

# LIFEHOUSE CHURCH

England & Wales · Charity number 1170211

## Details

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**Status** Registered

**Legal form** Charitable company

**Company number** [09971964](#)

**Registered** 2016-11-16

**Register** [View on the Charity Commission register](#)

## Contact

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**Address** Lifehouse Church  
90 Chatsworth Road  
Chesterfield  
S40 2AN

**Phone** 01246957455

**Email** [info@lifehousechurch.co.uk](mailto:info@lifehousechurch.co.uk)

**Website** [www.lifehousechurch.co.uk](http://www.lifehousechurch.co.uk)

## Activities

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**Objects:** THE OBJECTS OF THE COMPANY ARE FOR THE BENEFIT OF THE PUBLIC ("THE OBJECTS"):4.1 TO ADVANCE THE CHRISTIAN FAITH IN ACCORDANCE WITH THE STATEMENT IN SUCH WAYS AND IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS FROM TIME TO TIME MAY THINK FIT;4.2 TO RELIEVE SICKNESS AND FINANCIAL HARDSHIP AND TO PROMOTE AND PRESERVE GOOD HEALTH BY THE PROVISION OF FUNDS, GOODS OR SERVICES OF ANY KIND INCLUDING THROUGH THE PROVISION OF COUNSELLING AND SUPPORT IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS FROM TIME TO TIME THINK FIT; AND4.3 TO ADVANCE EDUCATION IN SUCH WAYS AND IN SUCH PARTS OF THE UNITED KINGDOM OR THE WORLD AS THE DIRECTORS FROM TIME TO TIME MAY THINK FIT.

**Activities:** The objects of the charity are for the benefit of the public. To advance the Christian faith, to relieve sickness and financial hardship and to promote and preserve good health and to advance education in such ways and in such parts of the United Kingdom as the directors may think fit.

## Classification

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- **How:** Provides Buildings/facilities/open Space, Provides Advocacy/advice/information
- **What:** Disability, Religious Activities
- **Who:** The General Public/mankind

## Geography

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- Throughout England

## Finances

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Period end	Income	Expenditure	Assets	Employees
2024-12-31	£660,792	£649,639	£1,278,999	5
2023-12-31	£612,957	£539,157	£1,192,846	5
2022-12-31	£475,945	£393,353	-	-
2021-12-31	£533,280	£298,199	£1,036,454	10
2020-12-31	£306,118	£283,676	-	-

## Trustees

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Name	Role	Appointed
Paul Hollingworth	Chair	2016-01-21
JOSEPH WILLIAM NEEDHAM		2016-01-21
Jane Patricia Meakin		2016-01-21
Mark Steele		2020-08-07
Toluwani Bello		2022-09-05

**LIFEHOUSE CHURCH**

England & Wales - Charity number 1170211

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# Accounts

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CHARITY REGISTRATION NUMBER 1170211

COMPANY REGISTRATION NUMBER 09971964

**LIFEHOUSE CHURCH**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2024**



# LIFEHOUSE CHURCH

## LEGAL AND ADMINISTRATIVE INFORMATION

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**Trustees** Mr P Hollingworth - Senior Pastor  
Mr J Needham  
Mrs J Meakin  
Mr M Steele  
Mr T Bello

**Members** Mr P Hollingworth  
Mrs S Hollingworth  
Mr J Needham  
Mr D Woolf

**Senior Pastors** Mr P Hollingworth  
Mrs S Hollingworth

**Charity number** 1170211

**Company number** 09971964

**Registered office** 90 Chatsworth Road  
Chesterfield  
Derbyshire  
S40 2AN

**Auditors** UHY Hacker Young  
6 Broadfield Court  
Broadfield Way  
Sheffield  
S8 0XF

**Bankers** Royal Bank of Scotland  
2 Stephenson Place  
Chesterfield  
Derbyshire  
S40 1XL

Co-op Bank  
15 Elder Way  
Chesterfield  
S40 1UX

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# **LIFEHOUSE CHURCH**

## **LEGAL AND ADMINISTRATIVE INFORMATION**

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### **Solicitors**

Robinsons  
10-11 St James Court  
Friargate  
Derby  
DE1 1BT

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# LIFEHOUSE CHURCH

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# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2024**

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The trustees present their annual report and financial statements for the year ended 31 December 2024.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles, the Companies Act 2006 and "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)".

### **Objectives and activities**

The charitable company's objectives are to advance the faith in Jesus Christ in our community, to relieve sickness and financial hardship and to ensure that our services teach and equip people for life.

### **Our vision**

We as a Church exist and are intentional about creating access to Jesus Christ's life-changing message. We must be prepared to explore, experiment, and expand to make the Church accessible.

We are making a stand, by raising up a community of people who will demonstrate the extraordinary God we serve in everything we do, that will point people towards God.

The aim is to influence this generation with the gospel message of Jesus Christ. We believe we can impact people locally, nationally and globally.

By practical generosity, we aim to demonstrate the importance of our key mandate, to: equip, bless and resource others. Our goal is that our services will resource, teach, and equip people for life.

### **Our aims**

We are seeking:

- To become a relevant expression of the Church in our community in the 21st Century.
- To bring expansion of the Christian faith in all that we do.
- To remain firm in our beliefs but flexible in our structures.
- To provide relevant programmes for all age groups.
- To develop and raise men and women who will lead in all areas of society
- To generously support and partner with organisations who hold similar objective.
- To build an influential structure that will be a beacon of hope in this town and country.

We are committed to ensuring that we can generously provide for all those we come into contact with. We believe this is a fundamental key to the Christian faith.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

Volunteers play a huge part in achieving our objectives. We rely on numerous volunteers to assist us in developing policies, procedures and systems and running the many outreach groups we have. Without the many volunteers who serve the charity we would be unable to conduct the wide variety of community engagement that Lifehouse delivers.

We have not put a monetary value on the many hours our volunteers have provided.

Most help is provided by volunteers of the Church, both practically and financially.

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## LIFEHOUSE CHURCH

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

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#### Achievements and performance

We were thankful for the following:

- The expansion of doing multiple services
- An increase in growth of subscribers and viewers of our online community
- We have seen increase in both congregation size on a Sunday and midweek group activities
- We regularly modify the building to enhance people's church experience.
- We hold quarterly baptismal services and regular child dedication services.
- There has been a significant increase in all our children and youth activities

To reach the community of Chesterfield by providing:

- The continued development of good pastoral systems to ensure we meet people's needs
- Intentional leadership gatherings and other bespoke groups throughout the year to equip and train.
- Monthly hosting initiatives that help us to connect with the wider community.
- A strategic plan that supports local charities & agencies both monetary and practical.
- Lifepoint has continued to provide personal and practical assistance to the vulnerable we engaged with during the year. Whilst working alongside local agencies to reach the wider community's needs.
- Continued partnerships with organisations both in the UK and Worldwide. This includes the ongoing support of Compassion Children's projects and multiple other mission groups.
- A Youth programme that present access and opportunities to many young people.
- Keynote evenings throughout the year, which reached a mixed group of people from the church and other church leaders across the UK.
- Key events during the Christmas season which many engaged with.
- Pastors Paul & Sarah Hollingworth have identify a key group of Ministry Gifted Leaders to assist in the development of the vision.
- The Board and Leaders have embraced the newly identified church location, and a careful plan has been put in place that has acquired the relevant planning permissions. The Heads of Term Lease is close to being finalised.

#### Financial review

Total income increased from £612,957 in 2023 to £660,792 in 2024. Total expenditure increased from £539,157 to £649,639. This resulted in a surplus for the year of £11,153 (2023: £73,800) prior to any revaluation gains or losses.

The Charity spent £114,407 (2023: £7,758) on legal and professional costs in relation to The Avenue during the year.

At 31 December 2024, total reserves were £1,278,999 (2023: £1,192,846). This was made up of restricted funds of £466,390 (2023: £361,340), designated funds of £161,978 (2023: £161,978) and unrestricted funds of £650,631 (2023: £669,528). The freely available reserves at 31 December 2024 were £116,657 (2023: £234,392).

It is the policy of the charitable company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024**

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Historically it has been the aim to hold in reserves £35,000 for the Church running. The Trustees will be reviewing this policy in the next financial year to conclude if this level is still appropriate or if a different level is required. The Church Board consider it appropriate to hold reserves above the target level as they have plans for future expansion that will utilise these.

We continue to strive to manage our finances to the best of our ability. We ensure that we fulfil our objectives which are to advance the faith in Jesus Christ, to relieve sickness and financial hardship and to make available our services to all. Our overall aim is the teaching and equipping of people for life. The continued culture of Lifehouse is to breed generosity which then flows down into everything we do as a Church. We continue to invest into introducing key individuals who will help to shape and influence the Church as we move forward.

We stand alongside people and encourage them through current life issues, whilst also ensuring that Lifehouse does everything to the best of its ability.

The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The Church Board have reviewed and considered the major risks affecting Lifehouse Church and have taken steps to mitigate those risks. The Church Board has BrightHR, a specialist company to undertake the Health and Safety and Employment Law concerns of the Church.

The Child Protection/Safeguarding Policy and procedures are maintained/updated annually by the Safeguarding Team and overseen by the Church Board. We take Safeguarding issues very seriously and have put in place a weekly review to ensure any issues are discussed and to provide maximum safety for all. Relevant training for all involved is implemented as necessary in order to stay updated with our Governing Body's policies and procedures. We have recently launched a Safeguarding system that allows any individual who may feel in danger or has identified concerns in others to be able to scan a QR code and confidentially report this.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024**

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#### **Flood - October 2023**

On the 20 October 2023 Chesterfield experienced a devastating flash flood that impacted hundreds of homes.

Lifehouse Church was in the heart of the flood area and experienced first hand the destruction of the waters but focussed it's attention on giving help to others.

#### **With the help of other local people and charities we were able to:**

- Help clear homes and provide cleaning teams of volunteers
- Set up a cleaning products appeal which collected thousands of much needed items that were distributed to as many homes as possible.
- Provide meals in the early days after the flood to ease the pressure on households.
- Created an online giving platform so as to provide as many homes as possible with a 'small one off gift voucher' to assist households with the rebuilding of their home
- This has raised just under £110,000 through the giving of a very generous community.

The Chesterfield Flood Victims Appeal 'Gofundme' was set up by Lifehouse Church & Toby Perkins MP plus a few local business owners to raise funds for the flood victims.

All the funds have now been utilised in the form of vouchers for the affected people. No costs were used for administrative purposes.

Any excess monies have been utilised in the form of food vouchers which will be distributed to all the original applicants.

#### **Structure, governance and management**

The Church was previously a charitable organisation (number 105636) governed by a model deed. On 27 January 2016 the charity incorporated as a limited company by guarantee (company number 09971964 and charity number 1170211) and is governed by its Memorandum and Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr P Hollingworth - Senior Pastor

Mr J Needham

Mrs J Meakin

Mr M Steele

Mr T Bello

New Church Board members are appointed by current Church Board members.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Senior Leaders are responsible for the spiritual vision and direction of the Church.

There are 2 Senior Pastors/Leaders:

Paul Hollingworth - Senior Pastor

Sarah Hollingworth - Senior Pastor

The Church is managed operationally through its Church Board (Trustees) which currently has 5 directors.

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## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024**

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To ensure health and accountability we invite an external advisor to attend regularly.

The Trustees meet at least quarterly to decide on current issues and practical matters arising. A finance meeting is held weekly to oversee current financial matters. The Board receives all financial/governance information weekly.

An A.G.M. is held annually with the current Board (Trustees) and invited observers.

The pastoral team has the responsibility for the planning and development of the services and strategies for Lifehouse Church. The Church Board ensure that staff are recruited and supported to provide the skills and expertise needed to run a successful organisation.

The Church Board has the overall responsibility for the church database, constitutional matters and training. The church database is purchased through a recognised company - ChurchSuite. This ensures effective and safe management of data. The office is managed by the Office Manager.

Remuneration was paid to 2 Senior Pastors (Senior Leaders), 1 Finance/Office Manager, 1 Cleaning staff, 1 Operations Team Lead, 1 Part time Pastoral Lead, 1 Part time Youth Pastor.

#### **Disclosure of information to auditor**

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.

**Mr J Needham**

Trustee

Dated: 25 September 2025

**Mrs J Meakin**

Trustee

Dated:25 September 2025

## **LIFEHOUSE CHURCH**

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2024**

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The trustees, who are also the directors of Lifehouse Church for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH**

### **Opinion**

We have audited the financial statements of Lifehouse Church (the 'charitable company') for the year ended 31 December 2024 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2024 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.



## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

Based on our understanding of the charity and the sector in which it operates, we identified the principal risks of non-compliance with laws and regulations related to the acts by the charity, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to inflated revenue and the charity's net income for the year.

Audit procedures performed included: review of the financial statement disclosures to underlying supporting documentation, review of correspondence with and reports to the regulators, including correspondence with the Charity Commission, review of correspondence with legal advisors, enquiries of management and in testing of journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Michael Mealing (Senior Statutory Auditor)  
for and on behalf of UHY Hacker Young**

25 September 2025

**Chartered Accountants  
Statutory Auditor**

# LIFEHOUSE CHURCH

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2024

	Notes	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2024 £	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2023 £
<b><u>Income and endowments from:</u></b>									
Donations and legacies	3	453,020	-	102,432	555,452	444,441	-	114,865	559,306
Charitable activities	4	10,212	-	-	10,212	9,212	-	-	9,212
Other trading activities	5	21,223	-	4,075	25,298	30,682	-	6,791	37,473
Investments	6	697	-	7,377	8,074	2,404	-	4,359	6,763
Other income	7	61,756	-	-	61,756	203	-	-	203
<b>Total income</b>		<u>546,908</u>	<u>-</u>	<u>113,884</u>	<u>660,792</u>	<u>486,942</u>	<u>-</u>	<u>126,015</u>	<u>612,957</u>
<b><u>Expenditure on:</u></b>									
Raising funds	8	<u>31,690</u>	<u>-</u>	<u>6,077</u>	<u>37,767</u>	<u>34,950</u>	<u>35</u>	<u>5,014</u>	<u>39,999</u>
Charitable activities	9	<u>568,909</u>	<u>25,435</u>	<u>17,528</u>	<u>611,872</u>	<u>356,034</u>	<u>27,989</u>	<u>115,135</u>	<u>499,158</u>
<b>Total resources expended</b>		<u>600,599</u>	<u>25,435</u>	<u>23,605</u>	<u>649,639</u>	<u>390,984</u>	<u>28,024</u>	<u>120,149</u>	<u>539,157</u>
<b>Net (outgoing)/incoming resources before transfers</b>		(53,691)	(25,435)	90,279	11,153	95,958	(28,024)	5,866	73,800

## LIFEHOUSE CHURCH

### STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2024

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<b>Net (outgoing)/incoming resources before transfers</b>	(53,691)	(25,435)	90,279	11,153	95,958	(28,024)	5,866	73,800
Gross transfers between funds	(40,206)	25,435	14,771	-	(32,241)	28,024	4,217	-
<b>Net (outgoing)/incoming resources</b>	(93,897)	-	105,050	11,153	63,717	-	10,083	73,800
<b>Other recognised gains and losses</b>								
Revaluation of tangible fixed assets	75,000	-	-	75,000	-	-	-	-
<b>Net movement in funds</b>	(18,897)	-	105,050	86,153	63,717	-	10,083	73,800
Fund balances at 1 January 2024	669,528	161,978	361,340	1,192,846	605,811	161,978	351,257	1,119,046
<b>Fund balances at 31 December 2024</b>	<u>650,631</u>	<u>161,978</u>	<u>466,390</u>	<u>1,278,999</u>	<u>669,528</u>	<u>161,978</u>	<u>361,340</u>	<u>1,192,846</u>

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

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# LIFEHOUSE CHURCH

## BALANCE SHEET

AS AT 31 DECEMBER 2024

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		2024		2023	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	15		533,974		435,136
<b>Current assets</b>					
Stocks	16	200		200	
Debtors	17	15,036		15,856	
Cash at bank and in hand		791,218		858,371	
			<u>806,454</u>		<u>874,427</u>
<b>Creditors: amounts falling due within one year</b>	18	<u>(35,353)</u>		<u>(116,717)</u>	
<b>Net current assets</b>			<u>771,101</u>		<u>757,710</u>
<b>Total assets less current liabilities</b>			<u>1,305,075</u>		<u>1,192,846</u>
<b>Creditors: amounts falling due after more than one year</b>	19		<u>(26,076)</u>		<u>-</u>
<b>Net assets</b>			<u><u>1,278,999</u></u>		<u><u>1,192,846</u></u>
<b>The funds of the charitable company</b>					
Restricted income funds	21		466,390		361,340
Unrestricted funds - general			575,631		669,528
Unrestricted funds - revaluation			75,000		-
Unrestricted funds - designated	22		161,978		161,978
			<u>1,278,999</u>		<u>1,192,846</u>

The financial statements were approved by the trustees on 25 September 2025

Mr J Needham  
Trustee

Mrs J Meakin  
Trustee

Company registration number 09971964 (England and Wales)

# LIFEHOUSE CHURCH

## STATEMENT OF CASH FLOWS

### FOR THE YEAR ENDED 31 DECEMBER 2024

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	Notes	£	2024 £	£	2023 £
<b>Cash flows from operating activities</b>					
Cash (absorbed by)/generated from operations	24		(65,064)		170,819
<b>Investing activities</b>					
Purchase of tangible fixed assets		(5,685)		(6,734)	
Proceeds on disposal of tangible fixed assets		30		-	
Investment income received		8,074		6,763	
<b>Net cash generated from investing activities</b>			2,419		29
<b>Financing activities</b>					
Payment of obligations under finance leases		(4,508)		-	
<b>Net cash used in financing activities</b>			(4,508)		-
<b>Net (decrease)/increase in cash and cash equivalents</b>			(67,153)		170,848
Cash and cash equivalents at beginning of year			858,371		687,523
<b>Cash and cash equivalents at end of year</b>			<u>791,218</u>		<u>858,371</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2024

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### 1 Accounting policies

#### Charity information

Lifehouse Church is a private company limited by guarantee incorporated in England and Wales. The registered office is 90 Chatsworth Road, Chesterfield, Derbyshire, S40 2AN.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The costs of raising and administering such funds are charged against the specific fund. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

---

### 1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity.

Costs of raising funds are costs incurred in attracting voluntary income and those incurred in trading activities that raise funds.

All expenditure is inclusive of irrecoverable VAT.

### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Not depreciated
Fixtures and fittings	25% reducing balance
Computers	33.3% straight line
Motor vehicles	25% reducing balance

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

---

### 1 Accounting policies

(Continued)

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

No depreciation is provided on the freehold land and buildings. The trustees consider that the freehold property is maintained in such a state of repair that its residual value is at least equal to the net book value. As a result the corresponding depreciation would not be material, therefore, it is not charged in total resources expended.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell after making due allowance for obsolete and slow-moving stocks.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

#### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.10 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

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### 1 Accounting policies

(Continued)

#### ***Impairment of financial assets***

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### ***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

### 1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

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### 1 Accounting policies

(Continued)

#### 1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

#### 1.13 Leases

Leases are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessees. All other leases are classified as operating leases.

