

Fountains Church BMO

Statement of Financial Activities for the year ended 31 December 2021

		Unrestricted	Restricted	Total	Total
		Funds	Funds	2021	2020
	Notes	£	£	£	£
<u>Income & endowments:</u>					
Donations & Grants	2a	95,559.34	256,690.69	352,250.03	249,427.36
Church activities	2b	6,013.00	2,837.88	8,850.88	115.20
Fund raising activities	0			-	-
Investments	2c	9.77	-	9.77	7.60
Other				-	-
Total		101,582.11	259,528.57	361,110.68	249,550.16
<u>Expenditure:</u>					
Work of the Church	3a	56,287.37	214,196.42	270,483.79	167,688.69
Mission & charitable giving	3b	4,887.00		4,887.00	-
Raising funds	3c	-	198.00	198.00	-
Total		61,174.37	214,394.42	275,568.79	167,688.69
Net Income/(Expenditure)		40,407.74	45,134.15	85,541.89	81,861.47
Transfer between funds		-	-	-	-
Balances b/fwd at 1st January		51,720.05	35,790.92	87,510.97	5,649.50
BALANCES CARRIED FORWARD		92,127.79	80,925.07	173,052.86	87,510.97

Fountains Church Bradford
Balance Sheet
As of December 31, 2021

	2021 Total £	2020 Total
Fixed Asset		
Total Fixed Asset	-	
Current Assets		
7 Accrued Income	28,233.03	14,014.80
Cash at bank and in hand		
CAF Current Account	13,250.02	9,263.12
CAF Gold Account	127,602.98	29,966.68
Social Enterprise	9,449.87	36,561.92
Debtors	1,549.00	
Prepayments	326.73	
Net current assets	180,411.63	89,806.52
8 Liabilities		
Creditors: amounts falling due within one year		
Current Liabilities	7,358.77	2,295.55
	7,358.77	2,295.55
Total assets less current liabilities	173,052.86	87,510.97
9 Funds of the Charity		
Unrestricted	92,127.79	51,720.05
Restricted	80,925.07	35,790.92
Total Charity funds	173,052.86	87,510.97

The company was entitled to exemption from audit under s477 of the Companies Act 2006 relating to small companies.

The members have not required the company to obtain an audit in accordance with section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for complying with the requirements of the Companies Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to small companies subject to the small companies regime and in accordance with FRS102 SORP.

Signed by one or two trustees/directors on behalf of all the trustees/directors

	Print Name	Date of approval dd/mm/yyyy
Signature		

Fountains Church Bradford
Notes to the Financial Statements for year ending 31st December 2021

1 ACCOUNTING POLICIES

The Church is a public benefit entity within the meaning of FRS102. The financial statements have been prepared under the Charities Act 2011 and in accordance with the Church Accounting Regulations 2006 governing the individual accounts of Trustees, and with the Regulations' "true and fair view" provisions, it is also the first year that they have been prepared under FRS102 (2016) as the applicable accounting standards and the 2016 version of the Statement of Recommended Practice, Accounting and Reporting by Charities (SORP(FRS102)).

