

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
FOR
FAMILY COVENANT CHURCH**

BCD Accountants Limited
Second Floor
21 Graham Street
Birmingham
United Kingdom
B1 3JR

FAMILY COVENANT CHURCH

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FAMILY COVENANT CHURCH
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

Family Covenant Church (FCC) trustees present their report with the financial statements of the charity for the year ending 31 December 2022. The trustees have adopted the provisions of 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 2015).

OBJECTIVES AND ACTIVITIES

Objectives and aims

Objects of the charity are:

- 1) To advance the Christian faith in accordance with any biblical and lawful means, of the gospel of the Lord Jesus Christ and the values associated therewith in the United Kingdom or the world as the trustees may from time to time think fit.
- 2) To advance education in accordance of Christian principles by such means as trustees may consider appropriate including by means of establishing youth ministry and men and women ministries in the United Kingdom or the world.
- 3) To relieve persons who are in conditions of need or hardship or who are unwell and to relieve the distress by prayer, bible study and preaching and teaching the word of god.
- 4) To promote and fulfil other charitable purposes beneficial to the community in the United Kingdom or the world as the trustees may from time to time think fit.

Public benefit

The trustees confirm they have had regard to the Charity Commission's guidance on public benefit.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

During the year ended 31 December 2022 the total income generated by donations across the nine branches was £85,953.

The Trustees expect that the level of income will enable them to continue to be sustainable in future years through hard work and dedication at promoting the objectives and aims of the charity.

Specific investment powers and their authority

All monies raised by or on behalf of the charity shall be applied to further the objectives of the charity and for no other purpose.

FINANCIAL REVIEW

Reserves policy

During the year ending 31 December 2022 the charity surplus amount reduced to in year expenditure being in excess to the income received. Despite making a deficit in the year, the trustees are pleased and have concluded that there are sufficient funds available to allow the charity to be managed efficiently to achieve their aims and objectives. Also trustees have a resolution to make all church assemblies bank monies with same bank in the United Kingdom.

Trustees hold unrestricted funds that are held to meet any unforeseen expenditure that may occur. The closing unrestricted reserves as at 31 December 2022 was £111,227.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity, being a Charitable Incorporated Organisation (CIO), is controlled by its governing document, a constitution, and is controlled by its trustees.

Recruitment and appointment of new trustees

The recruitment and appointment of any new Trustees must be appointed by a resolution of the Trustees passed by a majority of the Trustees in accordance with the specific details held within the declaration of trust.

Organisational structure

The Trustees may from time to time appoint some persons to act as secretary and treasurer of the Charity and such persons may be (but need not be) trustees.

FAMILY COVENANT CHURCH
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2022

STRUCTURE, GOVERNANCE AND MANAGEMENT

Wider network

The nine branches are located in the UK in the following towns and cities:

- Birmingham
- Slough
- London
- Luton
- Leicester
- Leeds
- Manchester
- Bristol
- Newcastle

Risk management

The trustees have a duty to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

CE007061 (England and Wales)

Registered Charity number

1168302

Registered office

50 Bayswater Drive
Rainham
Kent
ME8 8SZ

Trustees

G Chabata
Mrs F Faku
A Masoso

Company Secretary

Independent Examiner

BCD Accountants Limited
Second Floor
21 Graham Street
Birmingham
United Kingdom
B1 3JR

Approved by order of the board of trustees on 31 October 2023 and signed on its behalf by:



G Chabata - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FAMILY COVENANT CHURCH**

Independent examiner's report to the trustees of Family Covenant Church ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 December 2022.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under Section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under Section 145(5) (b) of the 2011 Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Company as required by Section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of Section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities (applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)).

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.

