

**Redeemer Church Nottingham**

**TRUSTEES' REPORT AND  
FINANCIAL STATEMENTS**

**For the Year Ended 31 December 2020**

**Charity Number 1184174**

## Redeemer Church Nottingham

### Report of the Trustees for the year ended 31 December 2020

The Trustees are pleased to present their annual report and financial statements for the year ended 31 December 2020. The financial statements comply with the Charities Act 2011, the Memorandum and Articles of Association, 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 (FRS102) (effective 1 January 2019).

For the year ended 31<sup>st</sup> December 2020 an audit dispensation has been granted under Regulation 34(3)(b) of the Charities (Accounts and Reports) Regulations 2008, the attached accounts have been subject to an Independent Examination..

#### Elders' Report

*"Now faith is confidence in what we hope for and assurance about what we do not see. This is what the ancients were commended for."*

*-Hebrews 11:1-2*

If ever there was a moment for the phrase, 'a year like no other', this could be it! Although 2020 started much like any other year, it was somewhat interrupted by the onset of a global pandemic.

However, in spite of this, it is with thankfulness that we reflect upon how we were carried through the year and given fresh faith in what we hope for and assurance about what we do not see.

On Sundays we were encouraged in our faith through series in Mark's Gospel, Ezekiel and 1 Peter and quickly made the transition to services on Zoom. The church invested in resources to enable us to stream our services and were well supported by our dedicated AV team in this area. It was wonderfully encouraging to be able to welcome people from across the country, and indeed from other countries, to our services.

Many of our ministries moved online for much of the year and we were thankful to all those who worked so hard to make this happen. During lockdown we also hosted a quiz, joined in with a joint-FIEC service with other churches in Nottingham and, as restrictions permitted, met in-person when able to do so.

After completing on the purchase at the beginning of the year, our project to renovate the former Beeston Town Hall slowed due to restricted ability for borrowing, but work continued to enable the project to advance in 2021. We are grateful to the steering group for their continued efforts to support this work.

At Christmas we hosted a bake-along, online carol services and craft evenings which were run in people's homes across Nottingham. We also saw a generous Christmas appeal to support the work of Hope Nottingham, Hope into Action and Open Doors (in Syria and Iraq).

We have felt across the year a renewed call to be a people of prayer and published a number of devotional videos to our YouTube channel as well as starting an online prayer-feed through PrayerMate.

It was also notable the support that church members gave to others during the year and we were encouraged to see the creative ways people loved one another deeply. We were so thankful to see the generosity of God's people in so many ways.

We remain focused on seeing God glorified through the many works he has prepared for us and are grateful for the faith and unity of the Redeemer Church.

Peter Brown

Pastor

On behalf of the trustees of Redeemer Church Nottingham.

## **Redeemer Church Nottingham**

### **Report of the Trustees for the year ended 31 December 2020**

#### **1. Our Purposes and Activities**

In working towards the objectives below, the Trustees have considered the Charity Commission's guidance on public benefit and have worked towards making Redeemer Church Nottingham as accessible as possible to all the community. The Trustees confirm that they have complied with their duties under Section 17(5) of the 2011 Charities Act with regard to public benefit.

##### **1.a Objectives**

The advancement of the Christian faith in accordance with the basis of faith primarily but not exclusively within Nottingham and the surrounding neighbourhood; and such other charitable purposes as shall, in the opinion of the charity trustees, put into practice the Christian faith in accordance with the basis of faith, including but not limited to:

- the prevention and relief of need, hardship and sickness;
- the advancement of education; and
- the provision of facilities in the interests of social welfare for recreation or other leisure time occupation of individuals who have need of such facilities by reason of their youth, age infirmity or disability, financial hardship or social circumstances with the object of improving their conditions of life;

provided that the advancement of such purposes must be undertaken in a manner that is consistent with the doctrinal distinctives and ethical statements as may be adopted and amended by the Church from time to time in accordance with the provisions of the Church handbook.