	Unrestricted	Restricted	2021 Total	2020 Total
Income				
2a Voluntary Income				
Donations and legacies	19,692.37	23,952.49	43,644.86	154,772.40
Non-Profit Income		27,538.39	27,538.39	
Other Primary Income		-	-	
Grants		205,100.66	205,100.66	39,334.00
Regular Giving	59,034.68	-	59,034.68	41,515.75
Gift Aid	14,218.23		14,218.23	10,563.00
Service Income	2,614.06	99.15	2,713.21	3,242.21
	<u>95,559.34</u>	<u>256,690.69</u>	<u>352,250.03</u>	<u>249,427.36</u>
2b Activities for Generating Funds				
Sales	6,013.00	2,837.88	8,850.88	115.20
	<u>6,013.00</u>	<u>2,837.88</u>	<u>8,850.88</u>	<u>115.20</u>
2c Income from investments				
Savings Interest	9.77		9.77	7.60
	<u>9.77</u>	<u>-</u>	<u>9.77</u>	<u>7.60</u>
Total Income	101,582.11	259,528.57	361,110.68	249,550.16
Expenditures				
3a Church Activities				
Advertising/Promotional	179.40	369.18	548.58	646.39
Admin			-	402.20
Accountancy Fees	2,055.00		2,055.00	885.00
Bank Charges	400.46	43.27	443.73	65.00
Computer Costs	34.50	24.95	59.45	553.55
Equipment	6,561.92	15,475.95	22,037.87	18,007.48
Evangelism and Outreach	1,946.13	350.00	2,296.13	1,564.83
Furniture	-	224.39	224.39	-
Hospitality	462.21	3,534.07	3,996.28	977.75
Insurances	-	1,738.29	1,738.29	449.87
Motor Vehicle Expenses	-	4,248.65	4,248.65	-
Office/General Administrative	1,432.19	3,761.82	5,194.01	908.80
Other Misc Cost	212.53	924.60	1,137.13	176.83
Phone Costs	1,006.16	725.35	1,731.51	1,757.16
Postage and Printing	104.76		104.76	64.29
Printing, Postage and Stationery	23.72	672.34	696.06	47.83
Professional Services	343.38	3,329.50	3,672.88	2,906.44
Purchases	-	-	-	895.73
Rent or Lease of Buildings	18,813.43	500.00	19,313.43	2,378.15
Repair and maintenance	2,701.96	2,430.57	5,132.53	192.65
Subscriptions	197.32	3,395.65	3,592.97	2,449.99
Sundries	-		-	15.00
Utilities	858.18	20,146.38	21,004.56	3,199.21
3b Mission & Charitable Giving				
Charitable Contributions	4,887.00		4,887.00	60.00
3c Raising Funds				
Fundraising		198.00	198.00	-
Staff Costs				
Er's NI	1,157.16	4,802.15	5,959.31	3,512.25
Er's Pension	906.68	11,065.58	11,972.26	9,406.06
Salaries	11,891.68	135,047.36	146,939.04	113,289.58
Training	1,816.55	695.00	2,511.55	917.98
Travel and Accommodation	3,182.05	691.37	3,873.42	1,958.67
Total Resources Expended	<u>61,174.37</u>	<u>214,394.42</u>	<u>275,568.79</u>	<u>167,688.69</u>
Net Income/(Expenditure)	40,407.74	45,134.15	85,541.89	81,861.47
Total Funds brought forward	51,720.05	35,790.92	87,510.97	5,649.50
Balances Carried Forward	92,127.79	80,925.07	173,052.86	87,510.97

Fountains Church Bradford
Notes to the Financial Statements for year ending 31st December 2021

5 Staff Costs	2021	2020
Salaries & On costs	164,870.61	126,207.89
Number of Staff employed	8	7

5a Related Parties

A payment has been made from Congregational Giving to Trustees Bruce & Deborah Warren via their Mission Agency (Pioneers) of £216.00

Becky Maslen-Smith is paid a salary and is related to Linda Maslen

6 Transfer between Funds	2021	2020
	-	-

7 Current Assets

SDF Grant due for 2020	-	-
HMRC Gift Aid due for 2020/2021	28,233.03	14,014.80
Debtors	1,549.00	
Prepayments	326.73	

8 Creditors: amounts falling due within one year

Accruals	2105.00
Net wages	0.00
PAYE	-987.97
Pension	6241.74
	<u>7358.77</u>

9 Funds

Restricted Fund Names	Balance 1st January	Income	Expenditure	Transfers	Gains & Losses	Balance at 31st December
	2020					2021
Leeds Diocese (SDF)	3,947.99	131,100.66	123,620.28		7,480.38	11,428.37
Bradford Family Church - Baby Basics	4,597.96	450.00	3,926.00		- 3,476.00	1,121.96
Bradford Family Church - Youth & Mission	2,000.00	-	-		-	2,000.00
West Yorkshire Redemmming	500.00	-	-		-	500.00
Food Ministry	24,744.97	7,897.73	4,316.45	- 28,326.25	3,581.28	-
Phase 2 Building		77,127.28	43.27		77,084.01	77,084.01
Renew Wellbeing	-	4,000.00	792.02		3,207.98	3,207.98
Wrestling	-	4,147.70	4,223.00		-£75.30	-£75.30
Bradford Guild of Help		5,000.00	4,248.65		751.35	751.35
Grace Kitchen		24,805.16	68,224.71	28,326.25	-43,419.55	-15,093.30
New Wine		5,000.04	5,000.04		-	-
	<u>35,790.92</u>	<u>259,528.57</u>	<u>214,394.42</u>	<u>-</u>	<u>45,134.15</u>	<u>80,925.07</u>
		-	-			
Unrestricted Funds	<u>51,720.05</u>	<u>101,582.11</u>	<u>61,174.37</u>		<u>40,407.74</u>	<u>92,127.79</u>
	<u>51,720.05</u>	<u>101,582.11</u>	<u>61,174.37</u>	<u>-</u>	<u>40,407.74</u>	<u>92,127.79</u>
		-	-			

