

NEW HORIZONS COVENTRY
FINANCIAL STATEMENTS
FOR
31 DECEMBER 2020

Company Number 10012348
Charity Number 1169264

FINANSURE LIMITED

2 Sheppard Street, Brymbo, Wrexham, LL11 5FF

NEW HORIZONS COVENTRY
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

CONTENTS	PAGES
Charity information	1
Trustees' annual report	2 to 6
Independent examiner's report	7
Statement of financial activities	8
Balance sheet	9
Notes to the financial statements	10 to 15

NEW HORIZONS COVENTRY

CHARITY INFORMATION

The board of trustees	Mr C C Waddell Mr R Gaulton Mr A J Coles (Appointed 2 September 2020) Mr M R Hanton (Resigned 2 September 2020)
Company secretary	Ms A H Langlands
Registered office	25 Ranulf Croft Coventry CV3 5FB
Independent Examiner	Luke Howson MAAT Finansure Limited 2 Sheppard Street Brymbo Wrexham LL11 5FF
Bankers	HSBC plc 55 Corporation Street Coventry CV1 1GX

NEW HORIZONS COVENTRY
TRUSTEES' ANNUAL REPORT
YEAR ENDED 31 DECEMBER 2020

The trustees have pleasure in presenting their report and the financial statements of the charity for the year ended 31 December 2020. The trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities (effective 1 January 2019)" (FRS 102) in preparing the annual report and financial statements of the charity.

GENERAL INFORMATION

The charity is a company limited by guarantee, incorporated on 18 February 2016, governed by its Memorandum and Articles of Association. It became registered as a charity on 19 September 2016.

This is the fourth year of operations for the charity as it took over from New Horizons (charitable trust) on 1st January 2017.

Trustees

The trustees (who are also the directors) during the year were Chris Waddell, Robin Gaulton, Adrian Coles and Michael Hanton. New trustees are appointed by the board of trustees in accordance with the Articles of Association.

OBJECTIVES, ORGANISATION AND ACTIVITIES

The purposes of the charity, as stated in its Articles of Association, are:

1. To proclaim and further the gospel of God concerning his son, Jesus Christ, and to preach and teach the Christian faith in such parts of the UK or the world as the directors may from time to time think fit.
2. The relief of persons who are in condition of need or hardship or are aged or sick and to relieve the distress caused in such parts of the UK or the world as the directors may from time to time think fit.
3. Any other charitable purposes according to the laws of England and Wales as the directors may from time to time think fit.

The activities adopted to further the purposes of the charity are:

- Conducting meetings
- Organising activities and groups
- Working closely with other Christian organisations.

NEW HORIZONS COVENTRY
TRUSTEES' ANNUAL REPORT *(CONTINUED)*
YEAR ENDED 31 DECEMBER 2020

FINANCIAL REVIEW

The statement of financial activities is set out on page 8 of the financial statements. A summary of the financial results is set out below:

Financial review

Total income for the year was £251,419 (2019 - £250,283). The main sources of ongoing income are donations received £210,019 (2019 - £203,597) along with income tax recoverable £39,075 (2019 - £39,152).

Total expenditure for the year was £226,463 (2019 - £224,640), leaving a surplus of £24,956 (2019 - £25,643) for the year. More details can be seen in the Activities section below.

The trustees assess that reserves are at a satisfactory level. At 31 December 2020 the charity held unrestricted reserves totalling £493,029 (2019 - £468,784).

REVIEW OF ACTIVITIES AND ACHIEVEMENTS

Highlights of activities in 2020

2020 has been a year characterised by the requirement to adapt to the context of being in the midst of the global pandemic of COVID-19. The activities of the charity remain largely unchanged, but New Horizons have had to use alternative methods to carry them out. This has been seamless due to the strong technological structure already in place. For example, we have continued to be able to conduct meetings to teach the Christian faith via online services and we have used online video tools to continue to provide input and support to other faith-based charities in the UK and Europe.

The main activities of New Horizons in 2020 have included:

- Conducting meetings, which are accessible to the general public, with the aim of teaching the Christian faith;
- Providing support and advice to a number of similar faith-based charities and churches; and
- Providing leadership input to church communities in order to support the development of churches across the UK and Europe.