##### **1.b Aims**

**Vision:** Gospel centred, growing together, making Christ known.

**Mission:** Serving God's mission of reaching people of all-nations by planting churches.

#### **Values**

##### **Seeing the gospel affecting everything**

- by teaching the Bible clearly
- by praying in the Spirit persistently
- by serving Christ wholeheartedly

##### **Growing together in Christ**

- by welcoming and being accessible to all
- by caring for one another
- by speaking the truth in love

##### **Sharing the good news of Jesus**

- by blessing our neighbours through gospel demonstration
- by extending God's kingdom through gospel declaration
- by discipling people of all nations to be disciple-makers

## **Redeemer Church Nottingham**

### **Report of the Trustees for the year ended 31 December 2020**

#### **2. Achievements and Performance**

##### **2.a Significant Activities during the Year**

1. Ongoing delivery of Sunday Services and associated groups and activities. Adjustment of the delivery to Zoom and then subsequently to hybrid services following the lockdown without missing a service.
2. Midweek courses helping people follow Jesus in particular aspects of life.
3. Developing ministry and mission in partnership with other churches and organisations in the city, region, nation and world.
4. Continuing development of new preachers and the ongoing development of Sam Payne as a minister-in-training.
5. The purchase of Beeston Town Hall was completed in January 2020 and a tender for renovation followed over the summer. Significant funds have been raised for this work during the year, with a contractor appointment planned for 2021.
6. A partnership with Hope into Action where church volunteers take responsibility for support of vulnerable individuals living at a property in Beeston.
7. Significant investment in risk management to ensure meetings could happen in a COVID-secure manner.

##### **2.b Delivery of Public Benefit**

1. Acts of Christian worship: Open to the public on Sundays at 10.30am with music, singing, praying and preaching. 150 to 180 people meet in the morning. Age-appropriate Bible teaching classes for 0-16 year olds have either been provided or materials have been provided for parents at home. Services are followed by a time for discussion and prayer - online where required.
2. Information on the beliefs of the church: this is available to the public on the church website and at the information displays on a Sunday morning (albeit not since lockdown).
3. Redeemer Women: Meeting on Wednesday mornings during term time this initiative is for women of all ages and cultures to study the Bible, pray together and enjoy each other's company with refreshments. The format has varied as restrictions have changed.
4. Curious: A 4-week course run whenever there is demand, during the Sunday morning service or at other times, exploring the Christian faith from creation to Christ and providing the opportunity to consider the evidence and ask questions.
5. Newcomers' Lunch & International Lunch: Lunches run on Sunday before lockdown to welcome newcomers and provide them with an introduction to the beliefs and activities of the church.
6. Young Adults: The group meets for an event or activity approximately once a month to build friendships and a sense of community, whilst encouraging each other to live for Christ in this season of life.
7. Developing a series of devotional videos for people to watch at home during the first COVID-19 lockdown.
8. New people have continued to join the congregation despite being unable to get to know the church in the same way as normal.
9. Christmas Events: A number of innovative Christmas events and services including an online bake-along.
10. The church provides financial, prayer and care support for a Christian Overseas Worker who teaches English and shares the good news overseas.
11. Supporting Open Doors through our Christmas Appeal alongside Hope Nottingham and Hope into Action (where we are developing a closer partnership).

## **Redeemer Church Nottingham**

### **Report of the Trustees for the year ended 31 December 2020**

#### **2.c Voluntary Help**

1. The church depends on every member's active involvement in the life of the church. Volunteers lead many of the ministries of the church.
2. On Sundays, around 35 volunteers are needed to run church services (stewarding and welcoming, music and technical operators, Redeemer Kids teachers, providing tea/coffee and other responsibilities).
3. During the week, around 20 volunteers lead 7 Community groups that usually meet at members' homes having the purposes of community, discipleship, pastoral care and mission.

#### **2.d Charitable activities - Material fund raising**

Giving to Redeemer is a matter for God and the believer. The leadership occasionally give guidance on this issue and leaflets are available each Sunday morning. New membership candidates are interviewed by a Church Elder during which giving is discussed.

As well as giving to the General Fund, appeals are made for contributions to the Building Fund for the purchase and renovation of Beeston Town Hall. Significant funds were raised for this project during 2021, and those funds raised in the prior year were transferred from Cornerstone

The church has an annual Christmas Appeal for funds to support external organisations (see note 3.4). All the money received is sent out, including the Gift Aided tax reclaimed. No funds are kept back to cover operating costs. No targets are set for the appeal.

