

Charity No: CIO 1184099

KEC CHURCH CENTRE

Financial Statements

for the year ending 31 MARCH 2021

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KEC CHURCH CENTRE (Connection Church Centre)

GENERAL INFORMATION

CHARITY NUMBER: CIO 1184099

TRUSTEES: Mr O Nicholds
Mr A Mabiala
Mr D Howlett
Dr E V H Kerekes

PASTOR: DR E V H Kerekes

SECRETARY: Mr O Nicholds

TREASURER: Mr O Nicholds

CHURCH ADDRESS: Cooks Lane
Kingshurst
Birmingham
B37 6NP

BANK: HSBC Bank plc
67 The Parade
Sutton Coldfield
B72 1PL

SOLICITORS: Garner Canning
& Co
301-303 Chester Road
Castle Bromwich
B36 0AG

ACCOUNTS INDEPENDENT EXAMINER: Mr N James
109 Heathway
Castle Bromwich
Birmingham
B34 6LG

TRUSTEES ANNUAL REPORT

The KEC Church Centre Charity CIO 1184099 became incorporated on 25th June 2019, and took over the activities from Kingshurst Evangelical Church on the 1st April 2020

Organizational Structure

The governing document of the charity is a Trust Deed. There are Four trustees who meet at least annually and are responsible for the strategic direction and policy of the charity.

A scheme of delegation is in place and the day to day responsibility for the provision of the services rests with the 'Oversight', which consists of the Pastor and five Elders, who meet monthly and are responsible for ensuring that the charity delivers the services specified and that key performance indicators are met.

Trustees are appointed after receiving unanimous approval by other trustees.

Staff

The Trustees take this opportunity to thank the Pastor and the Elders for their hard work during the past year. Their continuing efforts and commitment to the church are very much appreciated. The only salaried member of the 'Oversight' team is the Pastor. The Pastor's salary is agreed by the Elders, and during the financial year, an increase was sanctioned in line with inflation.

It was agreed to employ Sherry Egginton as Community Pastor from 18/01/2021 and Claire Daniels as Children's Pastor from 22/03/2021, both positions are part time.

Volunteers

Due to Covid 19 some of the church ministries had been stopped but the Charity would not be able to function effectively without the assistance of up to 20 volunteers who serve in many capacities and whose time involvement ranges from a few hours per month to 2 -3 days a week, as well as 2-part time staff.

Trustees' and Elders would like to take this opportunity to express their grateful appreciation for all they do.

Objectives and Activities

The charities objectives and principle activities are to:

- Advance the Christian religion
- Support Christian missionaries
- Support Relief of Poverty
- Support Orphanages and Christian institutions worldwide
- Provide a Community Care Centre for support of the local people covering all ages from Parents and Toddlers to the Elderly

Achievements and Performance

Summary of the main achievements of the charity during the year:

Due to Covid 19 the amount of ministries during the past 12 months has been greatly reduced. We have been able to hold the services on livelink on Youtube and use Zoom for mid-week meetings,

- 45 Sunday Services
- 50 Mid-week services
- 0 Parent and Toddlers Sessions
- 0 Sessions of Lunch Clubs for the Elderly. Whilst we have been unable to run lunch club we have provided hot meals on a Monday and Wednesday to those seniors who requested them.
- 0 Group meetings for three different Youth activities
- Due to covid 19 the number of people using the care centre was greatly reduced mainly only Take a Break used the care centre for 179 sessions, the occasional other users were Childminders Group and Early Years for training sessions.

Risk Management

The charity is committed to ongoing assessment of the major risks to which the church is exposed and are confident that the system of reporting which currently exists will advise them on a regular basis of potential difficulties and enable them to take steps to lessen these risks.

Plans for Future Periods

The charity continues to look to start back activities when government allows and to contribute and enhance the standard of living for the people in the local community.

Public Benefit Statement

Worship and Prayer

KEC offers a range of services during the week and over the course of the year that our community find beneficial and spiritually fulfilling using livelink and zoom.

One service is held on a Sunday morning is more aimed at Family worship and includes a specific section for children.