Assets held under finance leases are recognised as assets at the lower of the assets fair value at the date of inception and the present value of the minimum lease payments. The related liability is included in the balance sheet as a finance lease obligation. Lease payments are treated as consisting of capital and interest elements. The interest is charged to net income/(expenditure) for the year so as to produce a constant periodic rate of interest on the remaining balance of the liability.

### 2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### Critical judgements

##### Valuation of freehold land and buildings

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities are as follows.

The trustees have decided to show the freehold land and buildings at market value and have decided not to depreciate the asset. They have decided to base the value of the asset on their own judgement, but use recent relevant information that is available to them on which to base their estimate of the market value and make a judgement each year as to whether any evidence exists that the market value is materially different to the values in the financial statements. They take account of the state of the fabric of the building and the conditions in the market for the type of property owned.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2024

#### 3 Donations and legacies

	Unrestricted funds general 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £
Donations and gifts	453,020	102,432	555,452	444,441	114,865	559,306

#### 4 Charitable activities

	2024 £	2023 £
Sale of goods	10,212	9,212

#### 5 Other trading activities

	Unrestricted funds general 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £
Fundraising events	3,410	4,075	7,485	14,705	6,635	21,340
Letting and licensing arrangements	9,160	-	9,160	9,160	156	9,316
Trading activity income: Car park	8,653	-	8,653	6,817	-	6,817
Other trading activities	21,223	4,075	25,298	30,682	6,791	37,473

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2024

#### 6 Investments

	Unrestricted funds general 2024 £	Restricted funds 2024 £	Total 2024 £	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £
Interest receivable	<u>697</u>	<u>7,377</u>	<u>8,074</u>	<u>2,404</u>	<u>4,359</u>	<u>6,763</u>

#### 7 Other income

	2024 £	2023 £
Net gain on disposal of tangible fixed assets	30	-
Other income	<u>61,726</u>	<u>203</u>
	<u>61,756</u>	<u>203</u>

Other income in 2024 relates to insurance claim proceeds.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

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### 8 Raising funds

	Unrestricted funds general £	Restricted funds £	Total 2024 £	Unrestricted funds general £	Unrestricted funds £	Restricted funds £	Total 2023 £
<u>Fundraising and publicity</u>							
Staging fundraising events	29,000	6,077	35,077	32,268	35	4,654	36,957
Advertising	2,690	-	2,690	2,682	-	360	3,042
	<u>31,690</u>	<u>6,077</u>	<u>37,767</u>	<u>34,950</u>	<u>35</u>	<u>5,014</u>	<u>39,999</u>
Fundraising and publicity	<u>31,690</u>	<u>6,077</u>	<u>37,767</u>	<u>34,950</u>	<u>35</u>	<u>5,014</u>	<u>39,999</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

### 9 Charitable activities

	2024	2023
	£	£
Staff costs	181,037	171,410
Depreciation and impairment	15,872	11,085
Donations - Missionary societies	80,399	163,886
Bank charges	3,757	2,980
Printing and stationery	843	713
Miscellaneous costs	5,898	8,159
Church running expenses	37,857	29,495
Church maintenance	77,559	12,821
Coffee shop expenditure	11,760	11,430
Travel expenses	17,830	14,455
Legal and professional fees	119,720	10,240
Blessings and speakers	29,961	34,632
Hardship funds	2,600	2,705
Pastoral care and hospitality	9,672	10,036
Training costs	7,544	6,976
Subscriptions	2,603	2,375
	<u>604,912</u>	<u>493,398</u>
Share of governance costs (see note 10)	6,960	5,760
	<u>611,872</u>	<u>499,158</u>
<b>Analysis by fund</b>		
Unrestricted funds - general	568,909	356,034
Unrestricted funds - designated	25,435	27,989
Restricted funds	17,528	115,135
	<u>611,872</u>	<u>499,158</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

### 10 Support costs

	Support costs £	Governance costs £	2024 £	Support costs £	Governance costs £	2023 £
Audit fees	-	6,960	6,960	-	5,760	5,760
	-	6,960	6,960	-	5,760	5,760
Analysed between Charitable activities	-	6,960	6,960	-	5,760	5,760

Governance costs includes payments to the auditors of £6,960 (2023- £5,760) for audit fees.

### 11 Net movement in funds

	2024 £	2023 £
The net movement in funds is stated after charging/(crediting):		
Fees payable for the audit of the charity's financial statements	6,960	5,760
Depreciation of owned tangible fixed assets	15,872	11,085
Profit on disposal of tangible fixed assets	(30)	-

### 12 Trustees

The total amount of donations received from trustees without conditions was £116,077 (2023: £147,286). The total amount of donations received from trustees' family members and related parties without conditions was £23,435 (2023: £12,482).

Gifts given to trustees during the year amounted to £1,712 with a further £1,753 gifted to trustees' family members and related parties.

Expenses reimbursed to trustees in relation to church activities amounted to £80 during the period.

P Hollingworth (Member and Trustee) received remuneration of £48,102 (2023: £46,669), employers' NI contributions of £5,383 (2023: £4,747) and employer's pension contributions of £1,996 (2023: £1,551) in respect of his employment with the church.

J Meakin (Trustee) received remuneration of £24,365 (2023: £23,523), employers' NI contributions of £2,107 (2023: £1,824) and employer's pension contributions of £1,139 (2023: £885) in respect of her employment with the church.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

### 12 Trustees

(Continued)

S Hollingworth (Member), who is the wife of P Hollingworth, received remuneration of £34,162 (2023: £33,014), employers' NI contributions of £3,459 (2023: £3,021) and employer's pension contributions of £1,597 (2023: £1,241) in respect of her employment with the church.

D Woolf (Member) received remuneration of £31,262 (2023: £29,751), employers' NI contributions of £3,059 (2023: £2,603) and employer's pension contributions of £1,461 (2023: £1,122) in respect of his employment with the church.

The above individuals are the senior management team of the Church.

B Hollingworth, who is the father of P Hollingworth, received remuneration of £6,632 (2023: £6,563), employers' NI contributions of £nil (2023: £nil) in respect of his employment with the church.

These payments are authorised under the terms of the charity's governing document.

### 13 Employees

The average monthly number of employees during the year was:

	2024 Number	2023 Number
Trustees	5	5
Employees	5	5
	<hr/>	<hr/>
Total	10	10
	<hr/> <hr/>	<hr/> <hr/>

#### Employment costs

	2024 £	2023 £
Wages and salaries	164,513	157,086
Social security costs	9,679	9,018
Other pension costs	6,845	5,306
	<hr/>	<hr/>
	181,037	171,410
	<hr/> <hr/>	<hr/> <hr/>

There were no employees whose annual remuneration was £60,000 or more.

### 14 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.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2024

#### 15 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Motor vehicles	Total
	£	£	£	£	£
<b>Cost</b>					
At 1 January 2024	400,000	223,706	32,901	-	656,607
Additions	-	4,510	1,175	34,025	39,710
Revaluation	75,000	-	-	-	75,000
	<u>475,000</u>	<u>228,216</u>	<u>34,076</u>	<u>34,025</u>	<u>771,317</u>
At 31 December 2024	475,000	228,216	34,076	34,025	771,317
<b>Depreciation and impairment</b>					
At 1 January 2024	-	190,008	31,463	-	221,471
Depreciation charged in the year	-	9,292	894	5,686	15,872
	<u>-</u>	<u>199,300</u>	<u>32,357</u>	<u>5,686</u>	<u>237,343</u>
At 31 December 2024	-	199,300	32,357	5,686	237,343
<b>Carrying amount</b>					
At 31 December 2024	<u>475,000</u>	<u>28,916</u>	<u>1,719</u>	<u>28,339</u>	<u>533,974</u>
At 31 December 2023	<u>400,000</u>	<u>33,698</u>	<u>1,438</u>	<u>-</u>	<u>435,136</u>

The freehold land and buildings comprise the church and premises with adjacent car park. These were subject to a professional valuation on 31 March 2025 on a market value basis of valuation of £475,000 by SMC Brownhill Vickers Chartered Surveyors.

#### 16 Stocks

	2024	2023
	£	£
Goods for resale	200	200
	<u>200</u>	<u>200</u>

#### 17 Debtors

	2024	2023
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	3,807	3,473
Other debtors	7,741	5,144
Prepayments and accrued income	3,488	7,239
	<u>15,036</u>	<u>15,856</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

### 18 Creditors: amounts falling due within one year

	Notes	2024 £	2023 £
Obligations under finance leases		3,441	-
Other taxation and social security		3,774	3,872
Trade creditors		16,146	4,243
Other creditors		5,392	1,425
Accruals and deferred income		6,600	107,177
		<u>35,353</u>	<u>116,717</u>

### 19 Creditors: amounts falling due after more than one year

	Notes	2024 £	2023 £
Obligations under finance leases		<u>26,076</u>	<u>-</u>

### 20 Retirement benefit schemes

		2024 £	2023 £
Defined contribution schemes			
Charge to profit or loss in respect of defined contribution schemes		<u>6,845</u>	<u>5,306</u>

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2024

#### 21 Restricted funds

The restricted funds of the charity comprise the unexpended balances of donations and grants held on trust subject to specific conditions by donors as to how they may be used.

	At 1 January 2024	Incoming resources	Resources expended	Transfers	At 31 December 2024
	£	£	£	£	£
Lifepoint	4,174	3,528	(3,075)	-	4,627
Chapel	2,474	-	-	-	2,474
Youth and young adults	427	3,919	(12,125)	7,779	-
Kids church	-	-	(1,443)	1,443	-
Shine	179	-	(44)	-	135
Spokes	1,797	-	-	-	1,797
Building fund	352,191	105,162	-	-	457,353
Heartbeats	98	56	(150)	-	4
Floods 2023	-	1,219	(6,768)	5,549	-
	<u>361,340</u>	<u>113,884</u>	<u>(23,605)</u>	<u>14,771</u>	<u>466,390</u>

Previous year:	At 1 January 2023	Incoming resources	Resources expended	Transfers	At 31 December 2023
	£	£	£	£	£
Lifepoint	2,774	6,018	(4,618)	-	4,174
Chapel	2,474	-	-	-	2,474
Youth and young adults	427	-	-	-	427
Kids church	-	83	(2,065)	1,982	-
Shine	204	-	(25)	-	179
Spokes	1,797	-	-	-	1,797
Building fund	343,077	9,132	(18)	-	352,191
Missions	-	116	(1,170)	1,054	-
Heartbeats	-	98	-	-	98
Floods 2023	-	103,837	(103,837)	-	-
Youth	219	6,731	(8,416)	1,466	-
Radiator Appeal Ukraine	285	-	-	(285)	-
	<u>351,257</u>	<u>126,015</u>	<u>120,149</u>	<u>4,217</u>	<u>361,340</u>

## LIFEHOUSE CHURCH

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

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#### 21 Restricted funds

(Continued)

Lifepoint - To provide assistance to and support of the underprivileged in society and other community involvement that accord with the aims and objectives of the charity.

Chapel - To fulfil the aims and objectives of the charity amongst people over the age of 55.

Youth and young adults - To fulfil the aims and objectives of the charity amongst young people associated with and outside the church.

Kids church - To fulfil the aims and objectives of the charity amongst the children of parents involved in the church and children outside the family of the church.

Shine - Women meeting together and discovering all that God has for them. A group where they can bring their friends with confidence. The goals of Shine are to empower women and help them meet with God and reach their potential. At 31 December 2020, this fund was in deficit, but more income will be collected relating to this fund in the future to resolve this.

Spokes - This charity project was established in the winter of 2009. Spokes is an integral project that aims to identify young people between the ages of 10 and 16 who have made incredible progress, despite challenging circumstances. Just for one day a Champion Culture is created to ensure the young people get the encouragement they deserve. Through the support of local businesses, people and agencies we plan to develop this project so that many generations to come will hear the words, 'well done.'

Building fund - The building fund was set up in Autumn 2014. This is part of the vision to build/develop a spacious place, that will be a great resource and influence to this community. It will create many ways for people to access the Christian Faith.

Missions - The purpose of this fund is to support the specific missions set by the church. Previous missions have included, 'Youth to Poland,' and, 'Team to Ghana.'

Transfers between funds are to agree the balance carried forward to bank and cash balances held by each individual restricted fund. Unrestricted bank account monies are often used to fund small group expenditure and the transfers represent a reimbursement of this.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

### 22 Designated funds

The unrestricted funds of the charity comprise the unexpended balances of donations and grants which are not subject to specific conditions by donors and grantors as to how they may be used. These include designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes.

	Balance at 1 January 2023	Resources expended	Transfers	Balance at 1 January 2024	Resources expended	Transfers	Balance at 31 December 2024
	£	£	£	£	£	£	£
Building fund	161,978	-	-	161,978	-	-	161,978
Giving	-	(28,024)	28,024	-	(25,435)	25,435	-
	<u>161,978</u>	<u>(28,024)</u>	<u>28,024</u>	<u>161,978</u>	<u>(25,435)</u>	<u>25,435</u>	<u>161,978</u>

Building fund - Monies set aside by the trustees towards the building fund as described in restricted funds.

Giving fund - To fulfil the aims and objectives of the charity by supporting organisations and individuals seeking to promote these aims and objectives in the United Kingdom and other countries.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2024

#### 23 Analysis of net assets between funds

	Unrestricted funds	Designated funds	Restricted funds	Total	Unrestricted funds	Designated funds	Restricted funds	Total
	2024	2024	2024	2024	2023	2023	2023	2023
	£	£	£	£	£	£	£	£
Fund balances at 31 December 2024 are represented by:								
Tangible assets	533,974	-	-	533,974	435,136	-	-	435,136
Current assets/(liabilities)	142,733	161,978	466,390	771,101	234,392	161,978	361,340	757,710
Long term liabilities	(26,076)	-	-	(26,076)	-	-	-	-
	<u>650,631</u>	<u>161,978</u>	<u>466,390</u>	<u>1,278,999</u>	<u>669,528</u>	<u>161,978</u>	<u>361,340</u>	<u>1,192,846</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2024

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24 Cash generated from operations	2024	2023
	£	£
Surplus for the year	11,153	73,800
Adjustments for:		
Investment income recognised in statement of financial activities	(8,074)	(6,763)
Gain on disposal of tangible fixed assets	(30)	-
Depreciation and impairment of tangible fixed assets	15,872	11,085
Movements in working capital:		
Decrease/(increase) in debtors	820	(5,689)
(Decrease)/increase in creditors	(84,805)	98,386
<b>Cash (absorbed by)/generated from operations</b>	<u>(65,064)</u>	<u>170,819</u>

25 Analysis of changes in net funds	At 1 January 2024	Cash flows	New finance leases	At 31 December 2024
	£	£	£	£
Cash at bank and in hand	858,371	(67,153)	-	791,218
Obligations under finance leases	-	4,508	(34,025)	(29,517)
	<u>858,371</u>	<u>(62,645)</u>	<u>(34,025)</u>	<u>761,701</u>

**LIFEHOUSE CHURCH**

England & Wales - Charity number 1170211

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# Accounts

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CHARITY REGISTRATION NUMBER 1170211

COMPANY REGISTRATION NUMBER 09971964

**LIFEHOUSE CHURCH**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2023**

# LIFEHOUSE CHURCH

## LEGAL AND ADMINISTRATIVE INFORMATION

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**Trustees** Mr P Hollingworth - Senior Pastor  
Mr J Needham  
Mrs J Meakin  
Mr M Steele  
Mr T Bello

**Members** Mr P Hollingworth  
Mrs S Hollingworth  
Mr J Needham  
Mr D Woolf

**Senior Pastors** Mr P Hollingworth  
Mrs S Hollingworth

**Charity number** 1170211

**Company number** 09971964

**Registered office** 90 Chatsworth Road  
Chesterfield  
Derbyshire  
S40 2AN

**Auditors** UHY Hacker Young  
6 Broadfield Court  
Broadfield Way  
Sheffield  
S8 0XF

**Bankers** Royal Bank of Scotland  
2 Stephenson Place  
Chesterfield  
Derbyshire  
S40 1XL

Co-op Bank  
15 Elder Way  
Chesterfield  
S40 1UX

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# **LIFEHOUSE CHURCH**

## **LEGAL AND ADMINISTRATIVE INFORMATION**

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### **Solicitors**

Robinsons  
10-11 St James Court  
Friargate  
Derby  
DE1 1BT

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# LIFEHOUSE CHURCH

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# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### **FOR THE YEAR ENDED 31 DECEMBER 2023**

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The trustees present their annual report and financial statements for the year ended 31 December 2023.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles, the Companies Act 2006 and "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)".

#### **Objectives and activities**

The charitable company's objectives are to advance the faith in Jesus Christ in our community, to relieve sickness and financial hardship and to ensure that our services teach and equip people for life.

#### **Our vision**

We as a church exist and are intentional in creating access to the life-changing message of Jesus Christ. We understand that we have to be prepared to explore, experiment and expand to make Church accessible.

We are making a stand by raising up a community of people who will demonstrate the extraordinary God we serve everything we do, will point people towards God.

The aim is to influence this generation with this message. Creatively developing ways that will impact people locally, nationally and across the world.

By practical generosity, our aim is to demonstrate the importance of our key mandate, which is to equip, bless and resource others. That all our services teach and equip people for life.

#### **Our aims**

We are seeking:

To become a relevant expression of the Church to the community in the 21st Century;

To bring expansion of the Christian faith in all that we do;

To remain firm in our beliefs but flexible in our structures;

To provide relevant programmes for all age groups;

To develop and raise up men and women who will lead in all areas of society;

To generously support and partner with organisations who will hold similar objectives;

To build an influential structure that will be a beacon of hope in this town and country.

We are committed to ensuring that we can generously provide for all those we come into contact with. We believe this is a fundamental key of the Christian faith.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

Volunteers play a huge part in achieving our objectives. We rely on numerous volunteers to assist us in developing policies, procedures and systems and running the many outreach groups we have. Without the many volunteers who serve the charity we would be unable to carry out the wide variety of community engagement that Lifehouse currently delivers.

We have not put a monetary value on the many hours our volunteers have provided.

Most help is provided by volunteers of the Church, both practically and financially.

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## LIFEHOUSE CHURCH

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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#### Achievements and performance

We were thankful for the following:

- Being able to continue with the development of our online Church community
- We have seen good, continued growth in the congregation size.
- We regularly modify the building to enhance people's church experience.
- We hold quarterly baptismal serves and regular child dedication services.