### **3. Financial Review**

#### **3.1 General Fund**

The attached financial statements show the current state of affairs. The Charity had total incoming resources during the year of £1,231,017.

The Charity's general reserve fund balance is £215,992 as at 31 December 2020, and the surplus for the year totaled £1,129,145.

The restricted fund balance held at 31 December 2020 totalled £1,001,562.

Significant monies were held on our behalf by Cornerstone Church Nottingham; these totalled £720,677 at 31 December 2019. These monies were moved to Redeemer Church Nottingham during the year, along with a general fund balance of £28,626.

#### **3.2 Policy on reserves**

The church's policy is to maintain 2 months' cash reserves equivalent to £18k based on the 2021 general fund budget. A further reserve is also being maintained in the general fund in case of contingency requirements on the Town Hall project, but more of this surplus may be designated to the project once the construction work is complete. The unrestricted reserves cash assets at the year-end amount to £206,682, there is a designation from this fund for the building project of £130,125.

#### **3.3 Material funds in deficit**

There are no material funds in overall deficit.

#### **3.4 Principal funding sources**

By far the main source of income for the church is the gifts of its congregation. Smaller sums of income from members of the Cornerstone congregation, Bank Interest and Activities.

#### **3.5 Investments**

The General Fund is held in a Barclays Bank current account.

The Elders have no restriction on their investment powers subject to the approval of the church.

## **Redeemer Church Nottingham**

### **Report of the Trustees for the year ended 31 December 2020**

#### **4. Plans for Future Periods**

##### **Town Hall Renovation**

A renovation project has been scoped for the Town Hall. A mortgage of £875,000 has been agreed in principle with CAF Bank to help fund this (see note 12 to the accounts). This mortgage is expected to be guaranteed for 3 years by Cornerstone Church. A contractor is expected to be appointed in 2021 with a contract sum of £1.38million. Professional costs and fit out costs will also be incurred separately to this sum.

##### **Operations Staff Appointment**

The church sought to appoint an Operations Manager in 2020, but the recruitment process did not lead to an appointment. It is expected that this role will be revisited in 2021.

#### **5. Reference and Administrative details** (of the Charity, its Trustees and Advisors)

##### **5.a Name of the Organisation**

Redeemer Church Nottingham.

##### **5.b Charity & Company registration numbers**

Charity Number: 1184174

##### **5.c Address of principal office**

90 Castle Boulevard, Nottingham NG7 1FP

##### **5.d Elders (Trustees/Directors) at 31 December 2020**

Peter Brown, Pastor

Simon Lister

Jonathan Graham

##### **5.e Other Elders (Trustees/Directors) in office during the year**

None

##### **5.f Other relevant organisations or persons**

Banks:

Barclays Bank PLC, Leicester LE87 2BB

Virgin Money, Jubilee House, Gosforth, Newcastle upon Tyne, NE3 4PL

CAF Bank, 25 Kings Hill Avenue, King Hill, West Malling, Kent, ME19 4TA

Independent Examiner:

Diane Lockwood FCA, FCCA, Haines Watts Nottingham Limited, Chartered Accountants

Cliffe Hill House, 22-26 Nottingham Road, Stapleford, Nottingham, NG9 8AA

Solicitor (General):

Shoosmiths, Waterfront House, Waterfront Plaza, 35 Station Street, Nottingham NG2 3DQ

#### **6. Structure, Governance & Management**

##### **6.a Constitution**

The church was established as a Charitable Incorporated Organisation in July 2019 with governing documents of a Constitution and Church Handbook. Registration Number 1184174.

## **Redeemer Church Nottingham**

### **Report of the Trustees for the year ended 31 December 2020- continued**

#### **6.b Method adopted for recruitment and appointment of new Trustees (Elders)**

All future Trustees are to be appointed following:

- a resolution of the Trustees recommending a Member who meets the requirements below;
- the approval of the proposed Trustee by a vote of two-thirds of the Members in General Meeting present and voting; and
- confirmation of the new Trustee's consent to hold office and assent and consent to the Basis of Faith and the completion by the new Trustee of the necessary paperwork.