Our income is largely based around donations. Our key expenditure comprises donations to other Christian organisations and leaders in line with our charitable purposes; payment of 3 part-time members of staff including a company secretary who is a qualified accountant; covering essential expenses including UK and overseas travel and the cost of hiring venues and running events and conferences. In 2020, travel and meeting costs were significantly lower than usual due to lockdown restrictions. We also invest in the training and development of leaders and volunteers of New Horizons, who play a vital part in our ability to fulfil our charitable purposes. We own no property; we continue to rent the Coventry Boys and Girls Club for Sunday meetings and other venues are as required.

NEW HORIZONS COVENTRY
TRUSTEES' ANNUAL REPORT *(CONTINUED)*
YEAR ENDED 31 DECEMBER 2020

Church running costs for 2020 were £56,223, £19,037 lower than the 2019 costs (2019: £75,260). This is due to fewer physical meetings because of the Covid-19 lockdown – saving £7.5k on the hire of Coventry Boys and Girls Club rent, £8k hire costs for other venues and also associated catering costs for meetings. Very little investment was required to support the transition to online meetings, due to the investment in IT infrastructure in 2019. As a result, equipment costs were down by £5k on the previous year. Expenditure on conferences and events was down by £30,282 from £41,770 in 2019 to £11,488 in 2020. This is a direct result of all overseas conferences and events after March 2020 taking place online as a result of the Covid-19 pandemic, reducing overseas travel and accommodation costs.

We make regular financial donations to support the work of Congress WBN and three Christian leaders who have a worldwide role in furthering the Christian faith. Their work and values are fully aligned with those of New Horizons and our donations enable us to further our objects by facilitating the work of those who have a reach beyond our own.

During 2020, a one-off donation was made to Congress WBN of £41,047. This was an unrestricted donation to be used by Congress WBN to further their charitable purpose of advancing the Christian religion. Congress WBN are a UK based charity who have a global reach and so supporting them helps New Horizons to achieve our charitable purpose of proclaiming and teaching the Christian faith not only in the UK but throughout the world. The donation has been used by Congress WBN within their Global Communications and Technology sector of their operations, who work to leverage information and communications technology to support Congress WBN operations across the world.

In 2020, donations were also made to support global initiatives to help relieve hardship for people in the UK, Europe and overseas. This included £6,700 to support people in Europe suffering hardship as a result of the COVID-19 pandemic and £7,000 to support people in Nicaragua who lost homes and livelihoods as a result of the devastation caused by the November 2020 hurricanes.

All donations made by the charity are subject to a risk assessment to ensure that charity funds are being spent in accordance with our charitable purposes and in line with money laundering regulations.

Highlights of achievements in 2020

- We continue to see improvement in the understanding, grasp and application of the Christian faith of those who access our meetings.
- Development of technological systems to ensure that the activities of the church can continue to be delivered on-line, ensuring the continued development and relational connectivity of those participating in the meetings.
- Development and strengthening of leaders and the organisational structures of the Church.
- Ongoing interactions and networking with churches and Christian leadership in the UK, Ireland, Germany, Switzerland, Sweden and Ukraine. This has resulted in the strengthening of churches and their leadership as they proclaim and further the Christian faith.

NEW HORIZONS COVENTRY
TRUSTEES' ANNUAL REPORT *(CONTINUED)*
YEAR ENDED 31 DECEMBER 2020

- Volunteers participating in leadership meetings critical to the advance the global communications and technology work of Congress WBN. This involved development of the systems and infrastructure enabling Congress WBN to continue to advance and promote the Christian faith across the world even in the midst of the global pandemic.

Plans for future periods

The Trustees consider that the aims and objectives of New Horizons and the activities undertaken to achieve them will remain unchanged in future periods. In 2021, activities have continued to take place under the constraints of lockdown regulations in place because of COVID-19. However, this is not having a detrimental impact on either our financial position or our ability to carry out our charitable purposes.

The use of video meetings has proved so effective that we are likely to continue its use as an efficient means of communication and personal contact. The charity is planning to restart public face to face meetings on Sundays and other midweek meeting at various venues in line with government guidance and requirements. Returning to Sunday meetings face-to-face is likely to incur substantial expenditure to ensure that meetings can take place safely and with minimum risk of Covid 19 transmission. This expenditure will focus on reducing the volume of work and the time and numbers of volunteers required to set up and set down the meeting venues.

The Trustees are satisfied that New Horizons is in a strong position to withstand the long-term financial impact of COVID-19 by having the flexibility to adjust expenditure to match the levels of income received and using existing reserves. As a result of the impact of COVID-19, in 2020 the Trustees changed their reserves policy from that of holding financial reserves to cover approximately two months' unrestricted expenditure to six months, in order to allow for longer operational sustainability during any future crisis.