Steven J Bosley FCA

BCD Accountants Limited
Second Floor
21 Graham Street
Birmingham
United Kingdom
B1 3JR

31 October 2023

FAMILY COVENANT CHURCH

**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

		2022	2021
		Unrestricted	Total
		funds	funds
	Notes	£	£
INCOME AND ENDOWMENTS FROM			
Donations and legacies		85,953	77,681
Investment income	2	31	5
Total		85,984	77,686
EXPENDITURE ON			
Other		125,727	40,631
NET INCOME/(EXPENDITURE)		(39,743)	37,055
RECONCILIATION OF FUNDS			
Total funds brought forward		150,970	113,915
TOTAL FUNDS CARRIED FORWARD		111,227	150,970

The notes form part of these financial statements

FAMILY COVENANT CHURCH
STATEMENT OF FINANCIAL POSITION
31 DECEMBER 2022

		2022 Unrestricted funds £	2021 Total funds £
FIXED ASSETS	Notes		
Tangible assets	6	-	-
CURRENT ASSETS			
Cash at bank and in hand		114,527	153,970
CREDITORS			
Amounts falling due within one year	7	(3,300)	(3,000)
NET CURRENT ASSETS		<u>111,227</u>	<u>150,970</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>111,227</u>	<u>150,970</u>
NET ASSETS		<u>111,227</u>	<u>150,970</u>
FUNDS	8		
Unrestricted funds		<u>111,227</u>	<u>150,970</u>
TOTAL FUNDS		<u>111,227</u>	<u>150,970</u>

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 December 2022.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 December 2022 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

The financial statements were approved by the Board of Trustees and authorised for issue on 31 October 2023 and were signed on its behalf by:



G Chabata - Trustee

The notes form part of these financial statements

FAMILY COVENANT CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Financial reporting standard 102 - reduced disclosure exemptions

The charitable company has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirement of paragraph 3.17(d);
- the requirements of paragraphs 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Equipment - 20% on cost

Taxation

The charity is exempt from corporation tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Going concern

The financial statements have been prepared using the going concern basis of accounting.

FAMILY COVENANT CHURCH

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

2. INVESTMENT INCOME

	2022	2021
	£	£
Deposit account interest	31	5
	<u>31</u>	<u>5</u>

3. NET INCOME/(EXPENDITURE)

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

	2022	2021
	£	£
Accountancy	3,300	3,000
Depreciation - owned assets	-	1,029
	<u>-</u>	<u>1,029</u>

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2022 nor for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2022 nor for the year ended 31 December 2021.

5. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £
INCOME AND ENDOWMENTS FROM	
Donations and legacies	77,681
Investment income	5
Total	<u>77,686</u>
 EXPENDITURE ON	
Other	<u>40,631</u>
 NET INCOME	 37,055
 RECONCILIATION OF FUNDS	
Total funds brought forward	113,915
 TOTAL FUNDS CARRIED FORWARD	 <u>150,970</u>

FAMILY COVENANT CHURCH

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

6. TANGIBLE FIXED ASSETS

	Equipment £
COST	
At 1 January 2022 and 31 December 2022	<u>5,143</u>
DEPRECIATION	
At 1 January 2022 and 31 December 2022	<u>5,143</u>
NET BOOK VALUE	
At 31 December 2022	<u><u>-</u></u>
At 31 December 2021	<u><u>-</u></u>

7. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2022 £	2021 £
Accruals and deferred income	<u>3,300</u>	<u>3,000</u>

8. MOVEMENT IN FUNDS

	At 1.1.22 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	3,071	(3,300)	(229)
Birmingham fund account	25,097	(4,129)	20,968
Slough fund account	4,278	(1,678)	2,600
London fund account	33,965	1,561	35,526
Leeds fund account	41,869	(13,223)	28,646
Manchester fund account	8,062	(1,802)	6,260
Bristol fund account	4,907	240	5,147
National fund account	12,176	(10,446)	1,730
Newcastle fund account	17,545	(6,966)	10,579
	<u>150,970</u>	<u>(39,743)</u>	<u>111,227</u>
TOTAL FUNDS	<u><u>150,970</u></u>	<u><u>(39,743)</u></u>	<u><u>111,227</u></u>

FAMILY COVENANT CHURCH

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

8. MOVEMENT IN FUNDS - continued

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	-	(3,300)	(3,300)
Birmingham fund account	8,171	(12,300)	(4,129)
Slough fund account	7,109	(8,787)	(1,678)
London fund account	18,912	(17,351)	1,561
Leeds fund account	12,253	(25,476)	(13,223)
Manchester fund account	2,706	(4,508)	(1,802)
Bristol fund account	1,956	(1,716)	240
National fund account	15,928	(26,374)	(10,446)
Newcastle fund account	18,949	(25,915)	(6,966)
	<u>85,984</u>	<u>(125,727)</u>	<u>(39,743)</u>
TOTAL FUNDS	<u><u>85,984</u></u>	<u><u>(125,727)</u></u>	<u><u>(39,743)</u></u>

