

Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 December 2021
for
New Covenant Church - Wallington

Contents of the Financial Statements
for the Year Ended 31 December 2021

	Page
Report of the Trustees	1 to 6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Cash Flow Statement	10
Notes to the Cash Flow Statement	11
Notes to the Financial Statements	13 to 16
Detailed Statement of Financial Activities	17

Report of the Trustees
for the Year Ended 31 December 2021

The trustees present their report with the financial statements of the charity for the year ended 31 December 2021. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019).

Report of the Trustees
for the Year Ended 31 December 2021

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objects of the CIO are:

To advance Christian religion and biblical education for the public benefit, particularly but not exclusively, by providing workshops, conferences and afterschool clubs.

The alleviation of poverty within the area of operation, particularly but not exclusively by providing monetary grants and welfare support and services.

Prior to the emergence of the Covid 19 pandemic and resultant national lockdown in March 2020, we conducted regular Sunday services where we all met. In addition, the youths, the women and men groups met occasionally for separate fellowship to encourage and develop themselves in accordance to God's plan and purpose. These meetings provide a great opportunity for people to share common issues that maybe gender, age, career or role specific. All our services are open to all people, without charge.

Our walk-in outreach ministry regularly provided support for people in the local community regarding free benefits.

We would often go out on evangelism to share the good news that God loves the world in our local community, we listen and offer prayers for everyone.

During the lockdown, we were able to continue to hold Sunday church service via the Zoom online remote connectivity platform. The different church groups, were also able to meet via Zoom, with the additional focus of well-being.

The church was also able to reach out to the wider public via her website on spiritual and physical health, and overall well-being during this pandemic.

For the second half of the year, after the lockdown rules ended, we returned to conducting regular Sunday services where we all met. The youths, the women and men groups met occasionally, including via Zoom, for separate fellowship to encourage and develop themselves in accordance to God's plan and purpose. These meetings provide a great opportunity for people to share common issues that maybe gender, age, career or role specific. All our services are open to all people, without charge.

Our walk-in outreach ministry was adjusted to offering and delivering to the Nightwatch Homeless Shelter in Wallington on a 3 hours weekly basis.

We went out on evangelism to share the good news that God loves the world in our local community, we listen and offer prayers for everyone.

The CIO has made contributions to the charity, Feed the hungry as well as provision of gifts for homeless people at Christmas. We also offered financial support to individuals in the church who were in need.

As the pandemic and lockdown is over, we continue to work towards plans to implement our big ideas for social transformation.

Report of the Trustees
for the Year Ended 31 December 2021

However, Church members were still able to volunteer their time, skills and expertise.

We confirm the trustees have had regard to the Charity Commission's public benefit guidance when carrying out activities to which it's relevant.

We had plans to implement our big ideas for social transformation including Coffee Morning, Food Bank, Soup Kitchen as well as a breakfast and an After School Club. However, we were restrained by the pandemic and lockdown.

ACHIEVEMENT AND PERFORMANCE

Charitable activities

Even though we were restrained by the pandemic, a summary of our achievements are as follows:

We have held regular church services and meetings.

Pastoral support has and continues to be given by our Pastors.

We have rendered financial support to worthy causes for the benefit of the public.

Church workers meetings have been held.

Well-being meetings have been held for different church groups.

Pastors have held regular meetings.

Trustees have held meetings.

FINANCIAL REVIEW

Financial position

At the end of December 2021, our savings with HSBC bank was £580,968.57.

Our aim remains, to purchase a church building to enable us carry out our objective more effectively. The saved amount is mostly towards the purchase of our building

Principal sources of income include regular donations by members of the church and attendees at our meetings through collections, direct bank transfer, standing orders, periodic fund raising, all by voluntary contributions.

We also earn interest paid on our savings account and we make regular gift aid claims.

Expenditures include money spent on rent, lease and venue hires for our meetings and worship, salary for employed staff, professional fees paid to musicians, accountant, public liability insurance, event insurance, vehicle insurance, equipment purchased, vehicle maintenance, welfare, contribution to other charities and to our associate church New Covenant church UK, meetings and training, printing, love gifts and honorariums, and towards our outreaches and charitable events such as the homeless activity at Christmas by the young adult fellowship.

Report of the Trustees
for the Year Ended 31 December 2021

FUTURE PLANS

We aim to continue to grow as church.

Expand our activities and own our building to facilitate our objectives, for the public's benefit.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a deed of trust and constitutes an unincorporated charity.

Foundation Governing Document. 28 September 2017 as amended 08 December 2020.

Charitable Incorporated Organisation

Recruitment and appointment of new trustees

The current trustees are the first trustees. In making their appointments, the following steps were followed:

The CIO's governing document is checked to ensure that the new trustees are appointed in a proper and legal way.

Preferred candidates, with the required expertise and skill set, are identified and invited to be the first charity trustees. (Subject to formal vetting and approval by the full trustee board.)

Potential trustees are vetted. Checks are carried out to ascertain candidates have not been disqualified from acting as trustees, and candidates are asked to confirm in writing that this is the case.