New Horizons will continue to look for strategic opportunities to make donations that deliver the objects of the charity.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Trustees are selected by the existing trustees who also take into account the views of church members as to each person's trustworthiness. The Trustees have also established an Audit and Risk Committee, comprising two Trustees nominated by the Board, in order to focus on risk management within the Charity. The delegated authority of the committee and requirements to report back to the full Board is set out in Terms of Reference approved by the Board of Trustees.

NEW HORIZONS COVENTRY
TRUSTEES' ANNUAL REPORT *(CONTINUED)*
YEAR ENDED 31 DECEMBER 2020

Risk assessment

The trustees have considered the key operational, financial, and strategic risks that have a bearing on the charity through the mechanism of a Risk Register. Suitable management information is available to the Audit and Risk Committee on a regular basis to monitor these risks, and allow any mitigating action to be taken to address them. Internal audits are planned by the Audit and Risk Committee to strategically address the areas of greatest risk within the Charity. They are carried out by suitable personnel who report back to the Audit and Risk Committee on key findings and actions to be taken to further mitigate against identified risks.

Investment policy

The charity has adopted a policy of investing funds not immediately needed in saving accounts with various banks up to the £85,000 FSCS guaranteed limit.

Reserves policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which equates to approximately six months' unrestricted expenditure. This provides sufficient funds to cover management, administration and support costs. Unrestricted funds were maintained above this level throughout the year.

Fund raising

The charity relies on voluntary donations from its members for its income. The charity does not employ professional fundraising bodies. The charity does not receive any grants or any other payment for our services.

Volunteers

The charity is grateful for the commitment of its volunteers who are involved in all aspects of the charity's operations.

Close Company Provisions

In the opinion of the trustees, the charity is a close company within the meaning of S414 Income and Corporation Taxes Act 1988 (as amended).

PUBLIC BENEFIT

The charity trustees have complied with their duty to have due regard to the guidance on public benefit, and the supplementary guidance on the advancement of religion for the public benefit, published by the Charity Commission in exercising their powers and duties.

NEW HORIZONS COVENTRY
TRUSTEES' ANNUAL REPORT (CONTINUED)
YEAR ENDED 31 DECEMBER 2020

STATEMENT OF 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 charity and of its financial activities for that year. In preparing those financial statements the trustees are required to:

- a) select suitable accounting policies and apply them consistently;
- b) make judgments and estimates that are reasonable and prudent;
- c) state whether the policies adopted are in accordance with the Statement of Recommended Practice, "Accounting and Reporting by Charities (revised 2019)" and with applicable accounting standards, subject to any material departures disclosed and explained in the financial statements;
- d) prepare the financial statements on the going concern basis unless it is inappropriate to assume the charity will continue operating.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

This report was approved by the trustees on 9 June 2021 and is signed on their behalf by:


.....
Mr R Gaulton

NEW HORIZONS COVENTRY

REPORT OF THE INDEPENDENT EXAMINER TO THE MEMBERS

We report on the financial statements for the year ended 31st December 2020 set out on pages 9 to 16.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) or under Part 16 of the Companies Act 2006 (the Companies Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the Charities Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the Charities Act, and
- to state whether particular matters have come to my attention.

Basis of independent examiner's statement

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent examiner's statement

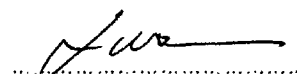
In connection with my examination, I have reasonable cause to believe that-

(1) in all material respects the requirements:

- to keep accounting records in accordance with section 386 of the Companies Act; and
- to prepare accounts in accordance with the accounting requirements of section 396 of the Companies Act and with the methods and principles of the SORP;

have been met; and

(2) there are no material matters to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



.....
Luke Howson MAAT

Finansure Limited, 2 Sheppard Street, Brymbo, Wrexham, LL11 5FF

Date: ... 25th June 2021

NEW HORIZONS COVENTRY
STATEMENT OF FINANCIAL ACTIVITIES
(INCLUDING INCOME AND EXPENDITURE ACCOUNT)
YEAR ENDED 31 DECEMBER 2020