The Trustees (who are also directors) shall consist of not less than three (these numbers include Minister/s and Assistant Minister/s) Members who display the characteristics required of the office in 1 Timothy 3:1-7 and Titus 1:5-9. All Trustees must be Members. All Trustees must subscribe and adhere to, in belief and lifestyle, the Basis of Faith.

#### **6.c Policies & procedures for the induction and training of Trustees (Elders)**

New Trustees will receive:

- A copy of the previous year's Trustees' Report and Financial Statements
- A copy of the Constitution and Handbook
- Copies of previous Trustees' meeting minutes
- A copy of the current year's financial forecast or budget
- Charity Commission CC3 – The essential trustee: What you need to know
- A copy of the Charity Governance Code
- Copies of all the current up-to-date policies
- A copy of the Risk Register
- All new Trustees will be invited to attend the Redeemer Safeguarding Training course (if not already trained)

#### **6.d Organisational Structure**

*Full, Associate and Junior Members:* The church depends on every member's active involvement in the life of the church. The Church must hold an AGM and may hold further General Meetings during the year to conduct the affairs of the Church which all Full and Associate Members are entitled to attend. An AGM must be held at least every 15 months, and within 18 months of establishing the charity. At an AGM the Members, receive and approve the accounts of the Church (which shall be independently audited) for the previous financial year, receive the Trustees' report on the Church's activities during the preceding 12 months period, appoint auditors for the Church (if necessary), discuss and determine any issues of policy or deal with any other business put before them.

*Eldership (Trustees):* The church is led by the Elders and those serving during the year are listed under Reference and Administrative Details. They are the only committee required under the Constitution and take strategic decisions concerning the organisation.

*Lead Minister (Staff):* Pete Brown. As well as responsibility as Pastor and Elder, he chairs the Eldership meetings. He also has pastoral, preaching, and service leading responsibilities. Pete also chairs the Town Hall Steering Group.

*Church Secretary (Volunteer):* Simon Lister. As well as responsibility as an Elder, he chairs the Redeemer Operations Group, which has been delegated significant operational responsibilities by the Eldership. He is responsible for Church Business Meetings.

*Church Treasurer (Volunteer):* Jonathan Green. Responsible for maintaining the accounts of the Church, and processing income and expenditure.

*Minister in Training (Staff):* Sam Payne is a member of the Redeemer Staff Team with responsibility for the Student ministry at Cornerstone Church alongside his Redeemer responsibilities. He has pastoral, preaching and service leading responsibilities. He is learning theology and church leadership on the Seminary Course at the Crosslands Academy.

*Leadership Group (Volunteers):* Redeemer Church is led by a group of members who have some delegated responsibilities for the pastoral, ministry and strategy of the church. The group currently consists of the Elders, Claire Lister, James Clay, Kate Caldwell, Katie Clay, Lindsay Hutchinson, Sam Payne and Sebastien Bonicel.

## Redeemer Church Nottingham

### Report of the Trustees for the year ended 31 December 2020- continued

#### 6.e Charity Networks

Redeemer Church Nottingham is an independent organisation and is not part of any wider network.

#### 6.f Associated Charities

The church is a member of the Fellowship of Independent Evangelical Churches (FIEC), and the Midlands Gospel Partnership (MGP). The church actively partners with other like-minded charities and has particularly close links with Cornerstone Church Nottingham, having been planted from that church.

#### 6.2 Risk Management

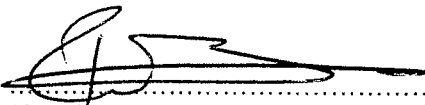
The Elders have delegated responsibility for risk management to the Redeemer Operations Group comprising Elders Simon Lister and Pete Brown, and other members of the church. A risk register has been prepared by that group and the major risks to which the charity is exposed have been considered. This is then reviewed by the elders. The primary risks identified are:

Ability to meet financial commitments: The church plant has been running independently over the year with support from Cornerstone for admin and accounts having ceased. Redeemer holds significant funds and income has been stable to this stage - but the financial commitments of the church increase materially with the proposed mortgage and staff appointments.

Safeguarding: Abuse of any kind would seriously damage the church and its witness in the community. A safeguarding policy is established in line with thirtyone:eight's latest model and relevant members have been trained in line with this policy. DBS checks are also used as appropriate.

