

KINGS CHURCH SWANSEA

Unaudited Financial Statements

31 March 2021

KINGS CHURCH SWANSEA

Financial Statements

Year ended 31 March 2021

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KINGS CHURCH SWANSEA

Trustees' Annual Report

Year ended 31 March 2021

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 March 2021.

Reference and administrative details

Registered charity name KINGS CHURCH SWANSEA

Charity registration number 1161631

Principal office

The trustees

Mr D Morgan
Mrs E Morgan
Mr M Thomas
Mr D Brown
Mrs R White

Independent examiner Carl West ACA
43 Brynymor Road
Swansea
SA4 3EY

Structure, governance and management

Kings Church Swansea is a user led organisation for the advancement of the Christian faith for the public benefit and became a registered charity (Reg No: 1161631) in 2015.

As a registered charity, Kings Church Swansea has a constitutional document that lists the work we do and how we do it. As such, we have to adhere to the rules, regulations and legislation as set by the Charities Commission.

We also have a set of accessible operational policies and procedures that show clearly what to do in certain circumstances. We have strict financial systems in place to carefully monitor expenditure.

Kings Church Swansea is run and directed by a Management Committee of members, trustees and people from the community that have an interest in our work and are equipped with knowledge and skills to help. They meet periodically to discuss our current services and potential future projects.

At the end of each financial year a Trustees Annual Report is prepared and independently examined. Annual Accounts are compiled.

Annual General Meetings held in accordance with our constitution each year.

KINGS CHURCH SWANSEA

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Objectives and activities

The objects of the charity are the advancement of the Christian faith for the public benefit in the UK and such parts of the world that the trustees think fit according to the statement of beliefs.

The main objectives are to:

The prevention or relief of poverty

Religious activities

Human rights / Religious or racial harmony / Equality or diversity

Kings Church Swansea looks to help the general public and mankind in general.

Kings Church Swansea does this by providing human resources, use of a building with facilities, open space and provides services.

KINGS CHURCH SWANSEA

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Achievements and performance

Sadly with various lockdowns continuing throughout the last year and going into this year of 2021, we were unable to go back into our Church buildings to resume with our normal meetings. With the continuing challenges and obstacles 2021 has brought us, we have continued to use what we can and what we've got, to keep the church together and moving forward throughout this year, whilst praying that we'll be allowed to resume our services in our normal style by autumn at the latest this year.

Through the Media of Zoom and Facebook Live, we have continued to hold our regular meetings:-

- 1- Weekly Sunday Morning service meetings
- 2- Saturday morning Holy Spirit workshop meetings
- 3- Connect Group meetings every Wednesday evening
- 4- Trustee Meetings

These meetings have continued to work well and have remained fruitful over the last year and a half. We have held all our regular members plus extras joining us through Facebook live and our friends from Uganda who continue to join us on our Sunday zoom meetings and interact on our whatsapp groups. Also other new members who have come to find out about 'Kings,' through the work that Emma is doing at our Llanelli church.

Our Early Morning Prayer meetings have continued on throughout lock down. These are being held every Monday to Friday morning, and hosted by our Leaders Darren and Ingke Brown. They are still working well and are an integral part of our weekly gatherings together for fellowship, prayer and support.

Having been blessed with some wonderful weather of late, we have finally been able to meet up as a congregation on a few Sunday mornings on the open space opposite our Llanelli Church for an 'Outside Sunday service'. This is in the middle of the town and has been a great opportunity for us to meet as a congregation again face to face, and to be able to reach the community of Llanelli as well.

The Whatsapp groups we set up last year have proved integral in keeping us all together during this time and still work extremely well. These consist of:-

- 1- Kings Church Group - Main church group (whole congregation) - for daily words of encouragement for all.
- 2- One Arise - Ladies group
- 3- Prayer group
- 4- Pastors group
- 5- Leaders group
- 6- Trustees group

As a church we are now supporting 'One for Israel'. A ministry in the heart of Israel, proclaiming salvation to Israel, raising up leaders and equipping them with the tools they need to transform their communities.

We also support Mike and Annet Namutebi, the family that join us for our church services from Uganda. We agreed as a church to provide ongoing financial support for their family living, by making a monthly payment for family financial aid from our church.

KINGS CHURCH SWANSEA

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

From April time this year, Emma went back into our Llanelli church to continue what she had begun last year before lockdown, with our vision to restore and revamp the church. Emma has been again meeting with the contractors who are working on the building next to our Llanelli Church, and has been able to get them to help us with a temporary fix to both the main church roof and to the vestry roof. They have also cleaned the main guttering on the church and have taken away 4 skip full's of rubbish for us.