To reach the community of Chesterfield by –  
Continual innovation to provide:

- We have continued to develop a good pastoral system to support and assist anyone in need.
- We host various leadership gatherings and other bespoke groups throughout the year
- We always ensure that we utilise key national dates in the year to connect with the wider community.
- We have continued to support local charities & agencies.
- Lifepoint has continued to provide personal and practical assistance to the vulnerable that we engaged with during the year. Whilst working alongside social care services and other local agencies to reach a wider community's needs.
- We continued partnerships with organisations both in the UK and Worldwide. This includes the ongoing support of Compassion Children's projects and multiple other mission groups.
- Our new Youth Pastor has built a strong young leadership team.
- We held our annual Church conference over 3 nights in the Church building, which reached a mixed group of people from the church and other church leaders across the UK.
- Christmas was a key time as this year we reached more people through services and community outreach than we have historically.
- Pastors Paul & Sarah Hollingworth continue to develop the team of leaders around them and release others to their potential.
- The newly identified church location has been embraced by the board and leaders and a careful plan has been put in place to seek planning for the new church location.

#### Financial review

Total income increased from £475,945 in 2022 to £612,957 in 2023. Total expenditure increased from £393,353 to £539,157. This resulted in a surplus for the year of £73,800 (2022: £82,592).

At 31 December 2023, total reserves were £1,192,846 (2022: £1,119,046). This was made up of restricted funds of £361,340 (2022: £351,257), designated funds of £161,978 (2022: £161,978) and unrestricted funds of £669,528 (2022: £605,811). The freely available reserves at 31 December 2023 were £234,392 (2022: £166,327).

During the year to 31 December 2023 the charity received donations of £103,837 for the Chesterfield flood appeal. The financial statements have included an expenditure accrual up to the £103,837 for any donations that had not been distributed by the year end. This reflects the commitment that the charity has to distribute these funds by way of gift vouchers to households affected by the flood shortly after the year end.

It is the policy of the charitable company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

## LIFEHOUSE CHURCH

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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Historically it has been the aim to hold in reserves £35,000 for the Church running. The Trustees will be reviewing this policy in the next financial year to conclude if this level is still appropriate or if a different level is required. The Church Board consider it appropriate to hold reserves above the target level as they have plans for future expansion that will utilise these.

We continue to strive to manage our finances to the best of our ability. We ensure that we fulfil our objectives which are to advance the faith in Jesus Christ, to relieve sickness and financial hardship and to make available our services to all. Our overall aim is the teaching and equipping of people for life. The continued culture of Lifehouse is to breed generosity which then flows down into everything we do as a Church. We continue to invest into introducing key individuals who will help to shape and influence the Church as we move forward.

We stand alongside people and encourage them through current life issues, whilst also ensuring that Lifehouse does everything to the best of its ability.

The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The Church Board have reviewed and considered the major risks affecting Lifehouse Church and have taken steps to mitigate those risks. The Church Board has BrightHR, a specialist company to undertake the Health and Safety and Employment Law concerns of the Church.

The Child Protection/Safeguarding Policy and procedures are maintained/updated annually by the Safeguarding Team and overseen by the Church Board. We take Safeguarding issues very seriously and have put in place a weekly review to ensure any issues are discussed and to provide maximum safety for all. Relevant training for all involved is implemented as necessary in order to stay updated with our Governing Body's policies and procedures.

#### **Flood - October 2023**

On the 20 October 2023 Chesterfield experienced a devastating flash flood that impacted hundreds of homes.

Lifehouse Church was in the heart of the flood area and experienced first hand the destruction of the waters but focussed it's attention on giving help to others.

#### **With the help of other local people and charities we were able to:**

- Help clear homes and provide cleaning teams of volunteers
- Set up a cleaning products appeal which collected thousands of much needed items that were distributed to as many homes as possible.
- Provide meals in the early days after the flood to ease the pressure on households.
- Created an online giving platform so as to provide as many homes as possible with a 'small one off gift voucher' to assist households with the rebuilding of their home
- This has raised just under £110,000 through the giving of a very generous community.

The Chesterfield Flood Victims Appeal 'Gofundme' was set up by Lifehouse Church & Toby Perkins MP plus a few local business owners to raise funds for the flood victims.

All the funds have now been utilised in the form of vouchers for the affected people. No costs were used for administrative purposes.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023**

---

#### **Structure, governance and management**

The Church was previously a charitable organisation (number 105636) governed by a model deed. On 27 January 2016 the charity incorporated as a limited company by guarantee (company number 09971964 and charity number 1170211) and is governed by its Memorandum and Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr P Hollingworth - Senior Pastor

Mr J Needham

Mrs J Meakin

Mr M Steele

Mr T Bello

New Church Board members are appointed by current Church Board members.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Senior Leaders are responsible for the spiritual vision and direction of the Church.

There are 2 Senior Pastors/Leaders:

Paul Hollingworth - Senior Pastor

Sarah Hollingworth - Senior Pastor

The Church is managed operationally through its Church Board (Trustees) which currently has 5 directors.

To ensure health and accountability we invite an external advisor to attend regularly.

The Trustees meet at least quarterly to decide on current issues and practical matters arising. A finance meeting is held weekly to oversee current financial matters. The Board receives all financial/governance information weekly.

An A.G.M. is held annually with the current Board (Trustees) and invited observers.

The pastoral team has the responsibility for the planning and development of the services and strategies for Lifehouse Church. The Church Board ensure that staff are recruited and supported to provide the skills and expertise needed to run a successful organisation.

The Church Board has the overall responsibility for the church database, constitutional matters and training. The church database is purchased through a recognised company - ChurchSuite. This ensures effective and safe management of data. The office is managed by the Office Manager.

Remuneration was paid to 2 Senior Pastors (Senior Leaders), 1 Finance/Office Manager, 1 Cleaning staff, 1 Operations Team Lead, 1 Part time Pastoral Lead, 1 Part time Youth Pastor.

# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023**

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### **Disclosure of information to auditor**

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.

**Mr J Needham**

Trustee

Dated: 30 September 2024

**Mrs J Meakin**

Trustee

Dated:30 September 2024

## **LIFEHOUSE CHURCH**

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES**

#### **FOR THE YEAR ENDED 31 DECEMBER 2023**

---

The trustees, who are also the directors of Lifehouse Church for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

6 Broadfield Court  
Broadfield Way  
Sheffield  
S8 0XF

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH**

### **Opinion**

We have audited the financial statements of Lifehouse Church (the 'charitable company') for the year ended 31 December 2023 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2023 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

Based on our understanding of the charity and the sector in which it operates, we identified the principal risks of non-compliance with laws and regulations related to the acts by the charity, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to inflated revenue and the charity's net income for the year.

Audit procedures performed included: review of the financial statement disclosures to underlying supporting documentation, review of correspondence with and reports to the regulators, including correspondence with the Charity Commission, review of correspondence with legal advisors, enquiries of management and in testing of journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



**Michael Mealing (Senior Statutory Auditor)**  
for and on behalf of UHY Hacker Young

30 September 2024

**Chartered Accountants**  
**Statutory Auditor**

## LIFEHOUSE CHURCH

### STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2023

	Notes	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2023 £	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2022 £
<b><u>Income and endowments from:</u></b>									
Donations and legacies	3	444,441	-	114,865	559,306	415,466	-	24,348	439,814
Charitable activities	4	9,212	-	-	9,212	7,132	-	-	7,132
Other trading activities	5	30,682	-	6,791	37,473	25,519	-	2,345	27,864
Investments	6	2,404	-	4,359	6,763	592	-	543	1,135
Other income	7	203	-	-	203	-	-	-	-
<b>Total income</b>		<b>486,942</b>	<b>-</b>	<b>126,015</b>	<b>612,957</b>	<b>448,709</b>	<b>-</b>	<b>27,236</b>	<b>475,945</b>
<b><u>Expenditure on:</u></b>									
Raising funds	8	34,950	35	5,014	39,999	24,048	-	3,423	27,471
Charitable activities	9	356,034	27,989	115,135	499,158	329,600	23,465	12,817	365,882
<b>Total resources expended</b>		<b>390,984</b>	<b>28,024</b>	<b>120,149</b>	<b>539,157</b>	<b>353,648</b>	<b>23,465</b>	<b>16,240</b>	<b>393,353</b>
<b>Net incoming resources before transfers</b>		<b>95,958</b>	<b>(28,024)</b>	<b>5,866</b>	<b>73,800</b>	<b>95,061</b>	<b>(23,465)</b>	<b>10,996</b>	<b>82,592</b>

## LIFEHOUSE CHURCH

### STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2023

---

<b>Net incoming resources before transfers</b>	95,958	(28,024)	5,866	73,800	95,061	(23,465)	10,996	82,592
Gross transfers between funds	(32,241)	28,024	4,217	-	(145,887)	140,087	5,800	-
<b>Net income for the year/ Net movement in funds</b>	63,717	-	10,083	73,800	(50,826)	116,622	16,796	82,592
Fund balances at 1 January 2023	605,811	161,978	351,257	1,119,046	656,637	45,356	334,461	1,036,454
<b>Fund balances at 31 December 2023</b>	<u>669,528</u>	<u>161,978</u>	<u>361,340</u>	<u>1,192,846</u>	<u>605,811</u>	<u>161,978</u>	<u>351,257</u>	<u>1,119,046</u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# LIFEHOUSE CHURCH

## BALANCE SHEET

AS AT 31 DECEMBER 2023

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		2023		2022	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	14		435,136		439,484
<b>Current assets</b>					
Stocks	15	200		200	
Debtors	16	15,856		10,167	
Cash at bank and in hand		858,371		687,523	
			874,427		697,890
<b>Creditors: amounts falling due within one year</b>	17	(116,717)		(18,328)	
Net current assets			757,710		679,562
<b>Total assets less current liabilities</b>			1,192,846		1,119,046
<b>Income funds</b>					
Restricted funds	19		361,340		351,257
<u>Unrestricted funds</u>					
Designated funds	20	161,978		161,978	
General unrestricted funds		669,528		605,811	
			831,506		767,789
			1,192,846		1,119,046

The financial statements were approved by the Trustees on 30 September 2024

Mr J Needham  
Trustee

Mrs J Meakin  
Trustee

Company registration number 09971964

# LIFEHOUSE CHURCH

## STATEMENT OF CASH FLOWS

### FOR THE YEAR ENDED 31 DECEMBER 2023

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	Notes	2023	2022
		£	£
<b>Cash flows from operating activities</b>			
Cash generated from operations	22	170,819	100,782
<b>Investing activities</b>			
Purchase of tangible fixed assets		(6,734)	(3,338)
Investment income received		6,763	1,135
<b>Net cash generated from/(used in) investing activities</b>		29	(2,203)
<b>Net cash used in financing activities</b>		-	-
<b>Net increase in cash and cash equivalents</b>		170,848	98,579
Cash and cash equivalents at beginning of year		687,523	588,944
<b>Cash and cash equivalents at end of year</b>		<u>858,371</u>	<u>687,523</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2023

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### 1 Accounting policies

#### Charity information

Lifehouse Church is a private company limited by guarantee incorporated in England and Wales. The registered office is 90 Chatsworth Road, Chesterfield, Derbyshire, S40 2AN.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The costs of raising and administering such funds are charged against the specific fund. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

---

### 1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity.

Costs of raising funds are costs incurred in attracting voluntary income and those incurred in trading activities that raise funds.

All expenditure is inclusive of irrecoverable VAT.

### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Not depreciated
Fixtures and fittings	25% reducing balance
Computers	33.3% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

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# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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### 1 Accounting policies

(Continued)

No depreciation is provided on the freehold land and buildings. The trustees consider that the freehold property is maintained in such a state of repair that its residual value is at least equal to the net book value. As a result the corresponding depreciation would not be material, therefore, it is not charged in total resources expended.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell after making due allowance for obsolete and slow-moving stocks.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

#### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.10 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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### 1 Accounting policies

(Continued)

#### ***Impairment of financial assets***

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### ***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

### 1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

### 1 Accounting policies (Continued)

#### 1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### Critical judgements

#### Valuation of freehold land and buildings

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities are as follows.

The trustees have decided to show the freehold land and buildings at market value and have decided not to depreciate the asset. They have decided to base the value of the asset on their own judgement, but use recent relevant information that is available to them on which to base their estimate of the market value and make a judgement each year as to whether any evidence exists that the market value is materially different to the values in the financial statements. They take account of the state of the fabric of the building and the conditions in the market for the type of property owned.

### 3 Donations and legacies

	Unrestricted funds general	Restricted funds	Total	Unrestricted funds general	Restricted funds	Total
	2023	2023	2023	2022	2022	2022
	£	£	£	£	£	£
Donations and gifts	444,441	114,865	559,306	415,466	24,348	439,814

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

### 4 Charitable activities

	2023 £	2022 £
Sales within charitable activities	9,212	7,132

### 5 Other trading activities

	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £
Fundraising events	14,705	6,635	21,340	9,281	2,345	11,626
Letting and licensing arrangements	9,160	156	9,316	8,950	-	8,950
Trading activity income: Car park	6,817	-	6,817	7,288	-	7,288
Other trading activities	30,682	6,791	37,473	25,519	2,345	27,864

### 6 Investments

	Unrestricted funds general 2023 £	Restricted funds 2023 £	Total 2023 £	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £
Interest receivable	2,404	4,359	6,763	592	543	1,135

### 7 Other income

	2023 £	2022 £
Other income	203	-

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 8 Raising funds

	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2023 £	Unrestricted funds general £	Restricted funds £	Total 2022 £
<u>Fundraising and publicity</u>							
Staging fundraising events	32,268	35	4,654	36,957	21,341	3,142	24,483
Advertising	2,682	-	360	3,042	2,707	281	2,988
	<u>34,950</u>	<u>35</u>	<u>5,014</u>	<u>39,999</u>	<u>24,048</u>	<u>3,423</u>	<u>27,471</u>
Fundraising and publicity	<u>34,950</u>	<u>35</u>	<u>5,014</u>	<u>39,999</u>	<u>24,048</u>	<u>3,423</u>	<u>27,471</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

### 9 Charitable activities

	2023	2022
	£	£
Staff costs	171,410	168,037
Depreciation and impairment	11,085	15,286
Donations - Missionary societies	163,886	62,961
Bank charges	2,980	1,429
Printing and stationery	713	615
Miscellaneous costs	8,159	7,171
Church running expenses	29,495	24,857
Church maintenance	12,821	16,958
Coffee shop expenditure	11,430	7,357
Travel expenses	14,455	5,630
Legal and professional fees	10,240	2,486
Blessings and speakers	34,632	34,400
Hardship funds	2,705	300
Pastoral care and hospitality	10,036	7,410
Training costs	6,976	3,709
Subscriptions	2,375	1,876
	<u>493,398</u>	<u>360,482</u>
Share of governance costs (see note 10)	5,760	5,400
	<u>499,158</u>	<u>365,882</u>
<b>Analysis by fund</b>		
Unrestricted funds - general	356,034	329,600
Unrestricted funds - designated	27,989	23,465
Restricted funds	115,135	12,817
	<u>499,158</u>	<u>365,882</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

### 10 Support costs

	Support costs	Governance costs	2023	Support costs	Governance costs	2022
	£	£	£	£	£	£
Audit fees	-	5,760	5,760	-	5,400	5,400
	<u>-</u>	<u>5,760</u>	<u>5,760</u>	<u>-</u>	<u>5,400</u>	<u>5,400</u>
	<u>-</u>	<u>5,760</u>	<u>5,760</u>	<u>-</u>	<u>5,400</u>	<u>5,400</u>
Analysed between Charitable activities	-	5,760	5,760	-	5,400	5,400
	<u>-</u>	<u>5,760</u>	<u>5,760</u>	<u>-</u>	<u>5,400</u>	<u>5,400</u>

Governance costs includes payments to the auditors of £5,760 (2022- £5,400) for audit fees.

### 11 Trustees

The total amount of donations received from trustees without conditions was £147,286 (2022: £155,327).

P Hollingworth (Member and Trustee) received remuneration of £46,669 (2022: £52,928), employers' NI contributions of £4,747 (2022: £6,428) and employer's pension contributions of £1,551 (2022: £1,182) in respect of his employment with the church.

J Meakin (Trustee) received remuneration of £23,523 (2022: £22,470), employers' NI contributions of £1,824 (2022: £1,953) and employer's pension contributions of £885 (2022: £674) in respect of her employment with the church.

S Hollingworth (Member), who is the wife of P Hollingworth, received remuneration of £33,014 (2022: £37,361), employers' NI contributions of £3,021 (2022: £4,172) and employer's pension contributions of £1,241 (2022: £848) in respect of her employment with the church.

D Woolf (Member) received remuneration of £29,751 (2022: £27,012), employers' NI contributions of £2,603 (2022: £2,614) and employer's pension contributions of £1,122 (2022: £810) in respect of his employment with the church.

The above individuals are the senior management team of the Church.

B Hollingworth, who is the father of P Hollingworth, received remuneration of £6,563 (2022: £5,999), employers' NI contributions of £nil (2022: £nil) in respect of his employment with the church.

These payments are authorised under the terms of the charity's governing document.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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### 12 Employees

The average monthly number of employees during the year was:

	2023 Number	2022 Number
Trustees	5	5
Employees	5	4
	<hr/>	<hr/>
Total	10	9
	<hr/> <hr/>	<hr/> <hr/>
<b>Employment costs</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Wages and salaries	157,086	153,998
Social security costs	9,018	10,355
Other pension costs	5,306	3,684
	<hr/>	<hr/>
	171,410	168,037
	<hr/> <hr/>	<hr/> <hr/>

There were no employees whose annual remuneration was £60,000 or more.

### 13 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.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

### 14 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Total
	£	£	£	£
<b>Cost</b>				
At 1 January 2023	400,000	218,010	31,864	649,874
Additions	-	5,696	1,038	6,734
	<u>400,000</u>	<u>223,706</u>	<u>32,902</u>	<u>656,608</u>
At 31 December 2023	400,000	223,706	32,902	656,608
	<u>400,000</u>	<u>223,706</u>	<u>32,902</u>	<u>656,608</u>
<b>Depreciation and impairment</b>				
At 1 January 2023	-	180,539	29,848	210,387
Depreciation charged in the year	-	9,469	1,616	11,085
	<u>-</u>	<u>190,008</u>	<u>31,464</u>	<u>221,472</u>
At 31 December 2023	-	190,008	31,464	221,472
	<u>-</u>	<u>190,008</u>	<u>31,464</u>	<u>221,472</u>
<b>Carrying amount</b>				
At 31 December 2023	400,000	33,698	1,438	435,136
	<u>400,000</u>	<u>33,698</u>	<u>1,438</u>	<u>435,136</u>
At 31 December 2022	400,000	37,468	2,016	439,484
	<u>400,000</u>	<u>37,468</u>	<u>2,016</u>	<u>439,484</u>

The freehold land and buildings comprise the church and premises with adjacent car park. These were subject to a professional valuation in 2016 which gave an existing use value of £350,000, however in the view of the trustees a sale with planning permission would value the building at approximately £400,000.

### 15 Stocks

	2023	2022
	£	£
Goods for resale	200	200
	<u>200</u>	<u>200</u>

### 16 Debtors

	2023	2022
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	3,473	2,441
Other debtors	5,144	4,669
Prepayments and accrued income	7,239	3,057
	<u>15,856</u>	<u>10,167</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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### 17 Creditors: amounts falling due within one year

	2023	2022
	£	£
Other taxation and social security	3,872	3,358
Trade creditors	4,243	4,427
Other creditors	1,425	5,503
Accruals and deferred income	107,177	5,040
	<u>116,717</u>	<u>18,328</u>

### 18 Retirement benefit schemes

#### Defined contribution schemes

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £5,306 (2022 - £3,684).