Public scandal: Any legal action by suing or any public scandal would affect the ministry at Redeemer Church Nottingham. All members in leadership are encouraged to be humble and prayerful but given the varied nature and the potential for fabrications the best response after personal vigilance would be to address issues as they arise.

Compliance failure: volunteers are required to understand complex requirements across a range of dimensions. The church is seeking to appoint someone to lead the operations of the church, but has not yet been able to recruit.



Signed – Mr Peter Brown (Pastor)

15/01/21  
Date

Redeemer Church Nottingham  
c/o 90 Castle Boulevard  
Nottingham  
NG7 1FP

## Independent Examiner's Report to the Trustees of Redeemer Church Nottingham

I report to the trustees on my examination of the accounts of Redeemer Church Nottingham for the year ended 31 December 2020.

### Responsibilities and basis of report

As the charity trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act'). An audit dispensation has been granted under Regulation 34(3)(b) of the Charities (Accounts and Reports) Regulation 2008.

I report in respect of my examination of charity 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.

I have completed an Independent Examination instead of an audit under Regulation 31 (f) under a dispensation granted by the Charity Commission on 28<sup>th</sup> July 2021.

Since the charity's gross income exceeded £250,000 your examiner must be a member of a body listed in Section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

### 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 charity 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 concern's 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.

*D. J. Lockwood*

.....  
Mrs D J Lockwood, FCA, FCCA, ATT  
Haines Watts Nottingham Limited  
Cliffe Hill House  
22-26 Nottingham Road  
Stapleford  
Nottingham  
NG9 8AA

Date: 24.8.2021

# Redeemer Church Nottingham

## Statement of Financial Activities for the Year Ended 31 December 2020

		2020		2019	
		Unrestricted	Restricted	Total	Total
		£	£	£	£
Income	Notes				
Donations and Legacies	2	281,401	949,616	1,231,017	129,625
<i>Income from Charitable Activities</i>					
Events Income		-	-	-	2,358
<b>Total Income</b>		<b>281,401</b>	<b>949,616</b>	<b>1,231,017</b>	<b>131,983</b>
<b>Expenditure</b>					
<i>Expenditure on Charitable Activities</i>					
Operation of Redeemer Church and delivery of Mission Costs	5	90,427	9,526	99,953	40,093
Events Expenditure	5	1,919	-	1,919	3,481
<b>Total Expenditure</b>		<b>92,346</b>	<b>9,526</b>	<b>101,872</b>	<b>43,574</b>
<b>Net Income (expenses) and net movement in funds for the year</b>	8	<b>189,055</b>	<b>940,090</b>	<b>1,129,145</b>	<b>88,409</b>
Transfer between funds		-	-	-	-
<b>Fund balance brought forward at 1 January 2020</b>		<b>26,937</b>	<b>61,472</b>	<b>88,409</b>	<b>-</b>
<b>Total funds carried forward at 31 December 2020</b>		<b>215,992</b>	<b>1,001,562</b>	<b>1,217,554</b>	<b>88,409</b>

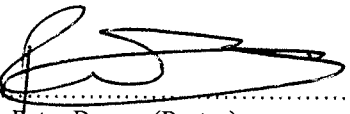
The Statement of Financial Activities includes all gains and losses in the year.  
All incoming resources, and resources expended derive from continuing activities.

# Redeemer Church Nottingham

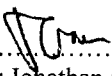
## Balance Sheet for the Year Ended 31 December 2020

	Note	2020 £	2019 £
<b><u>Fixed Assets</u></b>			
Tangible Assets	6	578,296	1,000
<b><u>Current Assets</u></b>			
Cash at Bank and in Hand		650,278	84,791
Debtors		51,754	13,606
		702,032	98,397
<b><u>Current Liabilities</u></b>			
Creditors due within one year		(62,774)	(10,988)
<b><u>Net Current Assets</u></b>			
Net Assets		639,258	87,409
		1,217,554	88,409
<b><u>The Funds of the Charity</u></b>			
Unrestricted - General	8	85,867	26,937
- Designated	8	130,125	-
Restricted	8	1,001,562	61,472
<b><u>Total Charity Funds</u></b>			
		1,217,554	88,409