Comparatives for movement in funds

	At 1.1.21 £	Net movement in funds £	At 31.12.21 £
Unrestricted funds			
General fund	-	3,071	3,071
Birmingham fund account	21,990	3,107	25,097
Slough fund account	2,773	1,505	4,278
London fund account	25,622	8,343	33,965
Leeds fund account	36,446	5,423	41,869
Manchester fund account	5,623	2,439	8,062
Bristol fund account	2,078	2,829	4,907
National fund account	5,581	6,595	12,176
Newcastle fund account	13,802	3,743	17,545
	<u>113,915</u>	<u>37,055</u>	<u>150,970</u>
TOTAL FUNDS	<u><u>113,915</u></u>	<u><u>37,055</u></u>	<u><u>150,970</u></u>

FAMILY COVENANT CHURCH

**NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 31 DECEMBER 2022**

8. MOVEMENT IN FUNDS - continued

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	5,330	(2,259)	3,071
Birmingham fund account	10,994	(7,887)	3,107
Slough fund account	6,074	(4,569)	1,505
London fund account	19,250	(10,907)	8,343
Leeds fund account	13,655	(8,232)	5,423
Manchester fund account	5,476	(3,037)	2,439
Bristol fund account	2,829	-	2,829
National fund account	1,329	5,266	6,595
Newcastle fund account	12,749	(9,006)	3,743
	<u>77,686</u>	<u>(40,631)</u>	<u>37,055</u>
TOTAL FUNDS	<u><u>77,686</u></u>	<u><u>(40,631)</u></u>	<u><u>37,055</u></u>

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.1.21 £	Net movement in funds £	At 31.12.22 £
Unrestricted funds			
General fund	-	(229)	(229)
Birmingham fund account	21,990	(1,022)	20,968
Slough fund account	2,773	(173)	2,600
London fund account	25,622	9,904	35,526
Leeds fund account	36,446	(7,800)	28,646
Manchester fund account	5,623	637	6,260
Bristol fund account	2,078	3,069	5,147
National fund account	5,581	(3,851)	1,730
Newcastle fund account	13,802	(3,223)	10,579
	<u>113,915</u>	<u>(2,688)</u>	<u>111,227</u>
TOTAL FUNDS	<u><u>113,915</u></u>	<u><u>(2,688)</u></u>	<u><u>111,227</u></u>

FAMILY COVENANT CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 31 DECEMBER 2022

8. MOVEMENT IN FUNDS - continued

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	5,330	(5,559)	(229)
Birmingham fund account	19,165	(20,187)	(1,022)
Slough fund account	13,183	(13,356)	(173)
London fund account	38,162	(28,258)	9,904
Leeds fund account	25,908	(33,708)	(7,800)
Manchester fund account	8,182	(7,545)	637
Bristol fund account	4,785	(1,716)	3,069
National fund account	17,257	(21,108)	(3,851)
Newcastle fund account	31,698	(34,921)	(3,223)
	<hr/>	<hr/>	<hr/>
	163,670	(166,358)	(2,688)
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>163,670</u>	<u>(166,358)</u>	<u>(2,688)</u>

9. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2022.

FAMILY COVENANT CHURCH

**DETAILED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2022**

	2022 £	2021 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Tithes and offerings	85,953	77,681
Investment income		
Deposit account interest	31	5
Total incoming resources	85,984	77,686
EXPENDITURE		
Support costs		
Management		
Insurance	1,112	-
Postage and stationery	1,275	-
Pastoral honorarium	6,550	-
Sundries	24,317	14,488
Hall hire	32,810	13,105
Travel and subsistence	31,267	1,840
Pastors allowance	25,096	7,169
Depn of equipment	-	1,029
	122,427	37,631
Governance costs		
Accountancy	3,300	3,000
Total resources expended	125,727	40,631
Net (expenditure)/income	(39,743)	37,055

This page does not form part of the statutory financial statements