

House of Prayer Trust

Financial Statements for the

Year end March 2021

CIO 1162259

House of Prayer Trust

INDEX

for the year end March 2021

Page 3	Charity information
Page 4 -6	Trustees Report
Page 7	Statement of Financial Activities
Page 8	Balance Sheet
Pages 9-12	Notes to accounts
Page 13	Independent Examiner's Report

House of Prayer Trust

CHARITY INFORMATION

Trustees

Mrs Josephine Aubrey
Mr Anthony James Herber Davies
Mr Adrian Hide
Mr Anil Dass
Mr Philip Yardley
Mr Derek McCormack
Mr Steve Warwood (Resigned November 2020)

Charity Number

1162259

Charity Correspondence Address

The Life Centre
First Floor
6 Market Approach
Wellington
Telford
Shropshire
TF1 1BW

Independent Examiner

Gary Peter Brookes FCA FCIE
130 Wombourne Park
Wombourne
South Staffs WV5 0LY

Bankers

Barclays Bank
The Telford centre
Overdale
Telford
Shropshire
TF3 4AD

Governing Document

The organisation is a charitable incorporated trust registered in 2016, hereafter referred to as the Trust.

Trustees

The trustees as named on page 1 have served throughout the period, except those who have been appointed or ceased to act as trustees during the current year, as indicated. New Trustees are chosen by invitation in order that the Trust may have representation from a wide range of experience from within the body of the fellowship. We match our skill requirements with knowledge and experience and where there are gaps we offer appropriate training.

Trustee Induction and Training

There are no specific policies and procedures for induction/training of trustees. However, they are inducted according to individual requirements. A copy of the Trust Deed is supplied, along with the Trust policies and procedures and copies of recent board meeting minutes and accounts. Individual Trustees roles/responsibilities are negotiated with all the trustees so that their roles complement each other.

Objectives and Activities

The advancement of the Christian faith and the worship of God in Shropshire and elsewhere by any means whatsoever including (but not by way of limitation)

The preaching and proclamation of the Christian gospel and the teaching of Christian doctrine and principles

The pastoral care of Christian people

The printing and distribution of the bible and Christian literature including video and audio recordings or electronically and by any other media which is or may become available

To establish a Christian centre in Telford as a centre for Christian use and for other charitable projects as the trustees may from time to time determine.

The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.

The advancement of education on the basis of Christian principles and without prejudice to the generality of the foregoing the provisions of such education in any educational establishment and if the trustees so decide the provision of one or more charitable educational establishments for the general education of children or adults on the basis of such Christian principle.

Throughout the year the trustees have paid due regard to the Charities Commission's guidance on Public Benefit and, in particular, the specific guidance provided to charities for the advancement of religion.

Achievements and Performance

Although numbers have decreased slightly in the present circumstances, HOP has still maintained reasonable numbers in weekly services and events. It has been successful in achieving its aims to reach out into the community through events and other activities either in partnership with, or in support of other Christian projects.

HoP Trust has been able to achieve its objective on education based on Christian principles through the Westminster Theological Centre (WTC) courses during the year. Following the review and decision of the trustees, the project is no longer run by the trust HoP continues to partner with other local churches in furtherance of Christian education, outreach and support.

The Church objective of reaching out into the community through the Gratitude Events Café project has been a success.

Following the acquisition of the building at 8-10 Duke Street (DSt) in January 2019, 8 DSt has been undergoing refurbishment and part has been released for letting to a local school winning a Local Authority award for business entrepreneurship.

Future Plans

The outstanding refurbishment of the remainder of the 8 DSt unit is now complete and leased out to Wrekin College (Retro Shack) and Outreach activities will be operating. The success of the Gratitude café, 10 DSt is a platform for other outreach programs of the trust which will be enhanced when completed. The spaces in the premises will continue to facilitate Christian and community activities.

The premises will also provide a meeting place for church activities and events, should there be any changes in occupancy of the central area of worship.

Financial Review

The full results of the Trust for the year are set out in the attached financial statements.

Income decreased from £202K to £146K largely from the closures due to Covid 19 and the effect of changing the GEC Café to a separate company limited by guarantee. Decreasing the consequential VAT registration impact primarily resulted in overall expenses decreasing from £241K to £131K. A residual surplus of £14k was achieved compared to the previous year deficit of £38k. This year's income was also augmented by the government's covid 19 grant received together with a special grant of £10k towards the Creative Training Space (CTS). However an additional charge was required for the transfer of funds due to the newly formed GEC Cafe

Reserves Policy

At this stage of the Trust's life there is little room to address a reserves policy in practice although an awareness of the need for one is monitored on an ongoing basis.

Risk Policy

The management team conducts an ongoing review of major risks as part of its regular monitoring and reporting.