To date we have arranged 2 Saturdays "all hands on deck " days, at our Llanelli church, and just about to have our third, where we've managed to get as many of the congregation together to help to start tidying up the grounds of the church. This has included weeding, power washing, planting flowers, pointing the walls, welding safe the railings, painting etc. We have had banners made and put up outside the church asking for help from the community and to let them know we are there and what our vision is, not just for the church itself but as a community hub for the people of Llanelli. Emma has been utilising the Facebook group called, 'Llanelli Unseen' where she has been able to put regular updates and photos on there of what we are doing at the church for people to see our progress along the way. From this we have also had people from the community coming forward wanting to help us with our project at the church. We have had volunteers helping us on the above Saturdays, and also a lady come forward who had seen one of the posts who's a Surveyor wanting to give us her time and expertise with what's needed to be addressed with the structure of the church building.

We have recently had a new alarm system fitted at the church from Dyfed alarms. So now if the alarm goes off it is automatically connected to a service centre, then the police station if required and the key holders will be notified every time the alarm goes off.

Emma has again been utilising the time during the various lockdowns to continue to look at all the Admin side of things, and has also continued to work with the 'Thinking Church' services, for the structure and vision of the church moving forward. We are in the process as agreed in our Trustee meeting to change over to both a new Solicitors and to a new Bank. Both of which are better catered for in regards to churches and charities and have a greater understanding of our needs moving forward.

Through the different Lockdowns and to present day, our Sunday Evening soup kitchen, running from our Llanelli church has still been able to serve the community from an outside set up with a takeaway service.

Financial review

The accounts have been prepared in accordance with the Statement of Recommended Accounting Practice (SORP 2005). As a result they do not contain an "Income and Expenditure Account" but rather a "Statement of Financial Activities." This shows total incoming resources offset against total resources expended.

The charity's net incoming resources of £34,350 consists of donations receivable.

Incomings exceeded outgoing resources by £22,187.

KINGS CHURCH SWANSEA

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

Plans for future periods

New Objectives

Without currently knowing when all restrictions regarding church meetings will be relaxed, we can only pray that we will be able to be back in our church buildings in the next month or couple of months time, where we can free to fellowship, sing - worship & praise God in our services in our normal style for Kings Church.

Currently our objective would be to

1- Consistently keep the level of people we have now attending our meetings online & outdoors

2- Look at how we can utilise the resource of media on Facebook and Zoom even when we do go back into the church buildings so that we don't lose anyone who may not be able to physically get to the church

The following objectives have been identified for September to December 2021 in the hope of Church resuming (in the buildings) by autumn, in which case further assessment and evaluation will take place.

1- Baring in mind the update on restrictions in the next week or so, taking that information into consideration for going back to church. Regarding distancing, ppe etc depending what is still in place, and making the relevant changes in order to go back.

2- Meeting up with the Leaders from each department in the church, to discuss their departments, any issues they foresee, what their vision is moving forward etc

3- Arranging a "All hands on deck" day for our Swansea church so that we can get the outside tidied up, the inside sorted and cleaned, ready to go back to the Swansea building for services, while our Llanelli church is still being renovated.

4- Resume our weekly Saturday and Sunday meetings in the church with the aim of keeping the consistency of our members we have built up over the last year, by possibly introducing Zoom as well as Facebook Live into our meetings from the building for those who cannot physically get to the building.

5- Start a regular One Arise women's programme - Once per month

6- Start a regular men's programme

7- Start a Welcome Team (as currently do not have one)

8- Resume weekly Connect meetings

9- Continue with the work of restoring the bottom floor of our Llanelli Church - 'The Vestry', with the intention then of :- -moving our Sunday services over to Llanelli.

-holding our other weekly meetings at Llanelli

-being in a position where we can bring extra income in to the church by hiring the vestry hall out for birthday parties, classes etc.

10- Plan for Christmas in the Llanelli church and for the community

11- Look into funding options that may be available for us to start on the upper levels of the Llanelli church- a longer term project where issues such as the church roof will need to be addressed.

KINGS CHURCH SWANSEA

Trustees' Annual Report *(continued)*

Year ended 31 March 2021

12- Implementation of a Project Management Software. There are numerous options available: Asana, Trello, Basecamp, Microsoft Planner and more.

In summary, even though Covid-19 continued to present many challenges to us all, it has definitely brought us closer together as we have moved forward as a congregation, both on our personal walks with God and our relationships with one another and we are eager and excited to see what the Lord is going to do in the latter part of this year and moving forward into 2022.

The trustees' annual report was approved on 27 July 2021 and signed on behalf of the board of trustees by:

Mr D Morgan
Trustee

KINGS CHURCH SWANSEA

Independent Examiner's Report to the Trustees of KINGS CHURCH SWANSEA

Year ended 31 March 2021

I report to the trustees on my examination of the financial statements of KINGS CHURCH SWANSEA ('the charity') for the year ended 31 March 2021.

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 Act').

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 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

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 respect:

1. accounting records were not kept in respect of the charity as required by section 130 of the 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 accounts to be reached.