The accounts were approved by :-

  
 .....  
 Mr Peter Brown (Pastor)

15/08/21  
 .....  
 Date

 J. GREEN  
 .....  
 Mr Jonathan Green (Treasurer)

15/8/21  
 .....  
 Date

**Redeemer Church Nottingham**  
**Cash Flow Statement as at 31 December 2020**

	Notes	2020
Net Cash from Operating Activities	13	1,144,741
Capital Expenditure and Financial Instruments, purchase of Tangible Fixed Assets		(579,254)
Net Cash Inflow (Outflow)		<u>565,487</u>
Increase (Decrease) in cash in the year		565,487
<u>Net Cash Resources at 31 December 2020</u>	£	<u>650,278</u>

## **Redeemer Church Nottingham**

### **Notes forming part of the Financial Statement for the Year Ended 31 December 2020**

#### **1. ACCOUNTING POLICIES**

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the period.

##### **BASIS OF PREPARATION**

The financial statements have been in accordance with the 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 (FRS102) (effective 1 January 2019) – (Charities SORP (FRS102)). Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy note(s).

Redeemer Church Nottingham meets the definition of a public benefit entity under FRS102.

The Trustees consider there are no material uncertainties about the charity's ability to continue as a going concern.

The financial statements are presented in sterling (£).

##### **FUNDS**

General Funds – are funds generated from activities of the church such as bookstalls, events, outside preaching, etc.

Unrestricted Funds – are general funds available for use at the discretion of the Elders to further the general objectives of the church and which have not been designated for specific purposes. They are usually gifts from members of the congregation and the tax recovered on those gifts.

Restricted Funds – are funds that can only be used in accordance with specific restrictions imposed by the donors or which have been raised for particular purposes with the objects of the church and the tax recovered on those funds. The aim and use of each restricted fund is set out in the Notes to the Financial Statements.

Designated Fund – this fund may be set aside during the year by the Elders for a specific purpose.

##### **INCOMING RESOURCES**

All incoming resources are included in the Statement of Financial Activities (SOFA) when the church is legally entitled to the income and the amount can be quantified with reasonable certainty.

Collections are recognised when received by or on behalf of the Elders. Planned giving is recognised only when received.

Income tax recoverable on Gift Aid donations is recognised when the donation has been received.

Legacies are recognised at the earlier of receipt or at the time the amount can be measured with reasonable certainty.

Donated services and facilities are recognised as income when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use by the Charity of the item is probable and that economic benefit can be measured reliably. On receipt, donated services and facilities are recognised on the basis of the value of the gift to the Charity which is the amount the charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt, where this can be quantified.

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank.

## **Redeemer Church Nottingham**

### **Notes forming part of the Financial Statement for the Year Ended 31 December 2020**

#### **RESOURCES EXPENDED**

Expenditure is included on an accruals basis and is recognised when there is a legal or constructive obligation to pay for expenditure. All costs have been directly attributable to one of the functional categories of resource used in the SOFA. The Church is not registered for VAT and accordingly expenditure is shown gross of irrecoverable VAT.

#### **PENSION POLICY**

The charity operates a defined contribution pension scheme. Contributions to the scheme are recognised as resources expended upon payment. The assets of the scheme are held separately from those of the charity in an independently administered fund. Contributions payable for the year are shown within the statement of financial activities.

#### **DEPRECIATION**

Fixed assets and their associated costs costing more than £250 have been capitalised at cost. The depreciation has been reviewed and is calculated so as to write off the cost of fixed assets on the following basis:

Ongoing property development cost	-	no depreciation to date (not yet completed, will be reviewed when the project is completed)
Equipment cost	-	20% straight line

#### **DEBTORS**

Debtors are recognised at the settlement amount owed to the Charity or prepaid.

#### **CREDITORS**

Creditors and provisions are recognised where the Charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party, and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are normally recognised at their settlement amount.

#### **FINANCIAL INSTRUMENTS**

The Charity has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

#### **JUDGEMENT AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of accounts using generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the accounts and the reported amounts of revenues and expenses during the reporting period.

The key estimates and assumptions used in the Financial Statements are detailed in the accounting policies.