9a) It has been agreed by the Trustees that the balance in Food Ministry is to be transferred to Grace Kitchen as the projects are one in the same

Fountains Church Bradford (a charitable incorporated organisation)

Trustees' Report and Financial Statement For the Year Ended 31st December 2021

Registered Charity 1183423

TRUSTEES

The Trustees who served the Charity during the year to 31st December 2021 were as follows:

Christopher Butler 25th April 2021

Sally Curtis

Alice Czajka

Rev Peter Wilfrid Gunstone

Terry Henry

June Elisabeth Hill

The Rt Rev Dr Toby Matthew Howarth

The Ven Dr Andrew John Jolley

Dr Hendrika Jolley

Rev Linda Maslen

Joanna Douglas 25th April 2021

Rev Nathanael Poole

Bruce Warren

Jonathan Wood

Resigned in the period

Ruth Nutter 25th April 2021

BANKERS CAF Bank Ltd, 25 Kings Hill Avenue, Kings Hill, West Malling, Kent,
ME19 4JQ

LEGAL ADVISORS AWB Charlesworth, City Hub, 9-11 Peckover Street, Bradford, BD1 5BD

**INDEPENDENT
EXAMINER** Nigel Gorski Consulting, Chartered Accountant

Fountains Church Bradford (a charitable incorporated organisation)
Year Ended 31 December 2021

REGISTERED OFFICE

Fountains Church Bradford
Glydegate Square
Glydegate
Bradford
BD5 0BQ

STRUCTURE, GOVERNANCE AND MANAGEMENT

The Charity was established on 15th May 2019 as a charitable incorporated organisation.

The organisation and administration of the Charity are the responsibility of Trustees. The Trustees hold office for periods set out in the constitution.

OBJECTIVES AND ACTIVITIES

The objectives, for the public benefit, of the Charity are:

To advance the Christian Faith within the city of Bradford Metropolitan District in the Diocese of Leeds and in accordance with the doctrines, policies, practices and patterns of worship of the Church of England by furthering its pastoral, evangelistic, social and ecumenical activities: and

The prevention or relief of poverty in the City of Bradford Metropolitan District by providing items and services to individuals in need and /or charities, or other organisations working to prevent or relieve poverty."

TRUSTEE REPORT

Trustee Report 2021

Introduction

Fountains Church is a highly visible church based in reclaimed nightclubs at the heart of Bradford. It has a strong Bradford identity and is both ethnically and culturally diverse.

2021 was our second full year of operation and, as with the previous year, substantial parts of the year were impacted by the pandemic. As the financial year began non-essential shops were beginning to open but worship was needing to take place with social distancing in place and with the congregation not able to join in sung worship. Because of the limited numbers allowed in the space, a 7pm service was started to accommodate our numbers.

Our work with those who were struggling due to mental health issues and those on the margins / from more disadvantaged backgrounds continued and broadened out and Saturday Gathering moved from an outside food give away service to a sit-down meal with a worship gathering.

Our initial phase of building work had completed in November 2020 and during this year we completed the Phase 1a food storage area and office area and then the ground floor of Phase 2 accessed via Chester Street, supported by a significant grant from Allchurches Trust as well as the Church Commissioners' Strategic Development Funding.

Fulfilment of charitable objectives – Emerging from the pandemic and growing Church

As noted above a significant chunk of the year was spent navigating the restrictions around Covid and people's understandable anxiety around stepping back from them. We worked with legislation and were able to be open all through the year.