Carl West ACA
Independent Examiner

43 Brynymor Road
Swansea
SA4 3EY

27 July 2021

KINGS CHURCH SWANSEA

Statement of Financial Activities

Year ended 31 March 2021

		2021		2020
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	4	34,350	34,350	23,553
Total income		<u>34,350</u>	<u>34,350</u>	<u>23,553</u>
Expenditure				
Expenditure on charitable activities	5,6	12,163	12,163	28,454
Total expenditure		<u>12,163</u>	<u>12,163</u>	<u>28,454</u>
Net income/(expenditure) and net movement in funds		<u>22,187</u>	<u>22,187</u>	<u>(4,901)</u>
Reconciliation of funds				
Total funds brought forward		17,588	17,588	22,489
Total funds carried forward		<u>39,775</u>	<u>39,775</u>	<u>17,587</u>

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

The notes on pages 10 to 15 form part of these financial statements.

KINGS CHURCH SWANSEA

Statement of Financial Position

31 March 2021

	Note	2021 £	2020 £
Fixed assets			
Tangible fixed assets	11	19,803	16,407
Current assets			
Cash at bank and in hand		20,272	1,481
Creditors: amounts falling due within one year	12	300	300
Net current assets		19,972	1,181
Total assets less current liabilities		39,775	17,588
Funds of the charity			
Unrestricted funds		39,775	17,587
Total charity funds	13	39,775	17,587

These financial statements were approved by the board of trustees and authorised for issue on 27 July 2021, and are signed on behalf of the board by:

Mr D Morgan
Trustee

The notes on pages 10 to 15 form part of these financial statements.

KINGS CHURCH SWANSEA

Notes to the Financial Statements

Year ended 31 March 2021

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 146 Loughor Road, Gorseinon, Swansea, SA4 6QX.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

KINGS CHURCH SWANSEA

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

KINGS CHURCH SWANSEA

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Freehold property	- 2% straight line
Plant and machinery	- 25% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

KINGS CHURCH SWANSEA

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Donations				
Donations	<u>34,350</u>	<u>34,350</u>	<u>23,553</u>	<u>23,553</u>

5. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2021 £	Unrestricted Funds £	Total Funds 2020 £
Activity type 1	<u>12,163</u>	<u>12,163</u>	<u>28,455</u>	<u>28,454</u>

6. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Total funds 2021 £	Total fund 2020 £
Activity type 1	<u>12,163</u>	<u>12,163</u>	<u>28,454</u>

KINGS CHURCH SWANSEA

Notes to the Financial Statements *(continued)*

Year ended 31 March 2021

7. Net income/(expenditure)

Net income/(expenditure) is stated after charging/(crediting):

	2021 £	2020 £
Depreciation of tangible fixed assets	<u>1,604</u>	<u>1,304</u>

8. Independent examination fees

	2021 £	2020 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>300</u>	<u>300</u>

9. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

2021 £	2020 £
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The average head count of employees during the year was Nil (2020: Nil).

No employee received employee benefits of more than £60,000 during the year (2020: Nil).

10. Trustee remuneration and expenses

No remuneration or other benefits from employment with the charity or a related entity were received by the trustees.

11. Tangible fixed assets

	Freehold property £	Plant and machinery £	Total £
Cost			
At 1 April 2020	15,000	4,015	19,015
Additions	<u>5,000</u>	<u>—</u>	<u>5,000</u>
At 31 March 2021	<u>20,000</u>	<u>4,015</u>	<u>24,015</u>
Depreciation			
At 1 April 2020	600	2,008	2,608
Charge for the year	<u>600</u>	<u>1,004</u>	<u>1,604</u>
At 31 March 2021	<u>1,200</u>	<u>3,012</u>	<u>4,212</u>
Carrying amount			
At 31 March 2021	<u>18,800</u>	<u>1,003</u>	<u>19,803</u>
At 31 March 2020	<u>14,400</u>	<u>2,007</u>	<u>16,407</u>

KINGS CHURCH SWANSEA

Notes to the Financial Statements (continued)

Year ended 31 March 2021

12. Creditors: amounts falling due within one year

	2021 £	2020 £
Other creditors	<u>300</u>	<u>300</u>

13. Analysis of charitable funds

Unrestricted funds

	At 1 April 2020 £	Income £	Expenditure £	At 31 March 2021 £
General funds	<u>17,588</u>	<u>34,350</u>	<u>(12,163)</u>	<u>39,775</u>

	At 1 April 2019 £	Income £	Expenditure £	At 31 March 2020 £
General funds	<u>22,489</u>	<u>23,553</u>	<u>(28,455)</u>	<u>17,587</u>

14. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2021 £
Tangible fixed assets	19,803	19,803
Current assets	20,272	20,272
Creditors less than 1 year	<u>(300)</u>	<u>(300)</u>
Net assets	<u>39,775</u>	<u>39,775</u>

	Unrestricted Funds £	Total Funds 2020 £
Tangible fixed assets	16,407	16,407
Current assets	1,481	1,481
Creditors less than 1 year	<u>(300)</u>	<u>(300)</u>
Net assets	<u>17,588</u>	<u>17,588</u>