All are welcome to attend our services, but due to the covid pandemic the number of attendees at the morning service was greatly reduced, the chairs in the worship hall were spread out according to government regulation and other appropriate requirements, mask etc.

During the week, discipleship/growth courses (known as Life Groups) are held for people wishing to deepen their Christian beliefs, and regular times of prayer are also held. Through this year we have used zoom for these meetings.

During the course of the year:

- 45 Sunday Services were conducted.

- 50 Mid-Week study sessions were held.

The Community Care Centre

KEC also offers a range of services that benefit and involve members of the community. During the course of 2017/18 the Care Centre has conducted:

- 0 Parent and Toddlers Sessions
- 0 Sessions of Lunch Clubs for the Elderly. Whilst we have been unable to run lunch club we have provided hot meals on a Monday and Wednesday to those seniors who requested them.
- 0 Group meetings for three different Youth activities
- As no lunch club could be held hot meals on a Monday and Friday were delivered to those seniors in the community who required them.
- Due to covet 19 only Take a Break used the care center for 179 sessions

Pastoral Care

The Pastor and the leadership team offer pastoral care to both the members of the church and members of the public who attend the activities of the Care Centre.

This has often involved visiting those who are unable to attend due to sickness and has included a number of hospital visitations. In addition, the Pastor and the leadership team are available to pray or offer spiritual guidance to individuals or small groups when requested.

Transfer and Closure

All monetary aspects of the Kingshurst Evangelical Church charity 1081197 were transferred to the new charity account CIO 1184099 KEC Church Centre, on 1st November 2020.

Declaration

The trustees declare that they have approved the above report.

Signed on behalf of the charity's trustees.

Signature(s): Date:

Full Name: Owen G Nicholds

Position (e.g. secretary, chair etc.) Secretary

FINANCIAL REVIEW 2020/2021

The overall position for the year has been encouraging, with the total income being up by some 3.7% on the previous year. Total expenditure decreased by 1.3% on the previous year. The net income/(expenditure) showed an increase of £7,996

Principal Funding Sources

The main source of funding are donations, gifts and funds generated by charitable activities.

Investment Policy

The charity has only a small amount of reserves and these are likely to be called upon in the short to medium term, and consequently, investment has been restricted to easily accessible accounts. The church does not have any specific investment powers.

Checks are made to see that the return is comparable within the banking sector.

There have not been any party related transactions during the year.

Reserves Policy

It remains the goal of the Trustees to maintain freely available reserves at a minimum level which would enable the General Fund/Building Fund of the church to operate for approximately 3 months at £12,000. Freely available reserves are funds which are unrestricted/restricted and not invested in fixed assets. The church has sufficient reserves in its General Fund and Building Fund to meet this requirement, but the situation will continue to be monitored with a view to increasing the amount of reserves.

Independent Examiners Report to the Trustees of Kingshurst Evangelical Church

I report on the accounts of the Church for the year ended 31 March 2020 which are set out on Pages 9 to 13.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- . examine the accounts under section 145 of the 2011 Act;
- . follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act;
- and
- . state whether particular matters have come to my attention.

Basis of independent examiner's statement

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

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

1 which gives me reasonable cause to believe that, in any material respect, the requirements:

- . to keep accounting records in accordance with section 130 of the 2011 Act; and
- . to prepare accounts which accord with the accounting records [and comply with the accounting requirements of the 2011 Act have not been met or

2 to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Mr N James

109 Heathway
Castle Bromwich
Birmingham
B34 6LG

Date:

KEC Church Centre
Statement of Financial Activities for the year ended 31
March 2020

		Restricted Funds	Unrestricted Funds	Total Funds 2019	Total Funds 2018
Incoming Resources			£	£	£
Donations, legacy, gifts	<i>Note 7</i>		82,736	82,736	70,657
Charitable activities			36,915	36,915	38,001
Other income			27	27	6,668
Total incoming resources			119,678	119,678	115,326
Resources expended					
Cost of generating funds:					
Cost of funding	<i>Note 8</i>		11,263	11,263	10,547
			11,263	11,263	10,547
				111,682	113,109
Charitable activities	<i>Note 6</i>		111,682	2	9
				111,682	113,109
Total resources expended			122,945	122,945	123,656
Net incoming resources/(resources expended)			-3,267	-3,267	-8,330
				578,745	589,046
Fund balances brought forward			578,745	5	6
Surplus/(Deficit) for the year			-3,268	-3,268	-8,330
Gain/(loss) on revaluation of assets			0	0	-1,971
Fund balances carried forward			575,477	575,477	578,745