	Note	Unrestricted Funds £	Restricted Funds £	Totals 2020 £	Totals 2019 £
INCOME FROM					
Donations	2	229,817	19,277	249,094	242,749
Charitable activities	3	148	-	148	572
Investments	4	2,177	-	2,177	3,187
Other income	5	-	-	-	3,775
TOTAL INCOMING RESOURCES		<u>232,142</u>	<u>19,277</u>	<u>251,419</u>	<u>250,283</u>
RESOURCES EXPENDED					
Charitable activities	6	207,897	18,566	226,463	224,640
TOTAL RESOURCES EXPENDED		<u>207,897</u>	<u>18,566</u>	<u>226,463</u>	<u>224,640</u>
NET INCOME / (EXPENDITURE) FOR THE YEAR					
		24,245	711	24,956	25,643
Transfers between funds		-	-	-	-
Net movement in funds		24,245	711	24,956	25,643
Balances brought forward		468,784	-	468,784	443,141
Balances carried forward		<u>493,029</u>	<u>711</u>	<u>493,740</u>	<u>468,784</u>

The charity has no recognised gains or losses other than the results for the year as set out above.

All of the activities of the charity are classed as continuing.

The notes on pages 11 to 16 form part of these financial statements.

NEW HORIZONS COVENTRY

BALANCE SHEET

31 DECEMBER 2020

	Note	2020 £	2019 £
FIXED ASSETS			
Tangible assets	11	23,609	28,690
CURRENT ASSETS			
Debtors	12	30,200	22,073
Cash at bank and in hand		442,863	424,584
		473,063	446,657
CREDITORS: Amounts falling due within one year	13	(2,932)	(6,563)
NET CURRENT ASSETS LESS CURRENT LIABILITIES		470,131	440,094
NET ASSETS		493,740	468,784
FUNDS			
Unrestricted funds	14	493,029	468,784
Restricted funds	14	711	-
TOTAL FUNDS		493,740	468,784

The trustees are satisfied that the charity is entitled to exemption from the provisions of the Companies Act 2006 (the Act) relating to the audit of the accounts for the year by virtue of section 477, and that no member or members have requested an audit pursuant to section 476 of the Act.

The trustees acknowledge their responsibility for:

- (i) complying with the requirements of the Act with respect to accounting records and the preparation of accounts;
- (ii) preparing accounts which give a true and fair view of the state of affairs of the charity as at the end of the financial year and of its net incoming or outgoing resources for the financial year in accordance with the requirements of the Act relating to financial statements, so far as applicable to the charity.

These financial statements have been prepared in accordance with the provisions for companies subject to the small companies' regime, and with the Financial Reporting Standard 102.

These financial statements were approved by the trustees on 9 June 2021 and are signed on their behalf by:



 Mr R Gaulton

The notes on pages 11 to 16 form part of these financial statements.

NEW HORIZONS COVENTRY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

1. ACCOUNTING POLICIES

Basis of preparation

The financial statements have been prepared under the historical cost convention, and in accordance with the Statement of Recommended Practice (SORP), "Accounting and Reporting by Charities (effective 1 January 2019)" (FRS 102), the Charities Act, the Companies Act and applicable accounting standards. Under Financial Reporting Standard 102 (FRS 102), the charity is exempt from the requirement to prepare a cash flow statement on the grounds of its size.

Company status

The charity is a company limited by guarantee, which was incorporated on 18 February 2016. The members of the company are the trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £10 per member of the charity.

Fund accounting

Unrestricted funds are general funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The cost of raising and administering such funds are charged against the specific fund. Investment income and gains are allocated to the appropriate fund.

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. No amounts are included in the financial statements for services donated by volunteers.

Resources expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category.

Costs of generating funds are those incurred in seeking voluntary contributions and do not include the costs of disseminating information in support of the charitable activities.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Assets are capitalised where they can be used for more than one year and cost over £100.

Depreciation is calculated to write off the cost of fixed assets over their expected useful lives, and is provided on the following bases:

- F&F / Equipment 25% straight line

NEW HORIZONS COVENTRY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

2. DONATIONS

	2020 £	2019 £
Donations		
- Unrestricted	190,742	195,360
- Restricted	19,277	8,237
Income tax recoverable	39,075	39,152
	<u>249,094</u>	<u>242,749</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	2020 £	2019 £
Product sales	148	-
Reimbursed expenses	-	572
	<u>148</u>	<u>572</u>

4. INCOME FROM INVESTMENTS

	2020 £	2019 £
Interest received	2,177	3,187
	<u>2,177</u>	<u>3,187</u>

5. OTHER INCOME

	2020 £	2019 £
Gain on disposal of fixed assets	-	3,039
Other income	-	736
	<u>-</u>	<u>3,775</u>