Candidates are asked to consider and declare any existing or potential conflicts of interest. Appropriate checks from the Disclosure and Barring Service are conducted.

In the light of the checks and declarations, the trustees decide to go ahead and formalise the appointment of new trustees.

Trustees meet and make a decision on the appointment of each new Trustee and the office they hold.

All new trustees are given a copy of the CIO's governing document and all relevant documents and guides from the Charity Commission.

All new trustees are introduced to the church and the office they hold.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Organisational structure

The trustee board is responsible for good governance and we strive to govern well.

Trustees are given an induction session along with going through the CIO's governing document and all relevant guides from the Charity Commission.

The CIO's governing document and all relevant guides from the Charity Commission are regularly consulted in enabling trustees.

New Covenant Church, Wallington, is part of the wider New Covenant Church UK, and trustees have attended meetings organised aimed at supporting and enabling trustees carry out their roles effectively.

The CIO consists of 4 trustees. There is a Chair, a Secretary and a Treasurer.

New Covenant Church, Wallington consists of a leadership team of three Pastors and one Elder. Within the church, there are 18 departments and committees, with each having a head of department.

The various departments and committees include the Pastoral Team, Choir, Welfare, Children Department, Youths, Young Adults, Ushers, Technical Team, Prayer and Intercessory Team, Welcome and Follow Up Team, Covenant Men, Covenant Women, Evangelism, Finance, Discipleship Team, Party in The Park Committee, Building Committee and the Outreach Ministry (namely Benefit Advice).

New Covenant Church, Wallington is part of New Covenant Church UK, with a signed document of association and collaboration.

To identify, assess and manage risks to the CIO, the trustees have adopted a risk management policy and also use the framework suggested by the Charity Commission CC26.

The CIO has public liability and indemnity insurance policy up to date.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1174887

Principal address

Trustees

O OBOITE

MRS O OKORO

MS K DAVIDSON

DR S AJAYI

New Covenant Church - Wallington

Report of the Trustees
for the Year Ended 31 December 2021

Approved by order of the board of trustees on 21 September 2022 and signed on its behalf by:

O OBOITE - Trustee

Independent Examiner's Report to the Trustees of
New Covenant Church - Wallington

Independent examiner's report to the trustees of New Covenant Church - Wallington

I report to the charity trustees on my examination of the accounts of New Covenant Church - Wallington (the Trust) for the year ended 31 December 2021.

Responsibilities and basis of report

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the Trust as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination.

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.

Theo Sehindemi
CIPFA; FFA; FIPA

21 September 2022

New Covenant Church - Wallington

Statement of Financial Activities
for the Year Ended 31 December 2021

		Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM	Notes			
Donations and legacies	2	91,960	-	91,960
EXPENDITURE ON				
Charitable activities	3			
Training and Welfare		2,350	-	2,350
Contribution to Centre		8,201	-	8,201
Professional Fees		1,880	-	1,880
Honorarium		1,900	-	1,900
Insurance		1,110	-	1,110
Motor Expenses		1,869	-	1,869
Rent		3,315	-	3,315
Subscription		403	-	403
Wages and Salary		10,022	-	10,022
Social Security - Employer National				
Insurance		1,383	-	1,383
Mission		5,000	-	5,000
Auditing of Accounts		1,150	-	1,150
Total		38,583	-	38,583
NET INCOME		53,377	-	53,377
TOTAL FUNDS CARRIED FORWARD		<u>53,377</u>	<u>-</u>	<u>53,377</u>

The notes form part of these financial statements

New Covenant Church - Wallington

Balance Sheet
31 December 2021

	Notes	Unrestricted fund £	Restricted fund £	Total funds £
FIXED ASSETS				
Tangible assets	7	1,395	-	1,395
CURRENT ASSETS				
Debtors	8	(550,630)	-	(550,630)
Cash at bank and in hand		<u>602,613</u>	<u>-</u>	<u>602,613</u>
		51,983	-	51,983
CREDITORS				
Amounts falling due within one year	9	(1)	-	(1)
		<u>51,982</u>	<u>-</u>	<u>51,982</u>
NET CURRENT ASSETS				
		<u>51,982</u>	<u>-</u>	<u>51,982</u>
TOTAL ASSETS LESS CURRENT LIABILITIES				
		<u>53,377</u>	<u>-</u>	<u>53,377</u>
NET ASSETS				
		<u>53,377</u>	<u>-</u>	<u>53,377</u>
FUNDS	10			
Unrestricted funds				<u>53,377</u>
TOTAL FUNDS				<u>53,377</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 21 September 2022 and were signed on its behalf by:

O OBOITE - Trustee

The notes form part of these financial statements

Cash Flow Statement
for the Year Ended 31 December 2021

	Notes	£
Cash flows from operating activities		
Cash generated from operations	1	<u>604,008</u>
Net cash provided by operating activities		<u>604,008</u>
Cash flows from investing activities		
Purchase of tangible fixed assets		<u>(1,343)</u>
Net cash (used in)/provided by investing activities		<u>(1,343)</u>
		<hr/>
Change in cash and cash equivalents in the reporting period		602,665
Cash and cash equivalents at the beginning of the reporting period		<hr/> -
Cash and cash equivalents at the end of the reporting period		<u><u>602,613</u></u>