**KEC Church Centre
Balance Sheet
as at 31 March 2020**

		2020	2019
		£	£
Fixed assets	<i>Note 2</i>	868,559	889,088
Current assets			
Bank		11,940	28,598
Debtors	<i>Note 3</i>	2,839	3,239
		<u>14,779</u>	<u>31,837</u>
Current liabilities			
PAYE & NIC and wages		0	698
Accruals	<i>Note 4</i>	250	250
		<u>250</u>	<u>948</u>
Net current assets		14,529	30,899
Total assets less current liabilities		883,088	919,977
Long-term liabilities			
Loans on properties	<i>Note 5</i>	307,611	341,232
Total assets less total liabilities		<u>575,477</u>	<u>578,745</u>
Funds			
Unrestricted		575,477	578,745
		<u>575,477</u>	<u>578,745</u>

Notes to the Financial Statements - Year ended March 2020

1. ACCOUNTING POLICES

Basis of accounting

The financial statements are prepared under the historical cost convention in accordance with the requirements of the financial reporting standard applicable in the UK and Republic of Ireland (FR102) (effective 1 January 2015) - (Charities SORP FRS102 and the financial accounting reporting standard applicable in the UK and Republic of Ireland (FRS102).

Tangible Fixed Assets

Fixed Assets are shown at cost. Depreciation is provided at the rate calculated to write off the cost, less estimated residual value, of each asset on a straight-line basis over its expected useful life as follows:

Equipment and fittings	20%	per annum
Freehold property	2%	per annum
Land is not depreciated		

Fund Accounting

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of general objectives of the Church. These are funds that have not been designated for any other purposes.

General funds are those funds which are not designated or restricted for any purpose.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Church for particular purposes.

Resources Expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. All expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party.

Costs of Charitable Activities comprise all expenditure identified as incurred in the pursuit of the charitable objects of the charity.

Apportionment of Costs

Costs which cannot be directly attributed to activities represented by restricted funds are charged against unrestricted income.

Support costs are apportioned between the charity's activities on the basis of salary costs.

2. Tangible Fixed Assets

Cost

At 1 April 2019

Additions

Disposal

At 31 March 2020

Depreciation

At 1 April 2019

Charge for the year

Elimination on disposal

At 31 March 2020

Net Book Value 31 March 2020

Net Book Value 31 March 2019

Equipment & Fittings £	Freehold Premises £	Total £
	1,009,386	1,081,718
72,332		
0	0	0
0	0	0
72,332	1,009,386	1,081,718
71,990	120,640	192,630
341	20,188	20,529
0	0	0
72,331	140,828	213,159
1	868,558	868,559

3. Debtors and Prepayments

HMRC gift aid refunds

2020 £	2019 £
2,839	3,239
<u>2,839</u>	<u>3,239</u>

4. Accruals

Professional Charges

250	250
<u>250</u>	<u>250</u>

5. Loans on properties

Church and Manse

307,611

341,232

6. Expenditure on charitable activities

Restricted

Unrestricted

Total

	2020	2020	2020	2019
Salaries & Employer's NIC		27,552	27,552	25,600
Hire of equipment		3,488	3,488	582
Rent and rates		234	234	1,573
Lighting and heating		3,866	3,866	3,702
Stationery, postage & advertising		2,356	2,356	2,676
Repairs and maintenance		3,748	3,748	14,911
Telephone		1,508	1,508	1,440
Travelling expenses		1,547	1,547	1,666
General expenses		41,720	41,720	23,545
Depreciation		20,529	20,529	35,102
Professional charges		5,134	5,134	2,312
		111,682	111,682	113,109

7. Donations, legacies and gifts

Donations	43,975
Legacies	1,000
Gifts	37,761
	82,736

8. Cost of funding

Bank charges and loan interest	11,263
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