

ISAIAH 58 TRUST

Accounts – 31st March 2024

ISAIAH 58 TRUST

Charity number: 1164983

Accounts – 31st March 2024

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**REPORT OF THE TRUSTEES
for the year ended 31st March 2024**

The Trustees are pleased to present their annual report and financial statements of the charity for the year ended 31st March 2024.

The Financial Statements have been prepared in accordance with the accounting policies set out in note 1 to the accounts and complies with the Charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice (Second Edition) and the Financial Reporting Standard FRS 102.

Reference and Administration Details

The charity's name is Isaiah 58 Trust and also operates under the name of Kings Way Church.

Charity Registration Number: 1164983

Registered Office: 324 Washway Road, Sale, M33 4RT.

Trustees

The Trustees and officers who served during the year and since the year end were as follows:

I Skrzypiec-Allen
D Dean
T Hack
W Price
S Green (resigned 19th October 2024)
R Blackburn (appointed 22nd May 2024)

Objectives and Activities

The main objects of the charity are:

- a) The advancement of the Christian faith and proclamation of the gospel of Jesus Christ.
- b) The advancement of education in accordance with Christian principles.
- c) Protection of health and the relief of poverty, distress and sickness.
- d) Advancement of Christian worship.
- e) Promote and fulfil such other charitable purposes beneficial to the community.

The main activity of the trust is the running of a Christian church in the Manchester area together with related community projects.

In planning the activities of the charity the trustees have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

The trusts activities of education and prevention or relief of poverty and the religious activities are available to people in the North of England and elsewhere.

Achievements and Performance

In accordance with its objectives, financial support was given to a number of projects involved in the relief of hardship and suffering, both in the UK and abroad, including Europe and Africa. Educational projects in the UK, Europe and Africa were also supported as were community transformation initiatives in Trafford, in Greater Manchester, and other parts of the UK. We continue to employ someone to increase our community work in the local area. The CIO continues to work with five other local churches including Life Church and partnering with Christians Against Poverty (registered charity 1097217) to provide debt counselling free of charge to local residents. The CIO is the lead organisation and holds the finances for the centre. The primary source of income for the CIO is from donations.

**REPORT OF THE TRUSTEES
for the year ended 31st March 2024**

Financial Review

The total income for the year was £67,806 and total expenditure on charitable activities amounted to £76,986. The balance on General Funds at the year end was £491,771 and on designated funds £111,400 and on restricted £19,884.

Reserves Policy

The trustees have continued the policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 2 and 3 months of expenditure. The trustees consider that this should be £25,000 in general funds. The reserves are needed to meet the working capital requirement of the charity and the trustees are confident that at this level they would be able to continue the current activities of the charity in the event of a significant drop in funding. The present level of the reserves available to the charity are in excess of the desired amount. The trustees have continued to maintain the reserves at this level by monitoring income and expenditure on a monthly basis, and only making donations from surplus funds. Additional reserves of £8,500 are needed for the Debt Centre to continue to function for 3–4 months in case of loss of income. These are held in restricted funds.

Structure, Governance and Management**Governing Document**

Isaiah 58 Trust is registered as a Charitable Incorporated Organisation with the Charity Commission. It was formed under a Trust Deed registered on 23rd December 2015.

Appointment of Trustees

The trustees keep the composition of the board under review and will seek to appoint additional members with appropriate skills, expertise and Christian values, should the need arise. Interested parties are given details of the background of the charity in order to make them aware of current activities.

Signed on behalf of the trustees:

I Skrzypiec-Allen

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Trustee

Manchester

18th December 2024

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES

I report to the trustees on my examination of the accounts of Isaiah 58 Trust for the year ended 31st March 2024.

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 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 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.