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds				Balance at 31 December 2023
	Balance at 1 January 2022	Incoming resources	Resources expended	Transfers	Balance at 1 January 2023	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£	£	£	£	£
Lifepoint	4,515	2,846	(4,587)	-	2,774	6,018	(4,618)	-	4,174
Chapel	2,557	-	(83)	-	2,474	-	-	-	2,474
Youth and young adults	1,499	212	(1,284)	-	427	-	-	-	427
Kids church	-	-	(905)	905	-	83	(2,065)	1,982	-
Shine	-	2,163	(1,959)	-	204	-	(25)	-	179
Spokes	1,797	-	-	-	1,797	-	-	-	1,797
Building fund	323,789	19,454	(166)	-	343,077	9,132	(18)	-	352,191
Missions	85	2,276	(7,060)	4,699	-	116	(1,170)	1,054	-
Heartbeats	-	-	-	-	-	98	-	-	98
Floods 2023	-	-	-	-	-	103,837	(103,837)	-	-
Youth	219	-	-	-	219	6,731	(8,416)	1,466	-
Totslife	-	-	(196)	196	-	-	-	-	-
Radiator Appeal Ukraine	-	285	-	-	285	-	-	(285)	-
	<u>334,461</u>	<u>27,236</u>	<u>(16,240)</u>	<u>5,800</u>	<u>351,257</u>	<u>126,015</u>	<u>(120,149)</u>	<u>4,217</u>	<u>361,340</u>

## LIFEHOUSE CHURCH

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2023

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#### 19 Restricted funds

(Continued)

Lifepoint - To provide assistance to and support of the underprivileged in society and other community involvement that accord with the aims and objectives of the charity.

Chapel - To fulfil the aims and objectives of the charity amongst people over the age of 55.

Youth and young adults - To fulfil the aims and objectives of the charity amongst young people associated with and outside the church.

Kids church - To fulfil the aims and objectives of the charity amongst the children of parents involved in the church and children outside the family of the church.

Shine - Women meeting together and discovering all that God has for them. A group where they can bring their friends with confidence. The goals of Shine are to empower women and help them meet with God and reach their potential. At 31 December 2020, this fund was in deficit, but more income will be collected relating to this fund in the future to resolve this.

Spokes - This charity project was established in the winter of 2009. Spokes is an integral project that aims to identify young people between the ages of 10 and 16 who have made incredible progress, despite challenging circumstances. Just for one day a Champion Culture is created to ensure the young people get the encouragement they deserve. Through the support of local businesses, people and agencies we plan to develop this project so that many generations to come will hear the words, 'well done.'

Building fund - The building fund was set up in Autumn 2014. This is part of the vision to build/develop a spacious place, that will be a great resource and influence to this community. It will create many ways for people to access the Christian Faith.

Missions - The purpose of this fund is to support the specific missions set by the church. Previous missions have included, 'Youth to Poland,' and, 'Team to Ghana.'

Transfers between funds are to agree the balance carried forward to bank and cash balances held by each individual restricted fund. Unrestricted bank account monies are often used to fund small group expenditure and the transfers represent a reimbursement of this.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

### 20 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2022	Resources expended	Transfers	Balance at 1 January 2023	Resources expended	Transfers	Balance at 31 December 2023
	£	£	£	£	£	£	£
Building fund	41,928	-	120,050	161,978	-	-	161,978
Giving	3,428	(23,465)	20,037	-	(28,024)	28,024	-
	<u>45,356</u>	<u>(23,465)</u>	<u>140,087</u>	<u>161,978</u>	<u>(28,024)</u>	<u>28,024</u>	<u>161,978</u>

Building fund - Monies set aside by the trustees towards the building fund as described in restricted funds.

Giving fund - To fulfil the aims and objectives of the charity by supporting organisations and individuals seeking to promote these aims and objectives in the United Kingdom and other countries.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2023

#### 21 Analysis of net assets between funds

	Unrestricted funds	Designated funds	Restricted funds	Total	Unrestricted funds	Designated funds	Restricted funds	Total
	2023	2023	2023	2023	2022	2022	2022	2022
	£	£	£	£	£	£	£	£
Fund balances at 31 December 2023 are represented by:								
Tangible assets	435,136	-	-	435,136	439,484	-	-	439,484
Current assets/(liabilities)	234,392	161,978	361,340	757,710	166,327	161,978	351,257	679,562
	<u>669,528</u>	<u>161,978</u>	<u>361,340</u>	<u>1,192,846</u>	<u>605,811</u>	<u>161,978</u>	<u>351,257</u>	<u>1,119,046</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2023

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<b>22 Cash generated from operations</b>	<b>2023</b>	<b>2022</b>
	<b>£</b>	<b>£</b>
Surplus for the year	73,800	82,592
Adjustments for:		
Investment income recognised in statement of financial activities	(6,763)	(1,135)
Depreciation and impairment of tangible fixed assets	11,085	15,286
Movements in working capital:		
(Increase) in debtors	(5,689)	(1,046)
Increase in creditors	98,386	5,085
<b>Cash generated from operations</b>	<b>170,819</b>	<b>100,782</b>

### **23 Analysis of changes in net funds**

The charitable company had no debt during the year.

**LIFEHOUSE CHURCH**

England & Wales - Charity number 1170211

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# Accounts

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CHARITY REGISTRATION NUMBER 1170211

COMPANY REGISTRATION NUMBER 09971964

**LIFEHOUSE CHURCH**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2022**

# LIFEHOUSE CHURCH

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr P Hollingworth - Senior Pastor Mr J Needham Mrs J Meakin Mr M Steele Mr T Bello	(Appointed 5 September 2022)
<b>Members</b>	Mr P Hollingworth Mrs S Hollingworth Mr J Needham Mr D Woolf	
<b>Senior Pastors</b>	Mr P Hollingworth Mrs S Hollingworth	
<b>Charity number</b>	1170211	
<b>Company number</b>	09971964	
<b>Registered office</b>	90 Chatsworth Road Chesterfield Derbyshire S40 2AN	
<b>Auditors</b>	UHY Hacker Young 6 Broadfield Court Broadfield Way Sheffield S8 0XF	
<b>Bankers</b>	Royal Bank of Scotland 2 Stephenson Place Chesterfield Derbyshire S40 1XL	
	Co-op Bank 15 Elder Way Chesterfield S40 1UX	

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# LIFEHOUSE CHURCH

## LEGAL AND ADMINISTRATIVE INFORMATION

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Shawbrook Bank Limited  
Lutea House  
Warley Hill Business Park  
The Drive  
Geat Warley  
Brentwood  
Essex

### **Solicitors**

Robinsons  
10-11 St James Court  
Friargate  
Derby  
DE1 1BT

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# LIFEHOUSE CHURCH

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# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT)**

### **FOR THE YEAR ENDED 31 DECEMBER 2022**

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The trustees present their annual report and financial statements for the year ended 31 December 2022.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles, the Companies Act 2006 and "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)".

#### **Objectives and activities**

The charitable company's objectives are to advance the faith in Jesus Christ in our community, to relieve sickness and financial hardship and to ensure that our services teach and equip people for life.

#### **Our vision**

We as a church exist and are intentional in creating access to the life-changing message of Jesus Christ. We understand that we have to be prepared to explore, experiment and expand to make Church accessible.

We are making a stand by raising up a community of people who will demonstrate the extraordinary God we serve everything we do, will point people towards God.

The aim is to influence this generation with this message. Creatively developing ways that will impact people locally, nationally and across the world.

By practical generosity, our aim is to demonstrate the importance of our key mandate, which is to equip, bless and resource others. That all our services teach and equip people for life.

#### **Our aims**

We are seeking:

To become a relevant expression of the Church to the community in the 21st Century;

To bring expansion of the Christian faith in all that we do;

To remain firm in our beliefs but flexible in our structures;

To provide relevant programmes for all age groups;

To develop and raise up men and women who will lead in all areas of society;

To generously support and partner with organisations who will hold similar objectives;

To build an influential structure that will be a beacon of hope in this town and country.

We are committed to ensuring that we generously provide for all those we come into contact with. We believe this is a fundamental key of the Christian faith.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

The part played by volunteers in achieving our objectives is huge. We rely on numerous volunteers to assist us in developing policies, procedures, systems and running the many outreach groups we have. Without the many volunteers that serve the charity, we would not be able to carry out the wide variety of community engagement that Lifehouse currently delivers.

We have not put a monetary value on the considerable number of hours our volunteers have provided.

The majority of help is provided by volunteers of the Church, both practically and financially.

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## LIFEHOUSE CHURCH

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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#### Achievements and performance

We were thankful for the following:

- Being able to continue with our online Church experience.
- Seeing an increase in the number of new people coming to church. Many following on from online interactions.
- We updated the Main Auditorium and Stage due to growth in numbers and influence.
- Holding baptisms back in the building.

To continue to reach the community of Chesterfield by –

Continual innovation to provide:

- Support to all via a robust pastoral system and assistance to anyone in need.
- Holding a 'Warm Space' Pizza evening for the community.
- Men's/Women's events/gatherings took place in the building.
- Utilised key national dates (Mothers/Father's Day, Easter etc.) to bring a message of hope through the giving of gifts. This year giving away 2,000 Easter Eggs to the community.
- We continued to support local charities & agencies.
- Lifepoint has continued to provide personal and practical assistance to the vulnerable that we engaged with during the year. Whilst working alongside social care services to reach a wider community's needs.
- We continued partnerships with organisations both in the UK and Worldwide. This includes the ongoing support of Compassion and multiple other mission groups.
- A part time Youth Pastor has been put in place to continue to manage and grow the Youth Department.
- We held our Church conference over 3 nights in the Church building.
- Christmas was held in the building. Shine Ladies, Youth & Young Adults Department were able to provide relevant festive programmes. We also provided 200 Christmas food hampers and distributed to various charities and organisations locally.
- Pastors Paul & Sarah Hollingworth reached their 10<sup>th</sup> year anniversary since taking on the running of Lifehouse Church. They also increased their roles with the A.O.G (Assemblies of God) by becoming Zone Leaders, to mentor other Churches and Pastors.
- Lily Hollingworth went to Audacious Church for a 1-year internship.
- We identified a new location for Lifehouse which we are in the process of investigating.

#### Financial review

Total income decreased from £533,280 in 2021 to £475,945 in 2022. Total expenditure increased from £298,199 to £393,353. This resulted in a surplus for the year of £82,592 (2021: £235,081).

At 31 December 2022, total reserves were £1,119,046 (2021: £1,036,454). This was made up of restricted funds of £351,257 (2021: £334,461), designated funds of £161,978 (2021: £45,356) and unrestricted funds of £605,811 (2021: £656,637). The freely available reserves at 31 December 2022 were £166,327 (2021: £205,206).

It is the policy of the charitable company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022**

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Historically it has been the aim to hold in reserves £35,000 for the Church running. The Trustees will be reviewing this policy in the next financial year to conclude if this level is still appropriate or if a different level is required. The Church Board consider it appropriate to hold reserves above the target level as they have plans for future expansion that will utilise these.

We continue to strive to manage our finances to the best of our ability. We ensure that we fulfil our objectives which are to advance the faith in Jesus Christ, to relieve sickness and financial hardship and to make available our services to all. With the aim of teaching and equipping people for life. The continued culture of Lifehouse is to breed generosity which then flows down into everything we do as a church. We continue to invest into introducing key individuals who will help to shape and influence the church as we move forward.

We stand alongside people and encourage them through current life issues, whilst also ensuring that Lifehouse does everything to the best of its ability.

The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The Church Board have reviewed and considered the major risks affecting Lifehouse Church and have taken steps to mitigate those risks. The Church Board has Citation plc, a specialist company to undertake the Health and Safety and Employment Law concerns of the Church. This contract will finish in 2023. A suitable Company will be contracted to continue the cover.

The Child Protection/Safeguarding Policy and procedures are maintained/updated annually by the Safeguarding Team and overseen by the Church Board. We take Safeguarding issues very seriously and have put in place a weekly review to ensure any issues are discussed and to provide maximum safety for all. Relevant training for all involved is implemented as necessary in order to stay updated with our Governing Body's policies and procedures.

#### **The Charity post COVID19**

Staying open (within Government timeframes and restriction guidelines) has enabled us to keep in contact with many people, and we continue to work hard in rebuilding Church. Our income has continued to increase alongside church growth.

The Church Board are confident that the systems we had in place enabled us to grow Lifehouse, through this difficult season.

#### **Structure, governance and management**

The Church was previously a charitable organisation (number 105636) governed by a model deed. On 27 January 2016 the charity incorporated as a limited company by guarantee (company number 09971964 and charity number 1170211) and is governed by its Memorandum and Articles of Association.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022**

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The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr P Hollingworth - Senior Pastor

Mr J Needham

Mrs J Meakin

Mrs A Needham

(Resigned 5 September 2022)

Mr M Steele

Mr T Bello

(Appointed 5 September 2022)

New Church Board members are appointed by current Church Board members.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Senior Leaders are responsible for the spiritual vision and direction of the Church.

There are 2 Senior Pastors/Leaders:

Paul Hollingworth - Senior Pastor

Sarah Hollingworth - Senior Pastor

The Church is managed operationally through its Church Board (Trustees) which currently has 5 directors.

To ensure health and accountability we invite an external advisor to attend regularly.

The Trustees meet quarterly to decide on current issues and practical matters arising. A finance meeting is held weekly to oversee current financial matters. The Board receives all financial/governance information weekly.

An A.G.M. is held annually with the current Board (Trustees) and invited observers.

The pastoral team has the responsibility for the planning and development of the services and strategies for Lifehouse Church. The Church Board ensure that staff are recruited and supported to provide the skills and expertise needed to run a successful organisation.

The Church Board has the overall responsibility for the church database, constitutional matters and training. The church database is purchased through a recognised company - ChurchSuite. This ensures effective and safe management of data. The office is managed by the Office Manager.

Remuneration was paid to 2 Senior Pastors (Senior Leaders), 1 Finance/Office Manager, 1 Cleaning staff, 1 Operations Team Lead, 1 Part time Pastoral Lead.

# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022**

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### **Disclosure of information to auditor**

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.

**Mr J Needham**

Trustee

Dated: 21 September 2023

**Mrs J Meakin**

Trustee

Dated:21 September 2023

## **LIFEHOUSE CHURCH**

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2022**

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The trustees, who are also the directors of Lifehouse Church for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH**

### **Opinion**

We have audited the financial statements of Lifehouse Church (the 'charitable company') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report for the financial year for which the financial statements are prepared, which includes the directors' report prepared for the purposes of company law, is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

Based on our understanding of the charity and the sector in which it operates, we identified the principal risks of non-compliance with laws and regulations related to the acts by the charity, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to inflated revenue and the charity's net income for the year.

Audit procedures performed included: review of the financial statement disclosures to underlying supporting documentation, review of correspondence with and reports to the regulators, including correspondence with the Charity Commission, review of correspondence with legal advisors, enquiries of management and in testing of journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Michael Mealing (Senior Statutory Auditor)**  
for and on behalf of UHY Hacker Young

21 September 2023

**Chartered Accountants**  
**Statutory Auditor**

## LIFEHOUSE CHURCH

### STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2022 £	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2021 £
<b><u>Income and endowments from:</u></b>									
Donations and legacies	3	415,466	-	24,348	439,814	300,101	-	209,607	509,708
Charitable activities	4	7,132	-	-	7,132	629	-	-	629
Other trading activities	5	25,519	-	2,345	27,864	15,109	-	3,144	18,253
Investments	6	592	-	543	1,135	690	-	-	690
Other income	7	-	-	-	-	4,000	-	-	4,000
<b>Total income</b>		448,709	-	27,236	475,945	320,529	-	212,751	533,280
<b><u>Expenditure on:</u></b>									
Raising funds	8	24,048	-	3,423	27,471	16,894	-	3,278	20,172
Charitable activities	9	329,600	23,465	12,817	365,882	251,656	22,055	4,316	278,027
<b>Total resources expended</b>		353,648	23,465	16,240	393,353	268,550	22,055	7,594	298,199
<b>Net incoming resources before transfers</b>		95,061	(23,465)	10,996	82,592	51,979	(22,055)	205,157	235,081

## LIFEHOUSE CHURCH

### STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

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<b>Net incoming resources before transfers</b>	95,061	(23,465)	10,996	82,592	51,979	(22,055)	205,157	235,081
Gross transfers between funds	(145,887)	140,087	5,800	-	(22,677)	21,851	826	-
<b>Net (expenditure)/income for the year/ Net movement in funds</b>	(50,826)	116,622	16,796	82,592	29,302	(204)	205,983	235,081
Fund balances at 1 January 2022	656,637	45,356	334,461	1,036,454	627,335	45,560	128,478	801,373
<b>Fund balances at 31 December 2022</b>	<u>605,811</u>	<u>161,978</u>	<u>351,257</u>	<u>1,119,046</u>	<u>656,637</u>	<u>45,356</u>	<u>334,461</u>	<u>1,036,454</u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# LIFEHOUSE CHURCH

## BALANCE SHEET

AS AT 31 DECEMBER 2022

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	Notes	2022		2021	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	14		439,484		451,431
<b>Current assets</b>					
Stocks	15	200		200	
Debtors	16	10,167		9,121	
Cash at bank and in hand		687,523		588,944	
		<u>697,890</u>		<u>598,265</u>	
<b>Creditors: amounts falling due within one year</b>	17	<u>(18,328)</u>		<u>(13,242)</u>	
Net current assets			679,562		585,023
<b>Total assets less current liabilities</b>			<u>1,119,046</u>		<u>1,036,454</u>
<b>Income funds</b>					
Restricted funds	19		351,257		334,461
<u>Unrestricted funds</u>					
Designated funds	20	161,978		45,356	
General unrestricted funds		605,811		656,637	
		<u>767,789</u>		<u>701,993</u>	
			<u>1,119,046</u>		<u>1,036,454</u>

The financial statements were approved by the Trustees on 21 September 2023

Mr J Needham  
Trustee

Mrs J Meakin  
Trustee

Company registration number 09971964

# LIFEHOUSE CHURCH

## STATEMENT OF CASH FLOWS

### FOR THE YEAR ENDED 31 DECEMBER 2022

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	Notes	2022	2021
		£	£
<b>Cash flows from operating activities</b>			
Cash generated from operations	22	100,782	248,156
<b>Investing activities</b>			
Purchase of tangible fixed assets		(3,338)	(7,702)
Investment income received		1,135	690
<b>Net cash used in investing activities</b>		(2,203)	(7,012)
<b>Net cash used in financing activities</b>		-	-
<b>Net increase in cash and cash equivalents</b>		98,579	241,144
Cash and cash equivalents at beginning of year		588,944	347,800
<b>Cash and cash equivalents at end of year</b>		<u>687,523</u>	<u>588,944</u>

# LIFEHOUSE CHURCH

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

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### 1 Accounting policies

#### Charity information

Lifehouse Church is a private company limited by guarantee incorporated in England and Wales. The registered office is 90 Chatsworth Road, Chesterfield, Derbyshire, S40 2AN.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The costs of raising and administering such funds are charged against the specific fund. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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### 1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity.