Notes to the Cash Flow Statement
for the Year Ended 31 December 2021

1. **RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES**

	£
Net income for the reporting period (as per the Statement of Financial Activities)	53,377
Adjustments for:	
Decrease in debtors	550,630
Increase in creditors	<u>1</u>
Net cash provided by operations	<u><u>604,008</u></u>

2. **ANALYSIS OF CHANGES IN NET FUNDS**

	At 1.1.21 £	Cash flow £	At 31.12.21 £
Net cash			
Cash at bank and in hand	<u>-</u>	<u>602,613</u>	<u>602,613</u>
	<u>-</u>	<u>602,613</u>	<u>602,613</u>
Total	<u><u>-</u></u>	<u><u>602,613</u></u>	<u><u>602,613</u></u>

Notes to the Financial Statements
for the Year Ended 31 December 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

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

Expenditure

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

Tangible fixed assets

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

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

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

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

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

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

2. DONATIONS AND LEGACIES

	£
Gifts	1
Donations	75,547
Gift aid	<u>16,412</u>
	<u>91,960</u>

3. CHARITABLE ACTIVITIES COSTS

	Direct Costs £	Support costs (see note 4) £	Totals £
Training and Welfare	2,350	-	2,350
Contribution to Centre	-	8,201	8,201
Professional Fees	-	1,880	1,880
Honorarium	-	1,900	1,900
Insurance	-	1,110	1,110
Motor Expenses	-	1,869	1,869
Rent	-	3,315	3,315
Subscription	-	403	403
Wages and Salary	-	10,022	10,022
Social Security - Employer			
National Insurance	-	1,383	1,383
Mission	5,000	-	5,000
Auditing of Accounts	-	<u>1,150</u>	<u>1,150</u>
	<u>7,350</u>	<u>31,233</u>	<u>38,583</u>

4. SUPPORT COSTS

	Management £	Finance £	Governance costs £	Totals £
Contribution to Centre	-	8,201	-	8,201
Professional Fees	-	1,880	-	1,880
Honorarium	1,900	-	-	1,900
Insurance	1,110	-	-	1,110
Motor Expenses	-	1,869	-	1,869
Rent	3,315	-	-	3,315
Subscription	403	-	-	403
Wages and Salary	10,022	-	-	10,022
Social Security - Employer National				
Insurance	1,383	-	-	1,383
Auditing of Accounts	-	-	<u>1,150</u>	<u>1,150</u>
	<u>18,133</u>	<u>11,950</u>	<u>1,150</u>	<u>31,233</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

5. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 December 2021.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 December 2021.

6. STAFF COSTS

	£
Wages and salaries	10,022
Social security costs	<u>1,383</u>
	<u>11,405</u>

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

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No employees received emoluments in excess of £60,000.

7. TANGIBLE FIXED ASSETS

	Fixtures and fittings £
COST	
At 1 January 2021	534
Additions	<u>1,343</u>
At 31 December 2021	<u>1,877</u>
DEPRECIATION	
At 1 January 2021	107
Charge for year	<u>375</u>
At 31 December 2021	<u>482</u>
NET BOOK VALUE	
At 31 December 2021	<u>1,395</u>

Notes to the Financial Statements - continued
for the Year Ended 31 December 2021

8. DEBTORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

Balancing Figure	£ <u>(550,630)</u>
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9. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

Trade creditors	£ <u>1</u>
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10. MOVEMENT IN FUNDS

	Net movement in funds £	At 31.12.21 £
Unrestricted funds		
General fund	53,377	53,377
	<hr/>	<hr/>
TOTAL FUNDS	<u>53,377</u>	<u>53,377</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	91,960	(38,583)	53,377
	<hr/>	<hr/>	<hr/>
TOTAL FUNDS	<u>91,960</u>	<u>(38,583)</u>	<u>53,377</u>

11. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 December 2021.

Detailed Statement of Financial Activities
for the Year Ended 31 December 2021

£

INCOME AND ENDOWMENTS

Donations and legacies

Gifts	1
Donations	75,547
Gift aid	<u>16,412</u>
	<u>91,960</u>

Total incoming resources 91,960

EXPENDITURE

Charitable activities

Training and Welfare	2,350
Mission	<u>5,000</u>
	7,350

Support costs

Management

Wages	10,022
Social security	1,383
Rent	3,315
Insurance	1,110
Subscription	403
Honorarium	<u>1,900</u>
	18,133

Finance

Contribution to Centre	8,201
Motor Expenses	1,869
Professional Fees	<u>1,880</u>
	11,950

Governance costs

Auditors' remuneration for non-audit work	<u>1,150</u>
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Total resources expended 38,583

Net income 53,377