NEW HORIZONS COVENTRY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

6. COSTS OF ACTIVITIES IN FURTHERANCE OF THE CHARITY'S OBJECTS

Activity or project	Activities undertaken directly	Grant funding of activities (note 7)	Support costs (note 8)	Employee costs (note 9)	Total 2020	Total 2019
	£	£	£	£	£	£
Conferences and events	11,488	-	-	-	11,488	41,770
Leadership costs	64,123	-	-	-	64,123	66,645
Church running costs	18,036	-	16,457	21,730	56,223	75,260
Missions and community work	-	94,629	-	-	94,629	40,965
TOTAL	93,647	94,629	16,457	21,730	226,463	224,640

7. ANALYSIS OF GRANT FUNDING OF ACTIVITIES

	2020 £	2019 £
Grants to other charities (UK)		
- Congress WBN	70,947	22,200
- Kingdom Impact	92	-
- Congress Music Factory	-	1,818
Grants to individuals		
- Regular ministry gifts (USA)	15,395	15,356
- Hardship gifts (Ukraine)	1,851	1,221
- Hardship gifts (UK)	3,544	-
- Sporadic giving (UK)	2,800	-
- Other (< £1,000)	-	320
	<u>94,629</u>	<u>40,915</u>

NEW HORIZONS COVENTRY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

8. ANALYSIS OF SUPPORT COSTS

	2020 £	2019 £
Depreciation	9,381	7,866
Office costs	2,734	2,263
Finance costs	1,500	1,840
Insurance	1,847	1,735
Independent examiner's fee		
- Current year	995	995
Reimbursed expenses	-	115
	<u>16,457</u>	<u>14,814</u>

9. EMPLOYEE COSTS

	2020 £	2019 £
Gross wages	18,207	17,030
Employer's NIC	-	-
Employer pension contributions	3,001	2,807
Pension administration charges	288	288
Staff training	234	1,643
	<u>21,730</u>	<u>21,768</u>

The average number of employees (all part-time) during the year was three (2019 – three). All employees were employed in administrative roles. No employee received employee benefits of more than £60,000.

NEW HORIZONS COVENTRY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

10. TRANSACTIONS WITH TRUSTEES

One trustee, Mr C Waddell, was engaged in remunerated ministry during the year and received £62,961 (2019 - £61,410) in respect of ministry fees, in accordance with the Articles of Association. No other trustees received remuneration.

No incidental expenses were incurred by trustees in carrying out their trustee duties (2019 – Nil).

Expenses incurred by trustees for services provided to the charity in the year, either by reimbursement of the trustee or by direct payment to a third party, totalled £3,708 (2019 - £5,758). The most significant element of these expenses is the cost of visits to churches and church leaders in the UK and Europe, in respect of flights and accommodation. All three trustees were reimbursed for expenses incurred in relation to services provided to the charity.

The total donations made to the charity by trustees without conditions during the year was £19,171 (2019 - £20,190).

11. FIXED ASSETS

	Equipment £	Fixtures & fittings £	Total £
Cost			
At 1 January 2020	74,868	5,157	80,025
Additions	2,838	1,462	4,300
Disposals	-	-	-
At 31 December 2020	<u>77,706</u>	<u>6,619</u>	<u>84,325</u>
Depreciation			
At 1 January 2020	50,409	926	51,335
Charge for year	8,050	1,331	9,381
Disposals	-	-	-
At 31 December 2020	<u>58,459</u>	<u>2,257</u>	<u>60,716</u>
Net book value			
At 31 December 2020	<u>19,247</u>	<u>4,362</u>	<u>23,609</u>
At 31 December 2019	24,459	4,231	28,690

NEW HORIZONS COVENTRY
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2020

12. DEBTORS

	2020 £	2019 £
Prepayments	2,436	2,340
Income tax recoverable	27,709	19,715
Other debtors	55	18
	<u>30,200</u>	<u>22,073</u>

13. CREDITORS DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	729	3,183
Accruals	1,849	3,048
Other creditors	354	332
	<u>2,932</u>	<u>6,563</u>

14. STATEMENT OF FUNDS

	At 1 January 2020 £	Income £	Expenditure £	Transfers £	At 31 December 2020 £
Unrestricted funds:					
General reserve	468,784	232,142	(207,897)	-	493,029
Restricted funds:					
Earmarked gifts	-	19,277	(18,566)	-	711
Total funds	468,784	251,419	(226,463)	-	493,740

The general reserve represents the free funds of the charity which are not designated for particular purposes.

"Earmarked gifts" represent donations for specific beneficiaries or projects. The year-end balance of £711 is held in cash at bank.