fund handles transient restricted funds.

Research Trip Fund: The fund was created at the end of 2016/17 financial year with a restricted donation from Key Industrial, of which Daniel Jackson (Trustee) is a Director. The purpose is for a learning trip to investigate how American Churches (especially c3 San Diego) manage multi service, Church growth, intern program etc. Any funds remaining should be used for the football team ministry.

World Mission Fund: This holds some restricted donations given specially for World Mission (outside UK), we also use this fund for the processing of disaster appeals,

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Movement in funds			Movement in funds			Balance at 1 April 2022
	Incoming resources	Resources expended	Transfers	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£	£	£
Building Fund	-	-	-	-	-	-	887,980
Evangelism Fund	-	-	-	-	-	-	965
Football Fund	1,640	(2,309)	(519)	2,413	(2,103)	-	658
Contingency Fund	-	-	-	-	-	-	60,000
	1,640	(2,309)	(519)	2,413	(2,103)	-	949,603

Building Fund: The fund was created at the end of 2016/17 to kick start a capital project to acquire a permanent site for Sunnyhill. It includes the gain on the property sold in 2018/19 to generate funds for a future property purchase.

Evangelism Fund: Money set aside for future expenditure on evangelistic opportunities.

Football Fund: This is used for the day-to-day operations of the Church football ministry.

Contingency Fund: This is the amount set aside with respect to our current reserves policy, as outlined in the Trustees report.

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2022

20 Analysis of net assets between funds

	Unrestricted funds 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds 2021 £	Restricted funds 2021 £	Total 2021 £
Fund balances are represented by:						
Property, plant and equipment	13,157	-	13,157	17,768	-	17,768
Investments	24,190	-	24,190	41,200	-	41,200
Current assets/(liabilities)	969,655	93,424	1,063,079	936,417	88,636	1,025,053
	<u>1,007,002</u>	<u>93,424</u>	<u>1,100,426</u>	<u>995,385</u>	<u>88,636</u>	<u>1,084,021</u>

21 Related party transactions

Remuneration of key management personnel

The remuneration of key management personnel is as follows.

	2022 £	2021 £
Aggregate compensation	<u>84,054</u>	<u>77,334</u>

Transactions with related parties

During the year the Charity entered into the following transactions with related parties:

The Trustees note contains details of disclosable related party transactions.

22 Subsidiaries

Details of the Charity's subsidiaries at 31 March 2022 are as follows:

Name of undertaking	Registered office	Nature of business	Class of shares held	% Held	
				Direct	Indirect
Community Rhythms CIC	England	Retail	Ordinary	100.00	

SUNNYHILL CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

22 Subsidiaries (Continued)

On the 1st April 2018 Sunnyhill Church acquired a trading subsidiary, being Community Rhythms, a community interest company (CIC), company number 08769741. Sunnyhill Church owns the two shares in the CIC, paying a £nil consideration for the acquisition. The CIC is a fully functioning high street coffee shop with the intention of providing community outreach, opportunities for the local community and the Church also uses it in evenings for various activities. The results for the year ended 31 March 2022 are set out below:

	2022 £	2021 £
Net Profit/(Loss) for the year	(6,675)	22,268
Net Assets at 31 March	(1,180)	5,495

In accordance with FRS102 SORP Appendix 3 A.11 the subsidiary financial result has not been consolidated into Sunnyhill accounts as the combined income is below the consideration threshold of £1,000,000.