A downside of this year has been our inability to be missional in all the ways we might have liked to be, as many people were still working from home and being cautious around too much human contact. However, we have been able to develop our work with people from the margins / more disadvantaged backgrounds and have had regular community meals on Tuesdays and Thursday lunchtimes and Saturday and Sunday teatime. We have built some good relationships with the community that 'makes the City Centre their home' as well as many of the agencies supporting them.

Saturday Gathering which began in 2020 with us offering a hot meal to the community outside moved indoors in Jan 2021 and has been growing steadily since then. This is a new congregation growing new disciples of Jesus in a service built around food. During the year this has averaged about 40 people with a number of those beginning to follow Jesus for themselves.

Our Sunday services have grown steadily at 4.30pm and a new 7pm service on alternate weeks has also grown. The children's work is now beginning to mature well, and we are grateful to the growing number of volunteers who are enabling this. Fountains is now registered for weddings, and we were able to hold two weddings within the restrictions for Covid during this year. We reorganised our home groups during the autumn to enable physical meetings to take place more easily and added two more groups to our number.

In September 21 we were finally able to have a Civic launch of our new building and had over 120 attendees including those from the City Council, local businesses, councillors, ecumenical and Church of England partners. This has led to the building of some very strong relationships that are already bearing some fruit.

Fountains Drop-In was born out of this with the Police Commander asking to work in partnership to set up a one-stop shop for support for people in need of housing, benefit, mental health, medical or drug and alcohol support. Starting at the end of 2021 with a few agencies supporting, we saw an immediate results with people arriving homeless and leaving with a home, people given prescriptions for drug reduction, tested for Hepatitis C and helped back into benefits from the first session. We are planning to see this service continue through 2022 and involve more agencies to support local people in a wide variety of ways.

Fountains Church is part of the national Renew Wellbeing network and in 2021 ran both online sessions and an in-person sessions supporting mental health and wellbeing. We hope to expand this during 2022.

We started to host wrestling performances in the autumn of 2021 along with the development of a wrestling school led by Gareth Thompson. We are now planning a Wrestling church as we are seeing people come to and return to faith through the school and the performances.

Other Objects – Social Enterprise

The food side of social enterprise has continued to develop in support of the broader ministry of Fountains. We support several foodbanks with fresh fruit and veg food from the waste chain, cleaned by volunteers and delivered 'just in time' for the foodbanks. On average we are collecting about 1.5 tons of food a week that would otherwise be wasted. Food is also converted into meals some of which are served through Grace Kitchen and the community meals others are again given away to the foodbanks.

Social enterprise is also supporting the development of the Mental Health and Wellbeing Groups and Wrestling and has been successful in obtaining several grants.

The social enterprise team also took over the management of Baby Basics – a group providing essentials to new mums through a network of midwives and support agencies.

As we look forward, we are hoping to widen the scope of the social enterprise activities and to move away from being almost wholly grant funded and to revenue generation.

Building

The ground floor of the second phase of our building was completed in September 2021. This provided us with a bright and airy space known as The Hub, a meeting room The Rotunda and an amazing kitchen. The space is used for our mental health and wellbeing groups and for Kids Church and over time will become the space for Saturday Gathering so that the café space currently used can be turned into a revenue generating café.

The use of our building by others renting the space has increased during the year. It became very attractive to Bridge Project (a Bradford based drug treatment charity) and others because of the large spaces and good ventilation, and we were very grateful to our team and to Alice Czajka for helping us to get good processes and procedures in place for this.

Fountains Network of Churches

Towards the end of 2021, encouraged by Bishop Toby and Archdeacon Andy Jolley, we began discussing a partnership link with St Margaret's Frizinghall, a nearby parish with a majority-Muslim population. This is part of the wider strategy for the Bradford Episcopal Area to strengthen and revitalise churches. As a result, in December Revd Nathanael Poole was licensed as part-time Interim Priest-in-Charge of St Margaret's. It was agreed that his reduced time at Fountains would be focused on discipleship and learning. A similar partnership link with a shared clergy appointment with the parish of Shelf with Buttershaw, has now been suggested by the Bishop and Archdeacon.