Internal risks are minimised by the implementation of procedures in regard to Good Practice Child Protection Policies, Fire Safety and Health and safety inspections where the Trust's activities operate. Financial risks are minimised by the implementation of procedures for the authorisation of all transactions by the team and reviews on a regular basis.

Trustees' Responsibilities

Charity Law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Trust and of its financial activities for that year together with its assets and liabilities at the end of the year, adequately distinguishing any material, special trust or other restricted fund of the Trust. In preparing those financial statements, the directors are required to:

- a) Select suitable accounting policies and then apply them consistently;
- b) Make judgements and estimates that are reasonable and prudent;
- c) State whether the policies adopted are in accordance with the appropriate SORP on accounting by Charities and the Accounting Regulations and with applicable accounting standards subject to any material departures disclosed and explained in the financial statements; and
- d) Prepare the financial statements on the going concern basis unless it is inappropriate to assume that the Trust will continue in its activities.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Trust and to enable them to ensure that the financial statements comply with the Statements of Recommended Practice 2015 and the regulations made under section of the Charities Act 2011. They are also responsible for safeguarding the assets of the Trust and hence for taking reasonable steps for the prevention and detection of fraud and irregularities. The trustees have the power to invest in such assets as they see fit.

This report was approved by the trustees on

DATE 21/1/22

Trustee 

House of Prayer Trust**Statement Of Financial Activities
for the year to 31 March 2021**

		Total Funds 2021 £	Total Funds 2020 £
	Notes		
Income			
Incoming Resources from charitable activities			
Tithes and offerings		81,181	88,609
Gift Aid Tax received		16,786	18,722
Grants received		35,012	
GEC Café Income		12,561	94,467
Total		145,540	201,798
Expenditure			
Charitable Activities			
Direct Church Running Activities	1	98,345	146,933
GEC Café direct expenses		17,412	93,568
Other Expenses		14,938	
Total		130,695	240,501
Net surplus/(loss)		14,845	(38,703)
Reconciliation of Funds			
Unrestricted and Designated Fund Balance B/F	3	133,777	172,481
Total funds carried forward		148,622	133,777

There were no recognised gains or losses for 2020 or 2021 other than those included in the Statement of Financial Activities

House of Prayer Trust


Balance Sheet as at 31 March 2021

		<u>2021</u>	<u>2020</u>
	Notes	£	£
Fixed Assets			
Tangible Fixed Assets	4	275,616	261,927
		<u>275,616</u>	<u>261,927</u>
Current assets			
Stock		-	188
Debtors & Prepayments	7	22,385	21,117
Cash at bank and in hand		<u>25,337</u>	<u>35,264</u>
		47,723	56,569
Creditor: Amounts falling due within one year	8	(1,500)	(3,540)
		46,223	53,028
Creditor: Amounts falling due after one year		(173,216)	(181,179)
Net Assets		<u><u>148,622</u></u>	<u><u>133,777</u></u>
Represented by			
Unrestricted and Designated funds		148,622	133,777
		<u><u>148,622</u></u>	<u><u>133,777</u></u>

The accompanying notes form an integral part of these Financial Statements.

The Balance Sheet set out for the year ended 31 March 2021 was approved by the church trustees on the 18th January 2022

Signed.....

Trustee Name

House of Prayer Trust
Notes to the accounts
for the year to 31 March 2021
ACCOUNTING POLICIES

The charity constitutes a public benefit entity as defined by FRS102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) published on 16 July 2014, the Charities Act 2011 and UK Generally Accepted Practice as it applies from 1 January 2015.

A summary of the principal accounting policies adopted is as follows:

Basis of preparation

The financial statements have been prepared in accordance with the appropriate SORP on accounting by Charities and the Accounting Regulations and with applicable accounting standards subject to any material departures disclosed and explained in the financial statements.

The accounts are drawn up on the historical cost basis of accounting, as modified by the revaluation of investments.

Going concern

Having reviewed the funding available to the charity together with the expected future donations by members and the charity's future projected cash flows, the trustees have a reasonable expectation that the charity has adequate resources to continue its activities for the foreseeable future and have faith there are no material uncertainties over its financial viability. Accordingly, the trustees continue to adopt the going concern basis in preparing the financial statements.

Expenditure

Expenditure is accounted for on an accruals basis where there is a legal and constructive obligation to make a payment to a third party and the amount of the obligation can be measured reliably, expenditure is allocated to the appropriate headings relevant to the charitable activities. Expenditure is recognised as soon as the related liability is incurred and has been classified under headings that aggregate all costs relating to that category. Liabilities are recognised as soon as there is a legal or constructive obligation committing the Charity to the expenditure. Expenditure on charitable activities comprises personnel, hospitality, property, repairs and maintenance, rent, rates, light and heat, general supplies and services, depreciation, motor and travel, office overheads and insurance.