Costs of raising funds are costs incurred in attracting voluntary income and those incurred in trading activities that raise funds.

All expenditure is inclusive of irrecoverable VAT.

### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Not depreciated
Fixtures and fittings	25% reducing balance
Computers	33.3% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

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# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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### 1 Accounting policies

(Continued)

No depreciation is provided on the freehold land and buildings. The trustees consider that the freehold property is maintained in such a state of repair that its residual value is at least equal to the net book value. As a result the corresponding depreciation would not be material, therefore, it is not charged in total resources expended.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell after making due allowance for obsolete and slow-moving stocks.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

#### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.10 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

---

### 1 Accounting policies

(Continued)

#### ***Impairment of financial assets***

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### ***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

### 1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 1 Accounting policies (Continued)

#### 1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### Critical judgements

#### Valuation of freehold land and buildings

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities are as follows.

The trustees have decided to show the freehold land and buildings at market value and have decided not to depreciate the asset. They have decided to base the value of the asset on their own judgement, but use recent relevant information that is available to them on which to base their estimate of the market value and make a judgement each year as to whether any evidence exists that the market value is materially different to the values in the financial statements. They take account of the state of the fabric of the building and the conditions in the market for the type of property owned.

### 3 Donations and legacies

	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £
Donations and gifts	415,466	24,348	439,814	277,421	209,607	487,028
Government Coronavirus Job Retention Scheme	-	-	-	22,680	-	22,680
	<u>415,466</u>	<u>24,348</u>	<u>439,814</u>	<u>300,101</u>	<u>209,607</u>	<u>509,708</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 4 Charitable activities

	2022 £	2021 £
Sales within charitable activities	7,132	629

### 5 Other trading activities

	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £
Fundraising events	9,281	2,345	11,626	3,949	3,144	7,093
Letting and licensing arrangements	8,950	-	8,950	5,000	-	5,000
Trading activity income: Car park	7,288	-	7,288	6,160	-	6,160
Other trading activities	25,519	2,345	27,864	15,109	3,144	18,253

### 6 Investments

	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £
Interest receivable	592	543	1,135	690	-	690

### 7 Other income

	2022 £	2021 £
Other income	-	4,000

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2022

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#### 8 Raising funds

	Unrestricted funds general £	Restricted funds £	Total 2022 £	Unrestricted funds general £	Restricted funds £	Total 2021 £
<u>Fundraising and publicity</u>						
Staging fundraising events	21,341	3,142	24,483	14,673	3,252	17,925
Advertising	2,707	281	2,988	2,221	26	2,247
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fundraising and publicity	24,048	3,423	27,471	16,894	3,278	20,172
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<u>24,048</u>	<u>3,423</u>	<u>27,471</u>	<u>16,894</u>	<u>3,278</u>	<u>20,172</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 9 Charitable activities

	2022	2021
	£	£
Staff costs	168,037	151,727
Depreciation and impairment	15,286	17,139
Donations - Missionary societies	62,961	41,636
Bank charges	1,429	774
Printing and stationery	615	590
Miscellaneous costs	7,171	6,426
Church running expenses	24,857	20,655
Church maintenance	16,958	8,968
Coffee shop expenditure	7,357	2,941
Travel expenses	5,630	580
Legal and professional fees	2,486	2,570
Blessings and speakers	34,400	10,634
Hardship funds	300	300
Pastoral care and hospitality	7,410	4,663
Training costs	3,709	1,246
Subscriptions	1,876	2,378
	<u>360,482</u>	<u>273,227</u>
Share of governance costs (see note 10)	5,400	4,800
	<u>365,882</u>	<u>278,027</u>
<b>Analysis by fund</b>		
Unrestricted funds - general	329,600	251,656
Unrestricted funds - designated	23,465	22,055
Restricted funds	12,817	4,316
	<u>365,882</u>	<u>278,027</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 10 Support costs

	Support costs	Governance costs	2022	Support costs	Governance costs	2021
	£	£	£	£	£	£
Audit fees	-	5,400	5,400	-	4,800	4,800
	<u>-</u>	<u>5,400</u>	<u>5,400</u>	<u>-</u>	<u>4,800</u>	<u>4,800</u>
	<u>-</u>	<u>5,400</u>	<u>5,400</u>	<u>-</u>	<u>4,800</u>	<u>4,800</u>
Analysed between Charitable activities	-	5,400	5,400	-	4,800	4,800
	<u>-</u>	<u>5,400</u>	<u>5,400</u>	<u>-</u>	<u>4,800</u>	<u>4,800</u>

Governance costs includes payments to the auditors of £5,400 (2021- £4,800) for audit fees.

### 11 Trustees

The total amount of donations received from trustees without conditions was £155,327 (2021: £242,224).

P Hollingworth (Member and Trustee) received remuneration of £52,928 (2021: £41,845), employers' NI contributions of £6,428 (2021: £4,556) and employer's pension contributions of £1,182 (2021: £1,147) in respect of his employment with the church.

J Meakin (Trustee) received remuneration of £22,470 (2021: £24,092), employers' NI contributions of £1,953 (2021: £2,106) and employer's pension contributions of £674 (2021: £723) in respect of her employment with the church.

S Hollingworth (Member), who is the wife of P Hollingworth, received remuneration of £37,361 (2021: £22,945), employers' NI contributions of £4,172 (2021: £1,948) and employer's pension contributions of £848 (2021: £688) in respect of her employment with the church.

D Woolf (Member) received remuneration of £27,012 (2021: £26,225), employers' NI contributions of £2,614 (2021: £2,401) and employer's pension contributions of £810 (2021: £787) in respect of his employment with the church.

The above individuals are the senior management team of the Church.

B Hollingworth, who is the father of P Hollingworth, received remuneration of £5,999 (2021: £9,781), employers' NI contributions of £nil (2021: £158) in respect of his employment with the church.

These payments are authorised under the terms of the charity's governing document.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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### 12 Employees

The average monthly number of employees during the year was:

	<b>2022</b>	<b>2021</b>
	<b>Number</b>	<b>Number</b>
Trustees	5	5
Employees	4	5
	<hr/>	<hr/>
Total	9	10
	<hr/> <hr/>	<hr/> <hr/>
<b>Employment costs</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Wages and salaries	153,998	140,638
Social security costs	10,355	7,441
Other pension costs	3,684	3,648
	<hr/>	<hr/>
	168,037	151,727
	<hr/> <hr/>	<hr/> <hr/>

There were no employees whose annual remuneration was £60,000 or more.

### 13 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.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

### 14 Tangible fixed assets

	Freehold land and buildings	Fixtures and fittings	Computers	Total
	£	£	£	£
<b>Cost</b>				
At 1 January 2022	400,000	215,510	31,477	646,987
Additions	-	2,500	838	3,338
Disposals	-	-	(452)	(452)
	<u>400,000</u>	<u>218,010</u>	<u>31,863</u>	<u>649,873</u>
At 31 December 2022	400,000	218,010	31,863	649,873
	<u>400,000</u>	<u>218,010</u>	<u>31,863</u>	<u>649,873</u>
<b>Depreciation and impairment</b>				
At 1 January 2022	-	166,946	28,610	195,556
Depreciation charged in the year	-	13,596	1,689	15,285
Eliminated in respect of disposals	-	-	(452)	(452)
	<u>-</u>	<u>180,542</u>	<u>29,847</u>	<u>210,389</u>
At 31 December 2022	-	180,542	29,847	210,389
	<u>-</u>	<u>180,542</u>	<u>29,847</u>	<u>210,389</u>
<b>Carrying amount</b>				
At 31 December 2022	400,000	37,468	2,016	439,484
	<u>400,000</u>	<u>37,468</u>	<u>2,016</u>	<u>439,484</u>
At 31 December 2021	400,000	48,564	2,867	451,431
	<u>400,000</u>	<u>48,564</u>	<u>2,867</u>	<u>451,431</u>

The freehold land and buildings comprise the church and premises with adjacent car park. These were subject to a professional valuation in 2016 which gave an existing use value of £350,000, however in the view of the trustees a sale with planning permission would value the building at approximately £400,000.

### 15 Stocks

	2022	2021
	£	£
Goods for resale	200	200
	<u>200</u>	<u>200</u>

### 16 Debtors

	2022	2021
	£	£
<b>Amounts falling due within one year:</b>		
Trade debtors	2,441	948
Other debtors	4,669	7,391
Prepayments and accrued income	3,057	782
	<u>10,167</u>	<u>9,121</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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### 17 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	3,358	2,883
Trade creditors	4,427	1,704
Other creditors	5,503	3,975
Accruals and deferred income	5,040	4,680
	<u>18,328</u>	<u>13,242</u>

### 18 Retirement benefit schemes

#### Defined contribution schemes

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £3,684 (2021 - £3,648).

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### 19 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds				Balance at 31 December 2022
	Balance at 1 January 2021	Incoming resources	Resources expended	Transfers	Balance at 1 January 2022	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£	£	£	£	£
Lifepoint	2,494	6,359	(4,338)	-	4,515	2,846	(4,587)	-	2,774
Chapel	2,887	-	(330)	-	2,557	-	(83)	-	2,474
Youth and young adults	1,498	158	(157)	-	1,499	212	(1,284)	-	427
Kids church	31	-	(396)	365	-	-	(905)	905	-
Shine	(428)	1,570	(1,370)	228	-	2,163	(1,959)	-	204
Spokes	1,797	-	-	-	1,797	-	-	-	1,797
Building fund	119,744	204,045	-	-	323,789	19,454	(166)	-	343,077
Missions	85	-	-	-	85	2,276	(7,060)	4,699	-
Youth	253	619	(653)	-	219	-	-	-	219
Totslife	117	-	(350)	233	-	-	(196)	196	-
Radiator Appeal Ukraine	-	-	-	-	-	285	-	-	285
	<u>128,478</u>	<u>212,751</u>	<u>(7,594)</u>	<u>826</u>	<u>334,461</u>	<u>27,236</u>	<u>(16,240)</u>	<u>5,800</u>	<u>351,257</u>

## LIFEHOUSE CHURCH

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2022

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#### 19 Restricted funds

(Continued)

Lifepoint - To provide assistance to and support of the underprivileged in society and other community involvement that accord with the aims and objectives of the charity.

Chapel - To fulfil the aims and objectives of the charity amongst people over the age of 55.

Youth and young adults - To fulfil the aims and objectives of the charity amongst young people associated with and outside the church.

Kids church - To fulfil the aims and objectives of the charity amongst the children of parents involved in the church and children outside the family of the church.

Shine - Women meeting together and discovering all that God has for them. A group where they can bring their friends with confidence. The goals of Shine are to empower women and help them meet with God and reach their potential. At 31 December 2020, this fund was in deficit, but more income will be collected relating to this fund in the future to resolve this.

Spokes - This charity project was established in the winter of 2009. Spokes is an integral project that aims to identify young people between the ages of 10 and 16 who have made incredible progress, despite challenging circumstances. Just for one day a Champion Culture is created to ensure the young people get the encouragement they deserve. Through the support of local businesses, people and agencies we plan to develop this project so that many generations to come will hear the words, 'well done.'

Building fund - The building fund was set up in Autumn 2014. This is part of the vision to build/develop a spacious place, that will be a great resource and influence to this community. It will create many ways for people to access the Christian Faith.

Missions - The purpose of this fund is to support the specific missions set by the church. Previous missions have included, 'Youth to Poland,' and, 'Team to Ghana.'

Transfers between funds are to agree the balance carried forward to bank and cash balances held by each individual restricted fund. Unrestricted bank account monies are often used to fund small group expenditure and the transfers represent a reimbursement of this.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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### 20 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2021	Resources expended	Transfers	Balance at 1 January 2022	Resources expended	Transfers	Balance at 31 December 2022
	£	£	£	£	£	£	£
Building fund	41,928	-	-	41,928	-	120,050	161,978
Giving	3,632	(22,055)	21,851	3,428	(23,465)	20,037	-
	<u>45,560</u>	<u>(22,055)</u>	<u>21,851</u>	<u>45,356</u>	<u>(23,465)</u>	<u>140,087</u>	<u>161,978</u>

Building fund - Monies set aside by the trustees towards the building fund as described in restricted funds.

Giving fund - To fulfil the aims and objectives of the charity by supporting organisations and individuals seeking to promote these aims and objectives in the United Kingdom and other countries.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2022

#### 21 Analysis of net assets between funds

	Unrestricted funds	Designated funds	Restricted funds	Total	Unrestricted funds	Designated funds	Restricted funds	Total
	2022	2022	2022	2022	2021	2021	2021	2021
	£	£	£	£	£	£	£	£
Fund balances at 31 December 2022 are represented by:								
Tangible assets	439,484	-	-	439,484	451,431	-	-	451,431
Current assets/(liabilities)	166,327	161,978	351,257	679,562	205,206	45,356	334,461	585,023
	<u>605,811</u>	<u>161,978</u>	<u>351,257</u>	<u>1,119,046</u>	<u>656,637</u>	<u>45,356</u>	<u>334,461</u>	<u>1,036,454</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

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<b>22 Cash generated from operations</b>	<b>2022</b>	<b>2021</b>
	<b>£</b>	<b>£</b>
Surplus for the year	82,592	235,081
Adjustments for:		
Investment income recognised in statement of financial activities	(1,135)	(690)
Depreciation and impairment of tangible fixed assets	15,286	17,139
Movements in working capital:		
(Increase) in debtors	(1,046)	(3,659)
Increase in creditors	5,085	285
<b>Cash generated from operations</b>	<u>100,782</u>	<u>248,156</u>

### **23 Analysis of changes in net funds**

The charitable company had no debt during the year.

**LIFEHOUSE CHURCH**

England & Wales - Charity number 1170211

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# Accounts

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CHARITY REGISTRATION NUMBER 1170211

COMPANY REGISTRATION NUMBER 09971964

**LIFEHOUSE CHURCH**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2021**

# LIFEHOUSE CHURCH

## LEGAL AND ADMINISTRATIVE INFORMATION

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**Trustees** Mr P Hollingworth - Senior Pastor  
Mr J Needham  
Mrs J Meakin  
Mrs A Needham - Secretary  
Mr M Steele

**Secretary** Mrs A Needham

**Members** Mr P Hollingworth  
Mrs S Hollingworth  
Mr J Needham  
Mr D Woolf

**Senior Pastors** Mr P Hollingworth  
Mrs S Hollingworth

**Charity number** 1170211

**Company number** 09971964

**Registered office** 90 Chatsworth Road  
Chesterfield  
Derbyshire  
S40 2AN

**Auditors** UHY Hacker Young  
6 Broadfield Court  
Broadfield Way  
Sheffield  
S8 0XF

**Bankers** Royal Bank of Scotland  
2 Stephenson Place  
Chesterfield  
Derbyshire  
S40 1XL

Co-op Bank  
15 Elder Way  
Chesterfield  
S40 1UX

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# **LIFEHOUSE CHURCH**

## **LEGAL AND ADMINISTRATIVE INFORMATION**

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Shawbrook Bank Limited  
Lutea House  
Warley Hill Business Park  
The Drive  
Geat Warley  
Brentwood  
Essex

### **Solicitors**

Robinsons  
10-11 St James Court  
Friargate  
Derby  
DE1 1BT

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# LIFEHOUSE CHURCH

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# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2021**

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The trustees present their annual report and financial statements for the year ended 31 December 2021.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles, the Companies Act 2006 and "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)".

### **Objectives and activities**

The charitable company's objectives are to advance the faith in Jesus Christ in our community, to relieve sickness and financial hardship and to ensure that our services teach and equip people for life.

### **Our vision**

We as a church exist and are intentional in creating access to the life-changing message of Jesus Christ. We understand that we have to be prepared to explore, experiment and expand to make Church accessible.

We are making a stand by raising up a community of people who will demonstrate the extraordinary God we serve everything we do, will point people towards God.

The aim is to influence this generation with this message. Creatively developing ways that will impact people locally, nationally and across the world.

By practical generosity, our aim is to demonstrate the importance of our key mandate, which is to equip, bless and resource others. That all our services teach and equip people for life.

### **Our aims**

We are seeking:

To become a relevant expression of the Church to the community in the 21st Century;

To bring expansion of the Christian faith in all that we do;

To remain firm in our beliefs but flexible in our structures;

To provide relevant programmes for all age groups;

To develop and raise up men and women who will lead in all areas of society;

To generously support and partner with organisations who will hold similar objectives;

To build an influential structure that will be a beacon of hope in this town and country.

We are committed to ensuring that we generously provide for all those we come into contact with. We believe this is a fundamental key of the Christian faith.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

The part played by volunteers in achieving our objectives is huge. We rely on numerous volunteers to assist us in developing policies, procedures, systems and running the many outreach groups we have. Without the many volunteers that serve the charity, we would not be able to carry out the wide variety of community engagement that Lifehouse currently delivers.

We have not put a monetary value on the considerable number of hours our volunteers have provided.

The majority of help is provided by volunteers of the Church, both practically and financially.

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## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021**

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#### **Achievements and performance**

As the COVID19 pandemic moved into 2021, we continued to develop and adjust our strategies and performance goals.

We were thankful for the following:

We were able to continue to reach the community of Chesterfield, despite physical restrictions by –

- Following Government guidance we were able to ensure that the building was safely accessible for all.
- Improving and developing the online Church experience.
- Continuing to see an increase in the number of people returning to Church, and new people engaging.

Continual innovation to provide:

- Weekly calls to combat mental health and loneliness issues
- Food doorstep deliveries for those in need
- Ensured midweek gatherings were available online and in person
- Utilised key national dates (Mothers/Father's Day, Easter etc.) to bring a message of hope through the giving of gifts.
- Continued Zoom meetings across all departments.
- Used the time to decorate main areas in the building.
- We continued to support local charities & agencies.
- Continued to have in place a COVID secure system that enabled the use of the Church building.
- Lifepoint has strategically changed in the way it operated to provide personal and practical assistance to the vulnerable that we engaged with during this season. We built on our existing relationships with social care services to facilitate this.
- We continued partnerships with organisations both in the UK and Worldwide. This includes the ongoing support of Compassion and multiple other mission groups.
- The Youth & Young Adults Department continued to make use of online Zoom gatherings to ensure engagement.
- We were able to hold our annual Church conference over 3 nights in the Church building. This was a huge success.
- We were able to rebuild and develop our creative/band team which included the writing of new songs and development of new team members.
- Christmas 2021 included in house productions that reached a wider audience. Also, our Shine Ladies, Youth & Young Adults Department were able to provide relevant festive programmes once again.

This whole season has resulted in the training and releasing of multi skilled people in the life of this Church.

#### **Financial review**

Total income increased from £306,118 in 2020 to £533,280 in 2021. Total expenditure increased from £283,676 to £298,199. This resulted in a surplus for the year of £235,081 (2020: £22,442).