This parish has a lot of outer estate housing, so the two link parishes cover the two different contexts where the Church of England probably faces the most significant challenges in church revitalisation.

Impact of Covid-19

Covid -19 did grow our capability to minister online, and we have continued to offer Daily Prayer online and most of our services are live streamed this has meant many people have watched online before joining us in person. But it has also had an impact on the frequency with which people attend church physically.

It was not until July 2021 that the government removed restrictions, but it really took until September for things to feel a bit more normal. Throughout this time congregation numbers and regular monthly giving remained strong

A pandemic spanning two years, combined with Brexit has affected both finances and growth. Building labour and materials increased significantly in cost. Restrictions on meetings and relationship development have had an impact on the congregational growth we were expecting. This does give us some concerns for the step changes that are needed for the longer-term plan.

Conclusion

Once again it has been a hugely challenging year for us and what has been achieved demonstrates the faithfulness of God and the willingness and support of a very talented team of paid staff and volunteers. The year ahead looks very exciting. To realise all that we believe God has placed in our hearts to achieve we must ensure that we have our foundations firm. I am tremendously grateful to the team I get the privilege to serve alongside and we all look forward to the challenges and blessings of the year ahead.



CHARITY COMMISSION
FOR ENGLAND AND WALES

Independent examiner's report on the accounts

Section A

Independent Examiner's Report

Report to the trustees/
members of

Charity Name
Fountains Church Bradford

On accounts for the year
ended

31 December 2021

Charity no
(if any)

1183423

Set out on pages

1-9 inclusive

(remember to include the page numbers of additional sheets)

Responsibilities and
basis of report

I report to the trustees on my examination of the accounts of the above charity ("the Trust") for the year ended 31 12 2021.

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

I report in respect of my examination of the Trust's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent
examiner's statement

The charity's gross income exceeded £250,000 and I am qualified to undertake the examination by being a qualified member of the Institute of Chartered Accountants in England and Wales.

I have completed my examination. I confirm that no material matters have come to my attention in connection with the examination (other than that disclosed below *) which gives me cause to believe that in, any material respect:

- the accounting records were not kept in accordance with section 130 of the Charities Act; or
- the accounts did not accord with the accounting records; or
- the accounts did 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.

* Please delete the words in the brackets if they do not apply.

Signed:

Date:

19 April 2022

Name:

Nigel Gorski

Relevant professional
qualification(s) or body

ICAEW 8009107

(if any):

Address:

23 Hollinwood View

Bingley

BD16 2EF

Section B

Disclosure

Only complete if the examiner needs to highlight material matters of concern (see CC32, Independent examination of charity accounts: directions and guidance for examiners).

Give here brief details of any items that the examiner wishes to disclose.

A full audit is not required to be carried out on this Charity and items listed in this Section are not intended to be an exhaustive list but are items that came to our attention during our examination of the accounts.

Section 5.2 of CC32 provides that the accounting records kept by the charity should:

- be up to date at the time the accounts are prepared
- be readily available
- provide the basic information from which the charity's financial position can be understood on any selected date and at the end of the reporting period

Observation:

During the accounts preparation process, it was noted that bank reconciliations had not been carried out on a regular basis and items had not been fully posted to the correct accounts category / class. This raises the risk that the trustees do not have accurate information upon which to make their decisions and that incorrect information is given on restricted and unrestricted funds. This has been rectified during the accounts preparation process to 31 December 2021 and it is recommended a financial controls review is carried out during the current financial year together with monthly information extracted from the Nominal Ledger (Quickbooks).

Observation:

Note 8 contains a pension accrual. This has been built up over the year as the pension fund has not always been in sync with the correct amounts due. The accrual is considered to be the accurate position. The Trustees are reminded that they have a Statutory obligation to administer and pay over workplace pensions in a timely and accurate manner and that this should be reviewed monthly.

Observation:

Note 9 of the accounts provides details supporting the income and expenditure of restricted funds. It should be noted that there is a significant deficit on the Grace Kitchen fund. It is recommended that the Trustees carry out an urgent review of the funding of the Grace Kitchen and its related Food Ministry fund under note 9a and that detailed management information is available on at least a monthly basis to the Trustees to ensure that these funds do not jeopardise other funds within the Charity.