Irrecoverable VAT is charged as an expense against the activity for which expenditure arose.

Governance Costs

Governance costs comprise the costs of running the charity, includes independent examiners remuneration, certain legal costs and all costs of complying with constitutional and statutory requirements, such as costs of advising the trustees and examining the accounts and are stated in note 2.

Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives as in note 4

Stock

Stock represents goods for resale and is valued at the lower of cost and net realisable value.

Debtors and creditors

Debtors and creditors are measured at the estimated amounts receivable as gift aid, and or transaction price less any provision for impairment.

Any losses arising from impairment are recognised as expenditure.

House of Prayer Trust

Notes to the accounts for the year to 31 March 2021

1. Direct Church Running Activities

	2021	2020
		£
Rent and rates	18,726	31,410
Ministry and Admin Support	24,999	30,069
Ministry and Outreach	7,576	10,075
Multi media and equipment	922	2,548
Hospitality and Travel expenses	200	1,578
Outreach Ministry costs	672	4,696
Utilities	6,323	8,785
Repairs and maintenance	2,385	2,156
Resource material	155	395
Admin & Printing expenses	2,146	2,478
Subscriptions	750	891
Bank Interest & Charges	10,236	13,512
Legal & Insurance fees	3,064	1,764
Governance (see 2. below)	1,716	2,040
Depreciation	18,317	18,317
Loss on Asset Impairment and Disposal	159	16,219

Total	98,345	146,933
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2. Governance

Independent examination	1,500	1,500
Legal costs	216	540
	1,716	2,040

3. Reconciliation of Funds

Total unrestricted cash and bank funds b/f	133,778	172,481
Net surplus /(deficit)	14,845	17,000
	148,623	133,778

House of Prayer Trust

Notes to the accounts cont'd
for the year to 31 March 2021

4. Tangible fixed assets

	Buildings Acquisition £	Leasehold Improvement Buildings £	Media Machinery & Equipment £	Furniture and Fittings £	Total £
Cost					
At 1 April 2020	261,752	12,646	21,573	3,669	299,640
Additions in the year	32,006				32,006
At 31 March 2021	<u>293,758</u>	<u>12,646</u>	<u>21,573</u>	<u>3,669</u>	<u>331,646</u>
Depreciation					
At 1 April 2020	13,678	5,660	16,549	1,825	37,713
Charge for the year	11,726	1,543	4,315	734	18,317
At 31 March 2021	<u>25,404</u>	<u>7,203</u>	<u>20,864</u>	<u>2,559</u>	<u>56,030</u>
Net Book Value					
At 31 March 2021	<u>268,353</u>	<u>5,443</u>	<u>709</u>	<u>1,110</u>	<u>275,616</u>
At 31 March 2020	<u>233,092</u>	<u>26,728</u>	<u>9,338</u>	<u>2,224</u>	<u>271,381</u>

5. Staff Costs

No full time staff were employed , with duties carried out by various members remunerated on a casual basis

The senior leader (also a Trustee) received no remuneration

6. Trustees' remuneration and expenses

No remuneration or expenses were paid to the Trustees for the year except for Mrs Josephine Aubrey who was paid for Life Centre Manager duties .

7. Debtors

	2021 £	2020 £
Gift Aid Receivable	17,786	19,646
Prepayments	4,599	750
other assets	-	721
	<u>22,385</u>	<u>21,117</u>

House of Prayer Trust
Notes to the accounts
for the year to 31 March 2021

8. Creditors: amounts falling due within one year	2021	2020
	£	£
Creditors	-	2,040
Accrued expenses	1,500	1,500
	<u>1,500</u>	<u>3,540</u>

8. Creditors: amounts falling due after one year	£	£
Mortgage	154,466	156,179
Members & Trustee Loans	18,750	25,000
	<u>173,216</u>	<u>181,179</u>

The secured mortgage facility is with Kingdom Bank for the acquisition of the premises. Currently the interest rate is a fixed rate of 5.50% with interest of £9791 being charged during the reported period.

9 Analysis of Net Assets between funds

	General and Designated funds	Restricted funds	Total
	£	£	£
Fixed assets	275,616	-	275,616
Net current assets	(126,994)	-	(126,994)
Net assets at 31st March 2021	<u>148,622</u>	<u>-</u>	<u>148,622</u>

House of Prayer Trust

Independent Examiner's Report to the Trustees of House of Prayer Trust

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 March 2021 which are set out on pages 5 to 10

Responsibilities and basis of report

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

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

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 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.

Signed 

Name Gary Peter Brookes

Fellow of Institute of Chartered Accountants for England and Wales

Address 130 Wombourne Park, Wombourne, South Staffs, WV5 0LY

Date: 26th January 2022