At 31 December 2021, total reserves were £1,036,454 (2020: £801,373). This was made up of restricted funds of £334,461 (2020: £128,478), designated funds of £45,356 (2020: £45,560) and unrestricted funds of £656,637 (2020: £627,335). The freely available reserves at 31 December 2021 were £205,206 (2020: £166,468).

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021**

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It is the policy of the charitable company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees consider that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Historically it has been the aim to hold in reserves £35,000 for the Church running. The Trustees will be reviewing this policy in the next financial year to conclude if this level is still appropriate or if a different level is required. The Church Board consider it appropriate to hold reserves above the target level as they have plans for future expansion that will utilise these.

We continue to strive to manage our finances to the best of our ability. We ensure that we fulfil our objectives which are to advance the faith in Jesus Christ, to relieve sickness and financial hardship and to make available our services to all. With the aim of teaching and equipping people for life. The continued culture of Lifehouse is to breed generosity which then flows down into everything we do as a church. We continue to invest into introducing key individuals who will help to shape and influence the church as we move forward.

We stand alongside people and encourage them through current life issues, whilst also ensuring that Lifehouse does everything to the best of its ability.

The trustees have assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The Church Board have reviewed and considered the major risks affecting Lifehouse Church and have taken steps to mitigate those risks. Church Board has enlisted the help of Citation plc, a specialist company to undertake the Health and Safety and Employment Law concerns of the Church. This contract was taken out on a long-term undertaking.

The Child Protection/Safeguarding Policy and procedures are maintained/updated annually by the Safeguarding Team and overseen by the Church Board. We take Safeguarding issues very seriously and have put in place a weekly review to ensure any issues are discussed and to provide maximum safety for all.

#### **Risks to the Charity through COVID19**

We were able to ensure that the Church stayed open despite social/physical distance restrictions. We had in place a good structure for online giving, and therefore we fortunately haven't felt the potential impact financially predicted by this pandemic. Our income continued to increase.

Our media team has enhanced online services and continued to engage with a wider audience through our social media platforms. Through innovative ideas we were able to impact more people and expand our reach across a wider platform.

The Church Board are confident that the systems we have in place are sufficient to mitigate the risk and will continue to monitor this situation.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021**

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#### **Structure, governance and management**

The Church was previously a charitable organisation (number 105636) governed by a model deed. On 27 January 2016 the charity incorporated as a limited company by guarantee (company number 09971964 and charity number 1170211) and is governed by its Memorandum and Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr P Hollingworth - Senior Pastor

Mr J Needham

Mrs J Meakin

Mrs A Needham - Secretary

Mr M Steele

New Church Board members are appointed by current Church Board members.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Senior Leaders are responsible for the spiritual vision and direction of the Church.

There are 2 Senior Pastors/Leaders:

Paul Hollingworth - Senior Pastor

Sarah Hollingworth - Senior Pastor

The Church is managed operationally through its Church Board (Trustees) which currently has 5 directors.

To ensure health and accountability we invite an external advisor to attend regularly.

The Trustees meet quarterly to decide on current issues and practical matters arising. A finance meeting is held weekly to oversee current financial matters.

For any financial request from a department of Lifehouse, a Finance Request Sheet is sent to the Finance Manager which is then discussed at the finance meeting.

An A.G.M. is held annually with the current Board (Trustees) and invited observers.

The pastoral team has the responsibility for the planning and development of the services and strategies for Lifehouse Church. The Church Board ensure that staff are recruited and supported to provide the skills and expertise needed to run a successful organisation.

The Church Board has the overall responsibility for the church database, constitutional matters and training. The church database is purchased through a recognised company - ChurchSuite. This ensures effective and safe management of data. The office is managed by the Office Manager.

Remuneration was paid to 2 Senior Pastors (Senior Leaders), 1 Finance/Office Manager, 1 Part time admin staff, 1 Cleaning staff, 1 Youth and Young Adults Pastor, 1 Part time Associate Pastor and conference staff.

# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021**

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### **Disclosure of information to auditor**

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.

**Mr J Needham**

Trustee

Dated: 5 September 2022

**Mrs J Meakin**

Trustee

Dated:5 September 2022

## **LIFEHOUSE CHURCH**

### **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2021**

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The trustees, who are also the directors of Lifehouse Church for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH**

### **Opinion**

We have audited the financial statements of Lifehouse Church (the 'charitable company') for the year ended 31 December 2021 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2021 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

Based on our understanding of the charity and the sector in which it operates, we identified the principal risks of non-compliance with laws and regulations related to the acts by the charity, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to inflated revenue and the charity's net income for the year.

Audit procedures performed included: review of the financial statement disclosures to underlying supporting documentation, review of correspondence with and reports to the regulators, including correspondence with the Charity Commission, review of correspondence with legal advisors, enquiries of management and in testing of journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Roland Givans (Senior Statutory Auditor)**  
for and on behalf of UHY Hacker Young

5 September 2022

**Chartered Accountants**  
**Statutory Auditor**

# LIFEHOUSE CHURCH

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2021 £	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2020 £
<b><u>Income and endowments from:</u></b>									
Donations and legacies	3	300,101	-	209,607	509,708	283,643	-	10,723	294,366
Charitable activities	4	629	-	-	629	1,955	-	-	1,955
Other trading activities	5	15,109	-	3,144	18,253	7,932	-	855	8,787
Investments	6	690	-	-	690	755	-	255	1,010
Other income	7	4,000	-	-	4,000	-	-	-	-
<b>Total income</b>		<b>320,529</b>	<b>-</b>	<b>212,751</b>	<b>533,280</b>	<b>294,285</b>	<b>-</b>	<b>11,833</b>	<b>306,118</b>
<b><u>Expenditure on:</u></b>									
Raising funds	8	16,894	-	3,278	20,172	4,443	-	1,561	6,004
Charitable activities	9	251,656	22,055	4,316	278,027	245,223	27,241	5,208	277,672
<b>Total resources expended</b>		<b>268,550</b>	<b>22,055</b>	<b>7,594</b>	<b>298,199</b>	<b>249,666</b>	<b>27,241</b>	<b>6,769</b>	<b>283,676</b>
<b>Net incoming resources before transfers</b>		<b>51,979</b>	<b>(22,055)</b>	<b>205,157</b>	<b>235,081</b>	<b>44,619</b>	<b>(27,241)</b>	<b>5,064</b>	<b>22,442</b>

## LIFEHOUSE CHURCH

### STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2021

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<b>Net incoming resources before transfers</b>	51,979	(22,055)	205,157	235,081	44,619	(27,241)	5,064	22,442
Gross transfers between funds	(22,677)	21,851	826	-	(8,158)	8,158	-	-
<b>Net income for the year/ Net movement in funds</b>	<u>29,302</u>	<u>(204)</u>	<u>205,983</u>	<u>235,081</u>	<u>36,461</u>	<u>(19,083)</u>	<u>5,064</u>	<u>22,442</u>
Fund balances at 1 January 2021	<u>627,335</u>	<u>45,560</u>	<u>128,478</u>	<u>801,373</u>	<u>590,874</u>	<u>64,643</u>	<u>123,414</u>	<u>778,931</u>
<b>Fund balances at 31 December 2021</b>	<u><u>656,637</u></u>	<u><u>45,356</u></u>	<u><u>334,461</u></u>	<u><u>1,036,454</u></u>	<u><u>627,335</u></u>	<u><u>45,560</u></u>	<u><u>128,478</u></u>	<u><u>801,373</u></u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# LIFEHOUSE CHURCH

## BALANCE SHEET

AS AT 31 DECEMBER 2021

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		2021		2020	
	Notes	£	£	£	£
<b>Fixed assets</b>					
Tangible assets	13		451,431		460,867
<b>Current assets</b>					
Stocks	14	200		200	
Debtors	15	9,121		5,462	
Cash at bank and in hand		588,944		347,800	
		<u>598,265</u>		<u>353,462</u>	
<b>Creditors: amounts falling due within one year</b>	16	<u>(13,242)</u>		<u>(12,956)</u>	
Net current assets			585,023		340,506
<b>Total assets less current liabilities</b>			<u>1,036,454</u>		<u>801,373</u>
<b>Income funds</b>					
Restricted funds	18		334,461		128,478
<u>Unrestricted funds</u>					
Designated funds	19	45,356		45,560	
General unrestricted funds		656,637		627,335	
		<u>701,993</u>		<u>672,895</u>	
			<u>1,036,454</u>		<u>801,373</u>

The financial statements were approved by the Trustees on 5 September 2022

Mr J Needham  
Trustee

Mrs J Meakin  
Trustee

Company Registration No. 09971964

# LIFEHOUSE CHURCH

## STATEMENT OF CASH FLOWS

### FOR THE YEAR ENDED 31 DECEMBER 2021

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	Notes	£	2021 £	£	2020 £
<b>Cash flows from operating activities</b>					
Cash generated from operations	21		248,156		26,876
<b>Investing activities</b>					
Purchase of tangible fixed assets		(7,702)		(43,217)	
Investment income received		690		1,010	
<b>Net cash used in investing activities</b>			(7,012)		(42,207)
<b>Net cash used in financing activities</b>			-		-
<b>Net increase/(decrease) in cash and cash equivalents</b>			241,144		(15,331)
Cash and cash equivalents at beginning of year			347,800		363,131
<b>Cash and cash equivalents at end of year</b>			<u>588,944</u>		<u>347,800</u>

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# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2021

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### 1 Accounting policies

#### Charity information

Lifehouse Church is a private company limited by guarantee incorporated in England and Wales. The registered office is 90 Chatsworth Road, Chesterfield, Derbyshire, S40 2AN.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's [governing document], the Companies Act 2006, FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the Charities SORP "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). The charitable company is a Public Benefit Entity as defined by FRS 102.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The costs of raising and administering such funds are charged against the specific fund. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

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### 1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity.

Costs of raising funds are costs incurred in attracting voluntary income and those incurred in trading activities that raise funds.

All expenditure is inclusive of irrecoverable VAT.

### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Not depreciated
Fixtures and fittings	25% reducing balance
Computers	33.3% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in the statement of financial activities.

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# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

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### 1 Accounting policies

(Continued)

No depreciation is provided on the freehold land and buildings. The trustees consider that the freehold property is maintained in such a state of repair that its residual value is at least equal to the net book value. As a result the corresponding depreciation would not be material, therefore, it is not charged in total resources expended.

#### 1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell after making due allowance for obsolete and slow-moving stocks.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

#### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.10 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

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### 1 Accounting policies

(Continued)

#### ***Impairment of financial assets***

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### ***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

#### **1.11 Employee benefits**

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 1 Accounting policies (Continued)

#### 1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

#### Critical judgements

#### Valuation of freehold land and buildings

The estimates and assumptions which have a significant risk of causing a material adjustment to the carrying amount of the assets and liabilities are as follows.

The trustees have decided to show the freehold land and buildings at market value and have decided not to depreciate the asset. They have decided to base the value of the asset on their own judgement, but use recent relevant information that is available to them on which to base their estimate of the market value and make a judgement each year as to whether any evidence exists that the market value is materially different to the values in the financial statements. They take account of the state of the fabric of the building and the conditions in the market for the type of property owned.

### 3 Donations and legacies

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £
Donations and gifts Government Coronavirus Job Retention Scheme	277,421  22,680 <hr/> <hr/>	209,607  - <hr/> <hr/>	487,028  22,680 <hr/> <hr/>	261,272  22,371 <hr/> <hr/>	10,723  - <hr/> <hr/>	271,995  22,371 <hr/> <hr/>
	300,101 <hr/> <hr/>	209,607 <hr/> <hr/>	509,708 <hr/> <hr/>	283,643 <hr/> <hr/>	10,723 <hr/> <hr/>	294,366 <hr/> <hr/>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 4 Charitable activities

	2021 £	2020 £
Sales within charitable activities	629	1,955

### 5 Other trading activities

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £
Fundraising events	3,949	3,144	7,093	907	855	1,762
Letting and licensing arrangements	5,000	-	5,000	3,720	-	3,720
Trading activity income: Car park	6,160	-	6,160	3,305	-	3,305
Other trading activities	15,109	3,144	18,253	7,932	855	8,787

### 6 Investments

	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £
Interest receivable	690	-	690	755	255	1,010

### 7 Other income

	2021 £	2020 £
Other income	4,000	-

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 8 Raising funds

	Unrestricted funds general £	Restricted funds £	Total 2021 £	Unrestricted funds general £	Restricted funds £	Total 2020 £
<u>Fundraising and publicity</u>						
Staging fundraising events	14,673	3,252	17,925	3,117	1,121	4,238
Advertising	2,221	26	2,247	1,326	440	1,766
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Fundraising and publicity	16,894	3,278	20,172	4,443	1,561	6,004
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
	<u>16,894</u>	<u>3,278</u>	<u>20,172</u>	<u>4,443</u>	<u>1,561</u>	<u>6,004</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 9 Charitable activities

	2021	2020
	£	£
Staff costs	151,727	157,514
Depreciation and impairment	17,139	11,418
Donations - Missionary societies	41,636	36,941
Bank charges	774	1,057
Printing and stationery	590	1,146
Miscellaneous costs	6,426	7,242
Church running expenses	20,655	18,479
Church maintenance	8,968	10,358
Coffee shop expenditure	2,941	2,739
Travel expenses	580	2,005
Legal and professional fees	2,570	2,592
Blessings and speakers	10,634	11,783
Hardship funds	300	232
Pastoral care and hospitality	4,663	2,613
Training costs	1,246	5,570
Subscriptions	2,378	1,423
	<u>273,227</u>	<u>273,112</u>
Share of governance costs (see note 10)	4,800	4,560
	<u>278,027</u>	<u>277,672</u>
<b>Analysis by fund</b>		
Unrestricted funds - general	251,656	245,223
Unrestricted funds - designated	22,055	27,241
Restricted funds	4,316	5,208
	<u>278,027</u>	<u>277,672</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 10 Support costs

	Support costs £	Governance costs £	2021 £	Support costs £	Governance costs £	2020 £
Audit fees	-	4,800	4,800	-	4,560	4,560
	<u>-</u>	<u>4,800</u>	<u>4,800</u>	<u>-</u>	<u>4,560</u>	<u>4,560</u>
Analysed between						
Charitable activities	-	4,800	4,800	-	4,560	4,560
	<u>-</u>	<u>4,800</u>	<u>4,800</u>	<u>-</u>	<u>4,560</u>	<u>4,560</u>

Governance costs includes payments to the auditors of £4,800 (2020- £4,560) for audit fees.

### 11 Trustees

The total amount of donations received from trustees without conditions was £242,224 (2020: £48,355).

P Hollingworth (Member and Trustee) received remuneration of £41,845 (2020: £42,345), employers' NI contributions of £4,556 (2020: £4,637) and employer's pension contributions of £1,147 (2020: £1,162) in respect of his employment with the church.

J Meakin (Trustee) received remuneration of £24,092 (2020: £25,047), employers' NI contributions of £2,106 (2020: £2,250) and employer's pension contributions of £723 (2020: £751) in respect of her employment with the church.

S Hollingworth (Member), who is the wife of P Hollingworth, received remuneration of £22,945 (2020: £23,445), employers' NI contributions of £1,948 (2020: £2,029) and employer's pension contributions of £688 (2020: £703) in respect of her employment with the church.

D Woolf (Member) received remuneration of £26,225 (2020: £26,475), employers' NI contributions of £2,401 (2020: £2,447) and employer's pension contributions of £787 (2020: £794) in respect of his employment with the church.

The above individuals are the senior management team of the Church.

B Hollingworth, who is the father of P Hollingworth, received remuneration of £9,781 (2020: £10,843), employers' NI contributions of £158 (2020: £289) in respect of his employment with the church.

These payments are authorised under the terms of the charity's governing document.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 12 Employees

The average monthly number of employees during the year was:

	2021 Number	2020 Number
Trustees	5	5
Employees	5	5
Total	<u>10</u>	<u>10</u>

Employment costs	2021 £	2020 £
Wages and salaries	140,638	145,714
Social security costs	7,441	8,043
Other pension costs	3,648	3,757
	<u>151,727</u>	<u>157,514</u>

There were no employees whose annual remuneration was £60,000 or more.

### 13 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Computers £	Total £
<b>Cost</b>				
At 1 January 2021	400,000	209,797	29,488	639,285
Additions	-	5,713	1,989	7,702
At 31 December 2021	<u>400,000</u>	<u>215,510</u>	<u>31,477</u>	<u>646,987</u>
<b>Depreciation and impairment</b>				
At 1 January 2021	-	152,275	26,142	178,417
Depreciation charged in the year	-	14,671	2,468	17,139
At 31 December 2021	<u>-</u>	<u>166,946</u>	<u>28,610</u>	<u>195,556</u>
<b>Carrying amount</b>				
At 31 December 2021	<u>400,000</u>	<u>48,564</u>	<u>2,867</u>	<u>451,431</u>
At 31 December 2020	<u>400,000</u>	<u>57,522</u>	<u>3,345</u>	<u>460,867</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 13 Tangible fixed assets (Continued)

The freehold land and buildings comprise the church and premises with adjacent car park. These were subject to a professional valuation in 2016 which gave an existing use value of £350,000, however in the view of the trustees a sale with planning permission would value the building at approximately £400,000.

### 14 Stocks

	2021 £	2020 £
Goods for resale	200	200

### 15 Debtors

	2021 £	2020 £
<b>Amounts falling due within one year:</b>		
Trade debtors	948	980
Other debtors	7,391	3,762
Prepayments and accrued income	782	720
	<u>9,121</u>	<u>5,462</u>

### 16 Creditors: amounts falling due within one year

	2021 £	2020 £
Other taxation and social security	2,883	4,263
Trade creditors	1,704	1,732
Other creditors	3,975	2,267
Accruals and deferred income	4,680	4,694
	<u>13,242</u>	<u>12,956</u>

### 17 Retirement benefit schemes

#### Defined contribution schemes

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £3,648 (2020 - £3,757).

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds			Movement in funds				Balance at 31 December 2021
	Balance at 1 January 2020	Incoming resources	Resources expended	Balance at 1 January 2021	Incoming resources	Resources expended	Transfers	
	£	£	£	£	£	£	£	£
Lifepoint	1,087	5,635	(4,228)	2,494	6,359	(4,338)	-	4,515
Chapel	3,017	548	(678)	2,887	-	(330)	-	2,557
Youth and young adults	1,644	358	(504)	1,498	158	(157)	-	1,499
Kids church	277	-	(246)	31	-	(396)	365	-
Shine	132	479	(1,039)	(428)	1,570	(1,370)	228	-
Spokes	1,797	-	-	1,797	-	-	-	1,797
Building fund	115,375	4,369	-	119,744	204,045	-	-	323,789
Missions	85	-	-	85	-	-	-	85
Youth	-	327	(74)	253	619	(653)	-	219
Totslife	-	117	-	117	-	(350)	233	-
	<u>123,414</u>	<u>11,833</u>	<u>(6,769)</u>	<u>128,478</u>	<u>212,751</u>	<u>(7,594)</u>	<u>826</u>	<u>334,461</u>

## LIFEHOUSE CHURCH

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2021

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#### 18 Restricted funds

(Continued)

Lifepoint - To provide assistance to and support of the underprivileged in society and other community involvement that accord with the aims and objectives of the charity.