AP Williams BSc FCCA
A J Carter & Co
Chartered Accountants

22b High Street
Witney
Oxon
OX28 6RB

18th December 2024

STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31st March 2024

	Note	Unrestricted Funds	Restricted Funds	Total Funds 2024	Total Funds 2023
		£	£	£	£
Income from:					
Donations	3	34,039	25,375	59,414	57,823
Income from other trading activities	4	3,413	-	3,413	1,361
Investments	5	4,979	-	4,979	545
Total incoming resources		<u>42,431</u>	<u>25,375</u>	<u>67,806</u>	<u>59,729</u>
Expenditure on:					
Charitable activities	6	<u>48,464</u>	<u>28,522</u>	<u>76,986</u>	<u>76,866</u>
Total expenditure		<u>48,464</u>	<u>28,522</u>	<u>76,986</u>	<u>76,866</u>
Net income/(expenditure) and net movement in funds for the year		(6,033)	(3,147)	(9,180)	(17,137)
Transfer between funds		-	-	-	-
Net movement in funds		<u>(6,033)</u>	<u>(3,147)</u>	<u>(9,180)</u>	<u>(17,137)</u>
Reconciliation of funds					
Total funds brought forward		<u>609,204</u>	<u>23,031</u>	<u>632,235</u>	<u>649,372</u>
Total funds carried forward		<u>£603,171</u>	<u>£19,884</u>	<u>£623,055</u>	<u>£632,235</u>

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

All income and expenditure derives from continuing activities.

The notes on pages 6 to 11 form part of these financial statements

ISAIAH 58 TRUST

5.

BALANCE SHEET as at 31st March 2024

	Note	2024 £	2023 £
Fixed assets			
Tangible assets	10	3	3
Total fixed assets		3	3
Other assets			
Loans	11	360,000	530,000
		360,000	530,000
Current assets			
Debtors	12	863	855
Investments	13	238,703	85,558
Cash at bank and in hand		27,026	17,689
Total current assets		266,592	104,102
Liabilities			
Creditors falling due within one year	14	3,540	1,870
Net current assets		263,052	102,232
Total assets less current liabilities		623,055	632,235
Total net assets	15	£623,055	£632,235
The funds of the Charity			
Total restricted funds	16	19,884	23,031
Unrestricted income funds-General	16	491,771	497,804
Unrestricted income funds-Designated	16	111,400	111,400
Total unrestricted funds		603,171	609,204
Total charity funds		£623,055	£632,235

These accounts were approved by the trustees and authorised for issue on: 18th December 2024 and are signed on their behalf by:

I Skrzypiec-Allen

Trustee

The notes on pages 6 to 11 form part of these financial statements

NOTES TO THE ACCOUNTS
for the year ended 31st March 2024

1. Accounting Policies

The principal accounting policies adopted, judgments and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

a) Basis of Preparation

The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Public Benefit Entity

The Isaiah 58 Trust meets the definition of a public benefit entity as defined by FRS 102.

Going Concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

b) Income Recognition Policies

Items of income are recognised and included in the accounts when all of the following criteria are met:

- The charity has entitlement to the funds;
- any performance conditions attached to the items of income have been met or are fully within the control of the charity;
- there is sufficient certainty that receipt of the income is considered probable; and
- the amount can be measured reliably.

Income received in advance of a specific performance or provision of other specified service is deferred until the criteria for income recognition are met.

Income from Government and other grants, whether 'capital' grants or 'revenue' grants, is recognised when the charity has entitlement to the funds, any performance conditions attached to the grants have been met, it is probable that the income will be received and the amount can be measured reliably and is not deferred. In respect of the furlough grant; all conditions, with respect to the eligible costs being claimed, need to be met.

c) Donated Services and Facilities

In accordance with the Charities SORP (FRS 102) the general time of volunteers is not recognised in the accounts.

d) Interest Receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the bank.

NOTES TO THE ACCOUNTS
for the year ended 31st March 2024 (continued)

e) **Fund Accounting**

Unrestricted funds are available to spend on activities that further any of the purposes of the Charity. Designated funds are unrestricted funds of the Charity which the trustees have decided at their discretion to set aside to use for a specific purpose. Restricted funds are donations which the donor has specified are to be solely used for the particular areas of the Charity's work or for specific projects being undertaken by the Charity.

f) **Expenditure and Irrecoverable VAT**

Expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party, it is probable that settlement will be required and the amount of the obligation can be measured reliably. Expenditure is classified under the following activity headings:

- Expenditure on Charitable activities includes the cost of running the activities of Kings Way Church and associated projects.
- Other expenditure represents those items not falling into any other heading.