#### **LEASE AGREEMENTS**

Rentals applicable to operating lease agreements where substantially all of the benefits and risks of ownership remain with the lessor are charged against profits on a straight-line basis over the period of the lease.

## Redeemer Church Nottingham

### Notes forming part of the Financial Statement for the Year Ended 31 December 2020

#### 2. Donations, Gifts and Legacies (Unrestricted)

	2020 £	2019 £
General Giving and Gift Aid Recoverable	281,401	68,153
	<u>281,401</u>	<u>68,153</u>
<b>Donations, Gifts and Legacies (Restricted)</b>		
Building Fund and Gift Aid Recoverable	227,593	55,635
Christmas Appeal and Gift Aid Recoverable	19,409	5,837
Building fund transferred from Cornerstone Church	702,614	-
	<u>949,616</u>	<u>61,472</u>
<b>Total Donations</b>	<u>1,231,017</u>	<u>129,625</u>

#### 3. Total Salaries & Staff Summary

	2020 £	2019 £
Salaries	38,861	18,307
Employer's NI	5,806	2,593
Pension	2,306	792
Expenses	769	115
	<u>47,742</u>	<u>21,807</u>

The allocation of salaries is made on a time spent basis.

#### Average Weekly Number of Employees, calculated as full time equivalents

Pastoral Staff	1	1
(No employee received remuneration of more than £60,000)		

The number of employees to whom retirement benefits were accruing was as follows:

Defined Contributions Scheme	<u>1</u>	<u>1</u>
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The key management personnel of the charity, comprised the elder. The total employee benefits of key management personnel of the charity were £46,973.

Elders giving in the financial year totalled £103,812 (2019:£23,750).

#### 4. Trustee Remuneration

A trustee is remunerated, as permitted in the Memorandum and Articles of Association – this includes salary, pension and expenses. The expenses are incurred as a direct result of their work and include office and travel expenses.

		2020 £	2019 £
Peter Brown	Remuneration	44,667	20,900
	Pension	2,306	792
	Expenses	769	115
		<u>47,742</u>	<u>21,807</u>

# Redeemer Church Nottingham

## Notes forming part of the Financial Statement for the Year Ended 31 December 2020

### 5. Expenditure on Charitable Activities

	Unrestricted	2020 Restricted	Total	2019 Total
	£	£	£	£
5.1 <u>Core Ministry</u>				
Salaries (Note 3)	47,742	-	47,742	21,807
Overseas Missions	7,200	-	7,200	2,400
Equipment	935	-	935	848
Building Running Costs	14,172	-	14,172	9,616
IT Subscriptions	-	-	-	298
Stationery, Printing and admin costs	1,348	-	1,348	1,231
Miscellaneous Costs	667	-	667	78
Website and computer costs	4,343	-	4,343	302
Refreshments	25	-	25	104
Media Costs	378	-	378	458
Ministry Costs and training	1,525	-	1,525	1,247
Insurance	6,390	-	6,390	379
Redeemer Kids	748	-	748	125
Independent Examination fee	2,400	-	2,400	1,200
Bank charges	22	-	22	-
Advertising costs	574	-	574	-
Depreciation	1,958	-	1,958	-
Donations	-	9,526	9,526	-
	<u>90,427</u>	<u>9,526</u>	<u>99,953</u>	<u>40,093</u>
5.2 <u>Events Expenditure</u>				
Catering	-	-	-	152
Evangelistic Events	1,919	-	1,919	3,329
	<u>1,919</u>	<u>-</u>	<u>1,919</u>	<u>3,481</u>

### Operating Profit/ Loss

The operating profit/(loss) is stated after charging:-

	2020 £	2019 £
Independent Examination Fee	2,400	1,200
For other services	168	400

### 6. Tangible Asset and Depreciation

	Cost of Property £	Cost of Property Development £	Equipment £	Total £
<u>Cost at 31.12.2019</u>	-	1,000	-	1,000
Additions during the year	425,000	144,464	9,790	579,254
Balance at end of year	<u>425,000</u>	<u>145,464</u>	<u>9,790</u>	<u>580,254</u>
<u>Depreciation</u>				
Depreciation during the year	-	-	1,958	1,958
Balance at end of year	<u>-</u>	<u>-</u>	<u>1,958</u>	<u>1,958</u>
<b>Net Book Value (NBV)</b>	<u>425,000</u>	<u>145,464</u>	<u>7,832</u>	<u>578,296</u>

The purchase of the property known as the Town Hall Beeston for £425,000 took place in the year and is shown within the accounts along with developments costs and expenditure during the year. The main work to reconstruct the premises is to commence during 2021.