Chapel - To fulfil the aims and objectives of the charity amongst people over the age of 55.

Youth and young adults - To fulfil the aims and objectives of the charity amongst young people associated with and outside the church.

Kids church - To fulfil the aims and objectives of the charity amongst the children of parents involved in the church and children outside the family of the church.

Shine - Women meeting together and discovering all that God has for them. A group where they can bring their friends with confidence. The goals of Shine are to empower women and help them meet with God and reach their potential. At 31 December 2020, this fund was in deficit, but more income will be collected relating to this fund in the future to resolve this.

Spokes - This charity project was established in the winter of 2009. Spokes is an integral project that aims to identify young people between the ages of 10 and 16 who have made incredible progress, despite challenging circumstances. Just for one day a Champion Culture is created to ensure the young people get the encouragement they deserve. Through the support of local businesses, people and agencies we plan to develop this project so that many generations to come will hear the words, 'well done.'

Building fund - The building fund was set up in Autumn 2014. This is part of the vision to build/develop a spacious place, that will be a great resource and influence to this community. It will create many ways for people to access the Christian Faith.

Missions - The purpose of this fund is to support the specific missions set by the church. Previous missions have included, 'Youth to Poland,' and, 'Team to Ghana.'

Transfers between funds are to agree the balance carried forward to bank and cash balances held by each individual restricted fund. Unrestricted bank account monies are often used to fund small group expenditure and the transfers represent a reimbursement of this.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

### 19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2020	Resources expended	Transfers	Balance at 1 January 2021	Resources expended	Transfers	Balance at 31 December 2021
	£	£	£	£	£	£	£
Building fund	60,573	-	(18,645)	41,928	-	-	41,928
Giving	4,070	(27,241)	26,803	3,632	(22,055)	21,851	3,428
	<u>64,643</u>	<u>(27,241)</u>	<u>8,158</u>	<u>45,560</u>	<u>(22,055)</u>	<u>21,851</u>	<u>45,356</u>

Building fund - Monies set aside by the trustees towards the building fund as described in restricted funds.

Giving fund - To fulfil the aims and objectives of the charity by supporting organisations and individuals seeking to promote these aims and objectives in the United Kingdom and other countries.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2021

#### 20 Analysis of net assets between funds

	Unrestricted funds	Designated funds	Restricted funds	Total	Unrestricted funds	Designated funds	Restricted funds	Total
	2021	2021	2021	2021	2020	2020	2020	2020
	£	£	£	£	£	£	£	£
Fund balances at 31 December 2021 are represented by:								
Tangible assets	451,431	-	-	451,431	460,867	-	-	460,867
Current assets/(liabilities)	205,206	45,356	334,461	585,023	166,468	45,560	128,478	340,506
	<u>656,637</u>	<u>45,356</u>	<u>334,461</u>	<u>1,036,454</u>	<u>627,335</u>	<u>45,560</u>	<u>128,478</u>	<u>801,373</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2021

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<b>21 Cash generated from operations</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Surplus for the year	235,081	22,442
Adjustments for:		
Investment income recognised in statement of financial activities	(690)	(1,010)
Depreciation and impairment of tangible fixed assets	17,139	11,418
Movements in working capital:		
(Increase)/decrease in stocks	-	300
(Increase) in debtors	(3,659)	(833)
Increase/(decrease) in creditors	285	(5,441)
<b>Cash generated from operations</b>	<u>248,156</u>	<u>26,876</u>
<b>22 Analysis of changes in net funds</b>		
The charitable company had no debt during the year.		

**LIFEHOUSE CHURCH**

England & Wales - Charity number 1170211

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# Accounts

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CHARITY REGISTRATION NUMBER 1170211

COMPANY REGISTRATION NUMBER 09971964

**LIFEHOUSE CHURCH**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED 31 DECEMBER 2020**

# LIFEHOUSE CHURCH

## LEGAL AND ADMINISTRATIVE INFORMATION

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<b>Trustees</b>	Mr P Hollingworth - Senior Pastor Mr J Needham Mrs J Meakin Mrs A Needham - Secretary Mr M Steele	(Appointed 7 September 2020)
<b>Secretary</b>	Mrs A Needham	
<b>Members</b>	Mr P Hollingworth Mrs S Hollingworth Mr J Needham Mr D Woolf	
<b>Senior Pastors</b>	Mr P Hollingworth Mrs S Hollingworth	
<b>Charity number</b>	1170211	
<b>Company number</b>	09971964	
<b>Registered office</b>	90 Chatsworth Road Chesterfield Derbyshire S40 2AN	
<b>Auditors</b>	UHY Hacker Young 6 Broadfield Court Broadfield Way Sheffield S8 0XF	
<b>Bankers</b>	Royal Bank of Scotland 2 Stephenson Place Chesterfield Derbyshire S40 1XL	
<b>Solicitors</b>	Robinsons 10-11 St James Court Friargate Derby DE1 1BT	

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# LIFEHOUSE CHURCH

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# **LIFEHOUSE CHURCH**

## **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) FOR THE YEAR ENDED 31 DECEMBER 2020**

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The trustees present their report and financial statements for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the accounting policies set out in note 1 to the financial statements and comply with the charitable company's Memorandum and Articles, the Companies Act 2006 and "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)".

### **Objectives and activities**

The charitable company's objectives are to advance the faith in Jesus Christ in our community, to relieve sickness and financial hardship and to ensure that our services teach and equip people for life.

### **Our vision**

We as a church exist and are intentional in creating access to the life-changing message of Jesus Christ. We understand that we have to be prepared to explore, experiment and expand to make Church accessible.

We are making a stand by raising up a community of people who will demonstrate the extraordinary God we serve everything we do, will point people towards God.

The aim is to influence this generation with this message. Creatively developing ways that will impact people locally, nationally and across the world.

By practical generosity, our aim is to demonstrate the importance of our key mandate, which is to equip, bless and resource others. That all our services teach and equip people for life.

### **Our aims**

We are seeking:

To become a relevant expression of the Church to the community in the 21st Century;

To bring expansion of the Christian faith in all that we do;

To remain firm in our beliefs but flexible in our structures;

To provide relevant programmes for all age groups;

To develop and raise up men and women who will lead in all areas of society;

To generously support and partner with organisations who will hold similar objectives;

To build an influential structure that will be a beacon of hope in this town and country.

We are committed to ensuring that we generously provide for all those we come into contact with. We believe this is a fundamental key of the Christian faith.

The trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the charitable company should undertake.

The part played by volunteers in achieving our objectives is huge. We rely on numerous volunteers to assist us in developing policies, procedures, systems and running the many outreach groups we have. Without the many volunteers that serve the charity, we would not be able to carry out the wide variety of community engagement that Lifehouse currently delivers.

We have not put a monetary value on the considerable number of hours our volunteers have provided.

The majority of help is provided by volunteers of the Church, both practically and financially.

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## LIFEHOUSE CHURCH

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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#### Achievements and performance

As a result of the COVID19 pandemic that hit in March 2020, our strategy and focus was significantly impacted which resulted in key changes to our achievement and performance goals:

We were thankful for the following:

We were able to continue to reach the community of Chesterfield, despite physical restrictions by -

- Immediately investing into creating an online church experience. This involved the development of a new team, and the purchasing of new equipment.
- We have seen a significant increase in the number of people now engaging with church activities as a result.
- Set up an innovate pastoral care programme that included:
  1. Weekly calls to combat mental health and loneliness issues
  2. Regular food parcels & doorstep delivery gifts
  3. Made Lifegroups (fortnightly gatherings) available online
- We introduced Zoom meetings across all departments.
- The development of the main church auditorium was upgraded both in its décor and a new multimedia LED screen was installed.
- We continued to support local charities & agencies, in particular we partnered with Jacksons Bakery to ensure that all 2000 NHS staff at Chesterfield Royal Hospital received a small gift of encouragement.
- We developed and put into place a COVID secure system that enabled the use of the church building. This included a one way system, social distancing markers, hand sanitizer stations, fogging machine and a re design of the seating arrangements with an online booking in system.
- Lifepoint had to restructure in the way it operated by providing personal practical assistance to the vulnerable that we engaged with during this season.
- We continued partnerships with organisations both in the UK and Worldwide. This includes the ongoing support of Compassion and multiple others.
- The Youth & Young Adults Department adapted to making use of online Zoom gatherings to ensure engagement.
- We had to postpone our now annual church conference, by 12 months.
- The creative music department excelled in the production of online church, by having recorded services and music videos.

This whole season has resulted in the training and releasing of multi skilled people in the life of this church.

Our regular midweek indoor programme had to be suspended due to COVID restrictions, however we produced a new midweek online magazine style show.

Christmas 2020 included new online productions that reached young people, Shine Ladies, the Kids Community and a town wide online Carol service.

Our car park unfortunately didn't generate the expected revenue due to the COVID lockdown.

## LIFEHOUSE CHURCH

### TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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#### Financial review

Total income decreased by 18% from £375,393 in 2019 to £306,118 in 2020. All income streams showed decreases from the previous year. Total expenditure decreased by 22% from £366,237 to £283,676. This resulted in a surplus for the year of £22,442 (2019: £9,156).

At 31 December 2020, total reserves were £801,373 (2019: £778,931). This was made up of restricted funds of £128,478 (2019: £123,414), designated funds of £45,560 (2019: £64,643) and unrestricted funds of £627,335 (2019: £590,874). The freely available reserves at 31 December 2020 were £166,468 (2019: £161,806).

It is the policy of the charitable company that unrestricted funds which have not been designated for a specific use should be maintained at a level equivalent to between three and six month's expenditure. The trustees considers that reserves at this level will ensure that, in the event of a significant drop in funding, they will be able to continue the charitable company's current activities while consideration is given to ways in which additional funds may be raised. This level of reserves has been maintained throughout the year.

Historically it has been the aim to hold in reserves £35,000 for the Church running. The Trustees will be reviewing this policy in the next financial year to conclude if this level is still appropriate or if a different level is required. The Church Board consider it appropriate to hold reserves above the target level as they have plans for future expansion that will utilise these.

We continue to strive to manage our finances to the best of our ability. We ensure that we fulfil our objectives which are to advance the faith in Jesus Christ, to relieve sickness and financial hardship and to make available our services to all. With the aim of teaching and equipping people for life. The continued culture of Lifehouse is to breed generosity which then flows down into everything we do as a church. We continue to invest into introducing key individuals who will help to shape and influence the church as we move forward.

We stand alongside people and encourage them through current life issues, whilst also ensuring that Lifehouse does everything to the best of its ability.

The trustees has assessed the major risks to which the charitable company is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

The Church Board have reviewed and considered the major risks affecting Lifehouse Church and have taken steps to mitigate those risks. Church Board has enlisted the help of Citation plc, a specialist company to undertake the Health and Safety and Employment Law concerns of the Church. This contract was taken out on a long-term undertaking.

The child Protection/Safeguarding Policy and procedures are maintained/updated annually by Daniel Woolf and Jane Meakin and overseen by the Church Board.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020**

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#### Risks to the Charity through COVID 19

In March 2020 Lifehouse had to close its doors to physical church attendance following the outbreak of the COVID pandemic. This could have had a major effect on our income. However, as we already had a good structure for online giving in place and many of our congregation gave that way, this didn't have such a negative impact.

Within the week our media team had recorded church services and put them onto social media. Through online church, teaching was given on how to donate via QR codes or by visiting the 'giving' page on our website. People adapted to this very quickly and soon the majority of people were continuing to, or starting to give online.

During the period of COVID March to May we actually saw an increase in general donations.

Moving forward, there hasn't been a drop in giving since March 2020. The Church Board are confident that the systems we have in place are sufficient to mitigate the risk and will continue to monitor this situation.

#### **Structure, governance and management**

The Church was previously a charitable organisation (number 105636) governed by a model deed. On 27 January 2016 the charity incorporated as a limited company by guarantee (company number 09971964 and charity number 1170211) and is governed by its Memorandum and Articles of Association.

The trustees, who are also the directors for the purpose of company law, and who served during the year and up to the date of signature of the financial statements were:

Mr P Hollingworth - Senior Pastor

Mr J Needham

Mrs J Meakin

Mrs A Needham - Secretary

Mr B Dowding (Resigned 10 September 2020)

Mr M Steele (Appointed 7 September 2020)

New Church Board members are appointed by current Church Board members.

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding up.

Senior Leaders are responsible for the spiritual vision and direction of the Church.

There are 2 Senior Pastors/Leaders:

Paul Hollingworth - Senior Pastor

Sarah Hollingworth - Senior Pastor

The Church is managed operationally through its Church Board (Trustees) which currently has 5 directors.

Ps Paul Hollingworth also took on a Directorship with New India Church of God. We have had a relationship with Ps Abraham for many years.

## **LIFEHOUSE CHURCH**

### **TRUSTEES' REPORT (INCLUDING DIRECTORS' REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020**

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To ensure health and accountability we invite an external advisor to attend regularly.

The Trustees meet quarterly to decide on current issues and practical matters arising. A finance meeting is held weekly to oversee current financial matters.

For any financial request from a department of Lifehouse, a Finance Request Sheet is sent to the Finance Manager which is then discussed at the finance meeting.

An A.G.M. is held annually with the current Board (Trustees) and invited observers.

The pastoral team has the responsibility for the planning and development of the services and strategies for Lifehouse Church. The Church Board ensure that staff are recruited and supported to provide the skills and expertise needed to run a successful organisation.

The Church Board has the overall responsibility for the church database, constitutional matters and training. The church database is purchased through a recognised company - ChurchSuite. This ensures effective and safe management of data. The office is managed by the Office Manager.

Remuneration was paid to 2 Senior Pastors (Senior Leaders), 1 Finance/Office Manager, 1 Part time admin staff, 1 Cleaning staff, 1 Youth and Young Adults Pastor, 1 Part time Associate Pastor and conference staff.

#### **Disclosure of information to auditor**

Each of the trustees has confirmed that there is no information of which they are aware which is relevant to the audit, but of which the auditor is unaware. They have further confirmed that they have taken appropriate steps to identify such relevant information and to establish that the auditor is aware of such information.

The trustees' report was approved by the Board of Trustees.

**Mr J Needham**

Trustee

Dated: 22 September 2021

**Mrs J Meakin**

Trustee

Dated:22 September 2021

# **LIFEHOUSE CHURCH**

## **STATEMENT OF TRUSTEES' RESPONSIBILITIES FOR THE YEAR ENDED 31 DECEMBER 2020**

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The trustees, who are also the directors of Lifehouse Church for the purpose of company law, are responsible for preparing the Trustees' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that year.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation.

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

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH**

### **Opinion**

We have audited the financial statements of Lifehouse Church (the 'charitable company') for the year ended 31 December 2020 which comprise the statement of financial activities, the balance sheet and the notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2020 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Other information**

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report has been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

### **Responsibilities of trustees**

As explained more fully in the statement of trustees' responsibilities, the trustees, who are also the directors of the charitable company for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

## **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF LIFEHOUSE CHURCH CONTINUED**

Based on our understanding of the charity and the sector in which it operates, we identified the principal risks of non-compliance with laws and regulations related to the acts by the charity, which were contrary to applicable laws and regulations including fraud, and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Companies Act 2006. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to inflated revenue and the charity's net income for the year.

Audit procedures performed included: review of the financial statement disclosures to underlying supporting documentation, review of correspondence with and reports to the regulators, including correspondence with the Charity Commission, review of correspondence with legal advisors, enquiries of management and review of internal audit reports in so far as they related to the financial statements, and in testing of journals and evaluating whether there was evidence of bias by the trustees that represented a risk of material misstatement due to fraud.

There are inherent limitations in the audit procedures described above and the further removed non-compliance with laws and regulations is from the events and transactions reflected in the financial statements, the less likely we would become aware of it. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

### **Use of our report**

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

**Roland Givans (Senior Statutory Auditor)**  
**for and on behalf of UHY Hacker Young**

22 September 2021

**Chartered Accountants**  
**Statutory Auditor**

# LIFEHOUSE CHURCH

## STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

	Notes	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2020 £	Unrestricted funds general £	Unrestricted funds designated £	Restricted funds £	Total 2019 £
<b><u>Income and endowments from:</u></b>									
Donations and legacies	3	283,643	-	10,723	294,366	299,886	-	27,075	326,961
Charitable activities	4	1,955	-	-	1,955	7,683	-	-	7,683
Other trading activities	5	7,932	-	855	8,787	32,151	-	4,164	36,315
Investments	6	755	-	255	1,010	700	-	-	700
Other income	7	-	-	-	-	3,591	-	143	3,734
<b>Total income</b>		<b>294,285</b>	<b>-</b>	<b>11,833</b>	<b>306,118</b>	<b>344,011</b>	<b>-</b>	<b>31,382</b>	<b>375,393</b>
<b><u>Expenditure on:</u></b>									
Raising funds	8	4,443	-	1,561	6,004	24,510	-	3,982	28,492
Charitable activities	9	245,223	27,241	5,208	277,672	276,591	47,133	14,021	337,745
<b>Total resources expended</b>		<b>249,666</b>	<b>27,241</b>	<b>6,769</b>	<b>283,676</b>	<b>301,101</b>	<b>47,133</b>	<b>18,003</b>	<b>366,237</b>
<b>Net incoming resources before transfers</b>		<b>44,619</b>	<b>(27,241)</b>	<b>5,064</b>	<b>22,442</b>	<b>42,910</b>	<b>(47,133)</b>	<b>13,379</b>	<b>9,156</b>

## LIFEHOUSE CHURCH

### STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED) INCLUDING INCOME AND EXPENDITURE ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2020

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<b>Net incoming resources before transfers</b>	44,619	(27,241)	5,064	22,442	42,910	(47,133)	13,379	9,156
Gross transfers between funds	(8,158)	8,158	-	-	(29,883)	31,523	(1,640)	-
<b>Net income for the year/ Net movement in funds</b>	<u>36,461</u>	<u>(19,083)</u>	<u>5,064</u>	<u>22,442</u>	<u>13,027</u>	<u>(15,610)</u>	<u>11,739</u>	<u>9,156</u>
Fund balances at 1 January 2020	<u>590,874</u>	<u>64,643</u>	<u>123,414</u>	<u>778,931</u>	<u>577,847</u>	<u>80,253</u>	<u>111,675</u>	<u>769,775</u>
<b>Fund balances at 31 December 2020</b>	<u><u>627,335</u></u>	<u><u>45,560</u></u>	<u><u>128,478</u></u>	<u><u>801,373</u></u>	<u><u>590,874</u></u>	<u><u>64,643</u></u>	<u><u>123,414</u></u>	<u><u>778,931</u></u>

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

All income and expenditure derive from continuing activities.

The statement of financial activities also complies with the requirements for an income and expenditure account under the Companies Act 2006.