Irrecoverable VAT is charged as a cost against the activity for which the expenditure was incurred.

g) **Tangible Fixed Assets**

Individual fixed assets costing £1,000 or more are capitalised at cost and are depreciated over their estimated useful economic lives on a straight line basis as follows:

Asset Category	Annual Rate
Equipment (costing over £1,000)	25% per annum
Equipment (costing less than £1,000)	Written off in year of acquisition

h) **Debtors**

Trade and other debtors are recognised at the settlement amounts due after any trade discount offered. Prepayments are valued at the amount prepaid after taking account of any trade discounts due.

i) **Cash at Bank and in Hand**

Cash at bank and cash in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

j) **Creditors and Provisions**

Creditors and provisions are recognised where the Charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount after allowing for any trade discounts due.

k) **Pensions**

The Charity operates a defined contribution scheme, the assets of which are held outside the Charity. The contributions by the Charity in the year are detailed in note 7.

2. **Legal Status of the Charity**

Isaiah 58 Trust is a registered Charitable Incorporated Organisation and was formed under a Trust Deed registered on 23rd December 2015.

NOTES TO THE ACCOUNTS
for the year ended 31st March 2024 (continued)

3. Income from donations

	2024 £	2023 £
Gifts and donations	59,414	57,823
	<u>£59,414</u>	<u>£57,823</u>

Of the £59,414 received in 2024 (2023: £57,823) £25,375 was restricted funds (2023: £ 27,454) and £34,039 (2023: £ 30,369) unrestricted funds.

The charity benefits greatly from the involvement and enthusiastic support of its many volunteers, details of which are given in our annual report. In accordance with FRS 102 and the Charities SORP (FRS 102) the economic contribution of general volunteers is not recognised in the accounts.

4. Income from other trading activities

	Unrestricted 2024 £	Unrestricted 2023 £
Concert income	3,413	1,361
Sundry income	-	-
	<u>£3,413</u>	<u>£1,361</u>

5. Investment income

All of the Charity investment income arises from money held in deposit at CAF bank.

6. Analysis of expenditure on charitable activities

	Church activities £	2024 Total £	2023 Total £
Gifts, grants and expenditure in furtherance of charity activities	6,775	6,775	19,546
CAP expenditure	12,360	12,360	7,680
Property costs	9,233	9,233	13,720
Computer peripherals and equipment	909	909	1,570
Conference, resources and training	712	712	364
Ministry support	38,479	38,479	27,005
Stationery and publicity	1,973	1,973	1,113
Catering and hospitality	1,322	1,322	971
Sundry and travel expenses	1,193	1,193	506
Subscriptions	2,064	2,064	1,442
Bank charges	166	166	190
Depreciation	-	-	1,019
Accountancy	1,800	1,800	1,740
Total	<u>£76,986</u>	<u>£76,986</u>	<u>£76,866</u>

Of the £76,986 expenditure in 2024 (2023: £76,866) £48,464 was charged to unrestricted funds (2023: £41,995) and £28,522 to restricted funds (2023: £34,871).

NOTES TO THE ACCOUNTS
for the year ended 31st March 2024 (continued)

7. Analysis of staff costs and trustee remuneration, expenses and transactions

	2024	2023
	£	£
Salaries and wages	37,750	26,640
Social security costs	-	-
Employer contribution to Defined Contribution Pension Scheme	704	401
	<u>£38,454</u>	<u>£27,041</u>

No employees had emoluments in excess of £60,000 (2023: £60,000). Pension costs are allocated to activities in proportion to the related staffing costs incurred.

During the year 3 trustees also received expenses in relation to pastoral costs totalling £773 (2023: £161 2 trustees).

During the year the trustees and their spouses donated £11,148 (2023: £11,340) to the charity in total.

During the year a gift of £500 was made by the charity to a relative of one of the trustees.