## Redeemer Church Nottingham

### Notes forming part of the Financial Statement for the Year Ended 31 December 2020

#### 7. Analysis of Net Assets between funds - 2020

	General Funds	Restricted Funds	Total Funds 2020
Fixed Assets	7,832	570,464	578,296
Current Assets	214,066	487,966	702,032
Current Liabilities	(5,906)	(56,868)	(62,774)
Long Term Liabilities	-	-	-
Net Assets at 31.12.20	215,992	1,001,562	1,217,554

#### Analysis of Net Assets between funds - 2019

	General Funds	Restricted Funds	Total Funds 2019
Fixed Assets	1,000	-	1,000
Current Assets	36,925	61,472	98,397
Current Liabilities	(10,988)	-	(10,988)
Long Term Liabilities	-	-	-
Net Assets at 31.12.19	26,937	61,472	88,409

#### 8. Restricted Funds - 2020

	Balance at 31.12.19	Income	Expenditure	Transfer	Balance at 31 December 2020
Building Fund	55,635	930,207	-	-	985,842
Christmas Appeal	5,837	19,409	(9,526)	-	15,720
	61,472	949,616	(9,526)	-	1,001,562

#### Restricted Funds – 2019

	Balance at Start	Income	Expenditure	Balance at 31 December 2019
Building Fund	-	55,635	-	55,635
Christmas Appeal	-	5,837	-	5,837
	-	61,472	-	61,472

#### Use of Funds

Building Fund – To receive monies to aid with the development of the Town Hall Project. Monies held at 31 December 2020 totalled £985,842.

Christmas Appeal – To support the work of Hope Nottingham, Hope Into Action (Beeston) and Open Doors (Syria). The balance held at 31 December 2019 was £5,837 and 2020 £9,883 totalling £15,720.

Designated Fund £130,125 – Amount set aside for the general fund to assist in the development of the church.

#### 9. Taxation

The charitable company is exempt from Corporation Tax on its charitable activities. The Elders have reviewed Redeemer Church Nottingham's activities and are confident that they fulfil charitable aims and as such are considered to be for the primary purpose.

#### 10. Pension Commitments

The charity contributes to a defined contribution pension scheme. The assets are held and administered by individually selected pension providers. The pension cost charge represents contributions payable by the charity to the pension scheme and amounts to £2,306 (2019: £792).

## Redeemer Church Nottingham

### Notes forming part of the Financial Statement for the Year Ended 31 December 2020

#### 11. Related Parties

Redeemer Church Nottingham is a church plant from Cornerstone Church in Nottingham. Members of Cornerstone Church have left to set up Redeemer Church Nottingham. Cornerstone Church has given monies to enable this process of church plant to take place. Cornerstone Church gave a general donation in the year to Redeemer Church of £100,000.

#### 12. Redeemer Church – Future Event

Redeemer Church Nottingham was established in the west of the city using resources of Cornerstone Church, both money and people. Redeemer Church Nottingham remained under the control of and received financial support from Cornerstone Church in the year.

Monies held by Cornerstone Church for transfer to Redeemer Church Nottingham totalled £720,677, after deduction of £8,545 income in excess of expenditure for the period from 1 July 2019 to 31 December 2019 and an additional general donation of £28,626. During the year all funds held were transferred and are shown within these accounts.

The costs to develop the Town Hall will be in the region of £1.38 million pounds. A loan has been obtained from CAF Bank for £875,000 which has been guaranteed by Cornerstone Church for the redevelopment of Beeston Town Hall.

#### 13. Cash Flow Statement

	2020 £
Net Incoming Resources	1,129,145
Adjustments:-	
Depreciation Charges	1,958
(Increase)/ Decrease in Debtors	(38,148)
Increase/(Decrease) in Creditors	51,786
	<u>1,144,741</u>