# LIFEHOUSE CHURCH

## BALANCE SHEET

AS AT 31 DECEMBER 2020

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	Notes	2020		2019	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	13		460,867		429,068
<b>Current assets</b>					
Stocks	14	200		500	
Debtors	15	5,462		4,629	
Cash at bank and in hand		347,800		363,131	
		<u>353,462</u>		<u>368,260</u>	
<b>Creditors: amounts falling due within one year</b>	16	<u>(12,956)</u>		<u>(18,397)</u>	
Net current assets			340,506		349,863
<b>Total assets less current liabilities</b>			<u>801,373</u>		<u>778,931</u>
<b>Income funds</b>					
Restricted funds	18		128,478		123,414
<u>Unrestricted funds</u>					
Designated funds	19	45,560		64,643	
General unrestricted funds		<u>627,335</u>		<u>590,874</u>	
			672,895		655,517
			<u>801,373</u>		<u>778,931</u>

The financial statements were approved by the Trustees on 22 September 2021

Mr J Needham  
Trustee

Mrs J Meakin  
Trustee

Company Registration No. 09971964

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2020

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### 1 Accounting policies

#### Charity information

Lifehouse Church is a private company limited by guarantee incorporated in England and Wales. The registered office is 90 Chatsworth Road, Chesterfield, Derbyshire, S40 2AN.

#### 1.1 Accounting convention

The financial statements have been prepared in accordance with the charitable company's Memorandum and Articles, the Companies Act 2006 and "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)". The charitable company is a Public Benefit Entity as defined by FRS 102.

The charitable company has taken advantage of the provisions in the SORP for charities applying FRS 102 Update Bulletin 1 not to prepare a Statement of Cash Flows.

The financial statements are prepared in sterling, which is the functional currency of the charitable company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of freehold properties and to include investment properties and certain financial instruments at fair value. The principal accounting policies adopted are set out below.

#### 1.2 Going concern

At the time of approving the financial statements, the trustees have a reasonable expectation that the charitable company has adequate resources to continue in operational existence for the foreseeable future. In making that assessment, the trustees have specifically considered the impact of the coronavirus on the operations of the charity, alongside actions taken to mitigate the impact. Thus the trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

#### 1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the trustees for specific purposes. The purposes and uses of the designated funds are set out in the notes to the financial statements.

Restricted funds are subject to specific conditions by donors as to how they may be used. The costs of raising and administering such funds are charged against the specific fund. The purposes and uses of the restricted funds are set out in the notes to the financial statements.

#### 1.4 Income

Income is recognised when the charitable company is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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### 1 Accounting policies

(Continued)

Cash donations are recognised on receipt. Other donations are recognised once the charitable company has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Legacies are recognised on receipt or otherwise if the charitable company has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Grants are recognised in full in the Statement of Financial Activities in the year in which they are receivable.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Other income is recognised in the period in which it is receivable and to the extent the goods have been provided or on completion of the service.

#### 1.5 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity.

Costs of raising funds are costs incurred in attracting voluntary income and those incurred in trading activities that raise funds.

All expenditure is inclusive of irrecoverable VAT.

#### 1.6 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Freehold land and buildings	Not depreciated
Fixtures and fittings	25% reducing balance
Computers	33.3% straight line

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is recognised in net income/(expenditure) for the year.

No depreciation is provided on the freehold land and buildings. The trustees consider that the freehold property is maintained in such a state of repair that its residual value is at least equal to the net book value. As a result the corresponding depreciation would not be material, therefore, it is not charged in total resources expended.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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### 1 Accounting policies

(Continued)

#### 1.7 Impairment of fixed assets

At each reporting end date, the charitable company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

#### 1.8 Stocks

Stocks are stated at the lower of cost and estimated selling price less costs to complete and sell after making due allowance for obsolete and slow-moving stocks.

Net realisable value is the estimated selling price less all estimated costs of completion and costs to be incurred in marketing, selling and distribution.

#### 1.9 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

#### 1.10 Financial instruments

The charitable company has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charitable company's balance sheet when the charitable company becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

##### **Basic financial assets**

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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### 1 Accounting policies

(Continued)

#### ***Impairment of financial assets***

Financial assets, other than those held at fair value through income and expenditure, are assessed for indicators of impairment at each reporting date. Financial assets are impaired where there is objective evidence that, as a result of one or more events that occurred after the initial recognition of the financial asset, the estimated future cash flows have been affected.

If an asset is impaired, the impairment loss is the difference between the carrying amount and the present value of the estimated cash flows discounted at the asset's original effective interest rate. The impairment loss is recognised in net income/(expenditure) for the year.

If there is a decrease in the impairment loss arising from an event occurring after the impairment was recognised, the impairment is reversed. The reversal is such that the current carrying amount does not exceed what the carrying amount would have been, had the impairment not previously been recognised. The impairment reversal is recognised in net income/(expenditure) for the year.

#### ***Derecognition of financial assets***

Financial assets are derecognised only when the contractual rights to the cash flows from the asset expire or are settled, or when the charitable company transfers the financial asset and substantially all the risks and rewards of ownership to another entity, or if some significant risks and rewards of ownership are retained but control of the asset has transferred to another party that is able to sell the asset in its entirety to an unrelated third party.

#### ***Basic financial liabilities***

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

#### ***Derecognition of financial liabilities***

Financial liabilities are derecognised when the charitable company's contractual obligations expire or are discharged or cancelled.

### 1.11 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the charitable company is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

### 1 Accounting policies (Continued)

#### 1.12 Retirement benefits

Payments to defined contribution retirement benefit schemes are charged as an expense as they fall due.

### 2 Critical accounting estimates and judgements

In the application of the charitable company's accounting policies, the trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods. There are no estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities.

### 3 Donations and legacies

	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds general 2019 £	Restricted funds 2019 £	Total 2019 £
Donations and gifts	261,272	10,723	271,995	299,886	27,075	326,961
Government Coronavirus Job Retention Scheme	22,371	-	22,371	-	-	-
	<u>283,643</u>	<u>10,723</u>	<u>294,366</u>	<u>299,886</u>	<u>27,075</u>	<u>326,961</u>

### 4 Charitable activities

	2020 £	2019 £
Sales within charitable activities	<u>1,955</u>	<u>7,683</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

### 5 Other trading activities

	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds general 2019 £	Restricted funds 2019 £	Total 2019 £
Fundraising events	907	855	1,762	10,853	4,164	15,017
Letting and licensing arrangements	3,720	-	3,720	12,610	-	12,610
Trading activity income: Car park	3,305	-	3,305	8,688	-	8,688
Other trading activities	<u>7,932</u>	<u>855</u>	<u>8,787</u>	<u>32,151</u>	<u>4,164</u>	<u>36,315</u>

### 6 Investments

	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds general 2019 £	Restricted funds 2019 £	Total 2019 £
Interest receivable	<u>755</u>	<u>255</u>	<u>1,010</u>	<u>700</u>	<u>-</u>	<u>700</u>

### 7 Other income

	Unrestricted funds general 2020 £	Restricted funds 2020 £	Total 2020 £	Unrestricted funds general 2019 £	Restricted funds 2019 £	Total 2019 £
Other income	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,591</u>	<u>143</u>	<u>3,734</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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### 8 Raising funds

	Unrestricted funds general £	Restricted funds £	Total 2020 £	Unrestricted funds general £	Restricted funds £	Total 2019 £
<u>Fundraising and publicity</u>						
Staging fundraising events	3,117	1,121	4,238	22,558	3,966	26,524
Advertising	1,326	440	1,766	1,952	16	1,968
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Fundraising and publicity	4,443	1,561	6,004	24,510	3,982	28,492
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	<u>4,443</u>	<u>1,561</u>	<u>6,004</u>	<u>24,510</u>	<u>3,982</u>	<u>28,492</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

### 9 Charitable activities

	2020	2019
	£	£
Staff costs	157,514	164,216
Depreciation and impairment	11,418	9,593
Donations - Missionary societies	36,941	53,673
Bank charges	1,057	1,434
Printing and stationery	1,146	1,029
Miscellaneous costs	7,242	8,863
Church running expenses	18,479	24,393
Church maintenance	10,358	17,606
Coffee shop expenditure	2,739	6,881
Travel expenses	2,005	6,265
Legal and professional fees	2,592	2,211
Blessings and speakers	11,783	20,864
Hardship funds	232	1,695
Pastoral care and hospitality	2,613	9,011
Training costs	5,570	4,466
Subscriptions	1,423	987
	<u>273,112</u>	<u>333,187</u>
Share of governance costs (see note 10)	4,560	4,558
	<u>277,672</u>	<u>337,745</u>
<b>Analysis by fund</b>		
Unrestricted funds - general	245,223	276,591
Unrestricted funds - designated	27,241	47,133
Restricted funds	5,208	14,021
	<u>277,672</u>	<u>337,745</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

### 10 Support costs

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	Support costs £	Governance costs £	2020 £	Support costs £	Governance costs £	2019 £
Audit fees	-	4,560	4,560	-	4,558	4,558
	<u>-</u>	<u>4,560</u>	<u>4,560</u>	<u>-</u>	<u>4,558</u>	<u>4,558</u>
Analysed between Charitable activities	-	4,560	4,560	-	4,558	4,558
	<u>-</u>	<u>4,560</u>	<u>4,560</u>	<u>-</u>	<u>4,558</u>	<u>4,558</u>

Governance costs includes payments to the auditors of £4,560 (2019- £4,558) for audit fees.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

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### 11 Trustees

The total amount of donations received from trustees without conditions was £48,355 (2019: £98,422).

P Hollingworth (Member and Trustee) received remuneration of £42,345 (2019: £48,952), employers' NI contributions of £4,637 (2019: £5,572) and employer's pension contributions of £1,162 (2019: £1,021) in respect of his employment with the church.

J Meakin (Trustee) received remuneration of £25,047 (2019: £23,832), employers' NI contributions of £2,250 (2019: £2,105) and employer's pension contributions of £751 (2019: £656) in respect of her employment with the church.

S Hollingworth (Member), who is the wife of P Hollingworth, received remuneration of £23,445 (2019: £26,513), employers' NI contributions of £2,029 (2019: £2,475) and employer's pension contributions of £703 (2019: £438) in respect of her employment with the church.

D Woolf (Member) received remuneration of £26,475 (2019: £25,462), employers' NI contributions of £2,447 (2019: £2,330) and employer's pension contributions of £794 (2019: £700) in respect of his employment with the church.

P Hollingworth and S Hollingworth have led and served Lifehouse Church for the past eight years and as a Board we decided to honour them with a bonus to the total of £12,000 in 2019. This was shown as an increase in their salaries in 2019. They have gone above and beyond the requirements of any normal job and brought about a positive cultural shift within the body of the church. By the grace of God, they have been instrumental in the numerical growth of the church.

The above individuals are the senior management team of the Church.

B Hollingworth, who is the father of P Hollingworth, received remuneration of £10,843 (2019: £10,029), employers' NI contributions of £289 (2019: £200) in respect of his employment with the church.

These payments are authorised under the terms of the charity's governing document.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

### 12 Employees

The average monthly number of employees during the year was:

	2020 Number	2019 Number
Trustees	5	5
Employees	5	5
Total	<u>10</u>	<u>10</u>

Employment costs	2020 £	2019 £
Wages and salaries	145,714	151,121
Social security costs	8,043	9,983
Other pension costs	3,757	3,112
	<u>157,514</u>	<u>164,216</u>

There were no employees whose annual remuneration was £60,000 or more.

### 13 Tangible fixed assets

	Freehold land and buildings £	Fixtures and fittings £	Computers £	Total £
<b>Cost</b>				
At 1 January 2020	400,000	168,379	27,688	596,067
Additions	-	41,418	1,799	43,217
At 31 December 2020	<u>400,000</u>	<u>209,797</u>	<u>29,487</u>	<u>639,284</u>
<b>Depreciation and impairment</b>				
At 1 January 2020	-	144,415	22,584	166,999
Depreciation charged in the year	-	7,860	3,558	11,418
At 31 December 2020	<u>-</u>	<u>152,275</u>	<u>26,142</u>	<u>178,417</u>
<b>Carrying amount</b>				
At 31 December 2020	<u>400,000</u>	<u>57,522</u>	<u>3,345</u>	<u>460,867</u>
At 31 December 2019	<u>400,000</u>	<u>23,964</u>	<u>5,104</u>	<u>429,068</u>

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2020

### 13 Tangible fixed assets

(Continued)

The freehold land and buildings comprise the church and premises with adjacent car park. These were subject to a professional valuation in 2016 which gave an existing use value of £350,000, however in the view of the trustees a sale with planning permission would value the building at approximately £400,000.

### 14 Stocks

	2020 £	2019 £
Goods for resale	200	500

### 15 Debtors

	2020 £	2019 £
<b>Amounts falling due within one year:</b>		
Trade debtors	980	1,989
Other debtors	3,762	2,640
Prepayments and accrued income	720	-
	<u>5,462</u>	<u>4,629</u>

### 16 Creditors: amounts falling due within one year

	2020 £	2019 £
Other taxation and social security	4,263	2,604
Trade creditors	1,732	5,918
Other creditors	2,267	5,315
Accruals and deferred income	4,694	4,560
	<u>12,956</u>	<u>18,397</u>

### 17 Retirement benefit schemes

#### Defined contribution schemes

The charitable company operates a defined contribution pension scheme for all qualifying employees. The assets of the scheme are held separately from those of the charitable company in an independently administered fund.

The charge to profit or loss in respect of defined contribution schemes was £3,757 (2019 - £3,112).

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2020

#### 18 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Movement in funds				Movement in funds			
	Balance at 1 January 2019	Incoming resources	Resources expended	Transfers	Balance at 1 January 2020	Incoming resources	Resources expended	Balance at 31 December 2020
	£	£	£	£	£	£	£	£
Lift	1,335	-	-	(1,335)	-	-	-	-
Lifepoint	2,072	6,260	(7,389)	144	1,087	5,635	(4,228)	2,494
Chapel	3,233	1,242	(475)	(983)	3,017	548	(678)	2,887
Youth and young adults	1,437	2,262	(592)	(1,463)	1,644	358	(504)	1,498
Kids church	307	539	(292)	(277)	277	-	(246)	31
Shine	122	2,507	(1,845)	(652)	132	479	(1,039)	(428)
Spokes	1,792	-	(1,015)	1,020	1,797	-	-	1,797
Building fund	98,191	17,184	-	-	115,375	4,369	-	119,744
Missions	3,186	195	(3,432)	136	85	-	-	85
Macmillan	-	205	(205)	-	-	-	-	-
Ashgate Hospice	-	988	(2,758)	1,770	-	-	-	-
Youth	-	-	-	-	-	327	(74)	253
Totslife	-	-	-	-	-	117	-	117
	<u>111,675</u>	<u>31,382</u>	<u>(18,003)</u>	<u>(1,640)</u>	<u>123,414</u>	<u>11,833</u>	<u>(6,769)</u>	<u>128,478</u>

## LIFEHOUSE CHURCH

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2020

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#### 18 Restricted funds

(Continued)

Lift - Funding towards the cost of removing and installing a new hydraulic passenger lift.

Lifepoint - To provide assistance to and support of the underprivileged in society and other community involvement that accord with the aims and objectives of the charity.

Chapel - To fulfil the aims and objectives of the charity amongst people over the age of 55.

Youth and young adults - To fulfil the aims and objectives of the charity amongst young people associated with and outside the church.

Kids church - To fulfil the aims and objectives of the charity amongst the children of parents involved in the church and children outside the family of the church.

Shine - Women meeting together and discovering all that God has for them. A group where they can bring their friends with confidence. The goals of Shine are to empower women and help them meet with God and reach their potential. At 31 December 2020, this fund was in deficit, but more income will be collected relating to this fund in the future to resolve this.

Spokes - This charity project was established in the winter of 2009. Spokes is an integral project that aims to identify young people between the ages of 10 and 16 who have made incredible progress, despite challenging circumstances. Just for one day a Champion Culture is created to ensure the young people get the encouragement they deserve. Through the support of local businesses, people and agencies we plan to develop this project so that many generations to come will hear the words, 'well done.'

Building fund - The building fund was set up in Autumn 2014. This is part of the vision to build/develop a spacious place, that will be a great resource and influence to this community. It will create many ways for people to access the Christian Faith.

## LIFEHOUSE CHURCH

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

#### FOR THE YEAR ENDED 31 DECEMBER 2020

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#### 18 Restricted funds

(Continued)

Missions - The purpose of this fund is to support the specific missions set by the church. Previous missions have included, 'Youth to Poland,' and, 'Team to Ghana.'

Macmillan - Funds were raised by Lifehouse Chapel to support the work that Macmillan does.

Ashgate Hospice - This is a local charity that we prioritise every year to support them financially.

Transfers between funds are to agree the balance carried forward to bank and cash balances held by each individual restricted fund. Unrestricted bank account monies are often used to fund small group expenditure and the transfers represent a reimbursement of this.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2020

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#### 19 Designated funds

The income funds of the charity include the following designated funds which have been set aside out of unrestricted funds by the trustees for specific purposes:

	Balance at 1 January 2019	Resources expended	Transfers	Balance at 1 January 2020	Resources expended	Transfers	Balance at 31 December 2020
	£	£	£	£	£	£	£
Building fund	75,531	(16,000)	1,042	60,573	-	(18,645)	41,928
Giving	4,722	(31,133)	30,481	4,070	(27,241)	26,803	3,632
	<u>80,253</u>	<u>(47,133)</u>	<u>31,523</u>	<u>64,643</u>	<u>(27,241)</u>	<u>8,158</u>	<u>45,560</u>

Building fund - Monies set aside by the trustees towards the building fund as described in restricted funds.

Giving fund - To fulfil the aims and objectives of the charity by supporting organisations and individuals seeking to promote these aims and objectives in the United Kingdom and other countries.

# LIFEHOUSE CHURCH

## NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

### FOR THE YEAR ENDED 31 DECEMBER 2020

#### 20 Analysis of net assets between funds

	Unrestricted funds	Designated funds	Restricted funds	Total	Unrestricted funds	Designated funds	Restricted funds	Total
	2020	2020	2020	2020	2019	2019	2019	2019
	£	£	£	£	£	£	£	£
Fund balances at 31 December 2020 are represented by:								
Tangible assets	460,867	-	-	460,867	429,068	-	-	429,068
Current assets/(liabilities)	166,468	45,560	128,478	340,506	161,806	64,643	123,414	349,863
	<u>627,335</u>	<u>45,560</u>	<u>128,478</u>	<u>801,373</u>	<u>590,874</u>	<u>64,643</u>	<u>123,414</u>	<u>778,931</u>

# **LIFEHOUSE CHURCH**

## **NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

### **FOR THE YEAR ENDED 31 DECEMBER 2020**

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#### **21 Events after the reporting date**

As referred to in the going concern section of the accounting policies, the trustees are monitoring the situation concerning the coronavirus and any impact it may have on the charity. Given the current uncertainties, any longer term financial effect cannot be estimated.