8. Staff numbers

The average monthly number of employees during the year was as follows:

	2024	2023
	Number	Number
Ministry support	<u>2</u>	<u>2</u>

9. Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

10. Tangible fixed assets

	Equipment £	Total £
Cost:		
As at 01.04.2023	4,085	4,085
Additions	<u>-</u>	<u>-</u>
As at 31.03.2024	<u>4,085</u>	<u>4,085</u>
Depreciation:		
As at 01.04.2023	4,082	4,082
Charge for year	<u>-</u>	<u>-</u>
As at 31.03.2024	<u>4,082</u>	<u>4,082</u>
Net book value:		
As at 31.03.2024	<u>£3</u>	<u>£3</u>
As at 31.03.2023	<u>£3</u>	<u>£3</u>

NOTES TO THE ACCOUNTS
for the year ended 31st March 2024 (continued)

11. Loan

In previous years the Isaiah 58 Trust lent LifeChurch Manchester, a charitable company limited by guarantee and operating as a church, the sum of £550,000. The loan is secured by a second charge over that church's property. There are no fixed repayment terms but LifeChurch intend to commence repaying the loan as soon as funds are available and there is an understanding that if the Isaiah 58 Trust requires repayment of the loan (in full or in part) all attempts will be made for repayment. No interest is due on the loan as the Isaiah 58 Trust have free use of part of the building for its own church activities. During previous years the sum of £20,000 was repaid on the loan. During this year the sum of £170,000 was repaid, leaving a balance outstanding of £360,000.

12. Debtors

	2024	2023
	£	£
Prepayments	285	176
Other debtors	578	679
	<u>£863</u>	<u>£855</u>

13. Current asset investments

	2024	2023
	£	£
Cash on deposit	238,703	85,558
	<u>£238,703</u>	<u>£85,558</u>

14. Creditors: amounts falling due within one year

	2024	2023
	£	£
Accruals	3,540	1,870
	<u>£3,540</u>	<u>£1,870</u>

15. Analysis of net assets between funds

	General Fund	Designated Funds	Restricted Funds	Total
	£	£	£	£
Fixed Assets	3	-	-	3
Building fund loan	250,000	110,000	-	360,000
Cash at bank and in hand	7,357	1,400	18,269	27,026
Other net current assets/(liabilities)	234,411	-	1,615	236,026
Total	<u>£491,771</u>	<u>£111,400</u>	<u>£19,884</u>	<u>£623,055</u>

NOTES TO THE ACCOUNTS
for the year ended 31st March 2024 (continued)

16. Analysis of charitable funds

Analysis of movements in restricted funds

	Balance 01.04.2023	Incoming resources	Resources expended	Transfers	Funds 31.03.2024
	£	£	£	£	£
CAP	22,805	24,975	(28,522)	-	19,258
Turkish Earthquake fund	-	-	-	-	-
Gloves for Ukraine soldiers	-	-	-	-	-
Bulgaria donations	226	400	-	-	626
Total	£23,031	£25,375	£(28,522)	£-	£19,884

Name of restricted fund

Description, nature and purposes of the fund

The CAP restricted funds are for the running of the Debt relief centre.

The other restricted funds are for specific projects in the churches activities and pastoral care.

Analysis of movements in unrestricted funds

	Balance 01.04.2023	Incoming resources	Resources expended	Transfers	Funds 31.03.2024
	£	£	£	£	£
General fund	497,804	42,431	(48,464)	-	491,771
Buildings Fund Loan	110,000	-	-	-	110,000
Deborah Arise	1,400	-	-	-	1,400
Total	£609,204	£42,431	£(48,464)	£-	£603,171

Name of unrestricted fund

Description, nature and purposes of the fund

General fund

The 'free reserves' after allowing for all designated funds.

Buildings Fund Loan

In prior years £130,000 of the building fund was lent to LifeChurch Manchester and formed part of the £550,000 loan (see above). The £130,000 has therefore been transferred from the building Fund to the Building Fund Loan and is held in the form of a loan to LifeChurch Manchester. In previous years £20,000 was repaid on this loan and therefore a corresponding £20,000 was released back to the general reserves.

Deborah Arise

A specific project undertaken by the church.