

Company registration number: CE020676

Charity registration number: 1187927

Cots

Church On The Street Ministries

(A Charitable Incorporated Organisation)

Annual Report and Financial Statements

for the period from 13 February 2020 to 31 December 2020

Hargreaves Brown & Benson
1 Bond Street
Colne
Lancashire
BB8 9DG

Church On The Street Ministries

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Church On The Street Ministries

Reference and Administrative Details

Trustees

M L Hirst - Chair (Appointed 13th February 2020)

K P Whittaker - Chair (Appointed 13th February 2020, Resigned 28th February 2021)

P A Frankel (Appointed 13th February 2020, Resigned 28th February 2021)

S L Fleming (Appointed 8th June 2020)

G Savage (Appointed 1st March 2021)

H Emmett (Appointed 1st March 2021)

Secretary

S L Fleming

Key Management

Michael Fleming

Principal Office

21 Alexander Grove
Burnley
Lancashire
BB12 6DJ

Legal Status

Charitable Incorporated Organisation

Governing Instrument

CIO Foundation – Registered 13 February 2020

Company Registration Number

CE020676

Charity Registration Number

1187927

Independent Examiner

Hargreaves Brown & Benson
1 Bond Street
Colne
Lancashire
BB8 9DG

Bankers

HSBC
12 Manchester Road
Burnley
Lancs
BB11 1JH

Church On The Street Ministries

Trustees' Report

The trustees, who are directors for the purposes of company law, present the annual report together with the financial statements of the charitable company for the period ended 31 December 2020.

Objectives and activities

Objects and aims

1. To advance the Christian religion in Burnley for the benefit of the public through the holding of street ministries, providing a place of worship, regular prayer meetings and bible studies to enlighten others about the basis of the Christian faith.
2. The prevention or relief of poverty in Burnley by providing items and services to individuals in need.
3. To promote social inclusion for the public benefit by preventing people from becoming socially excluded, relieving the needs of those people who are socially excluded and assisting them to integrate into society. For the purpose of this clause 'socially excluded' means being excluded from society, or parts of society, as a result of one of more of the following factors: unemployment; financial hardship; youth or old age; ill health (physical or mental); substance abuse or dependency including alcohol and drugs; discrimination on the grounds of sex, race, disability, ethnic origin, religion, belief, creed, sexual orientation or gender re-assignment; poor educational or skills attainment; relationship and family breakdown; poor housing (that is housing that does not meet basic habitable standards; crime (either as a victim of crime or as an offender rehabilitating into society).

To achieve these objectives, COTS provides regular public worship, open to all. We make provision of sacred space for personal prayer and contemplation. We also carry out Pastoral work, including helping those in need and visiting the sick and the bereaved. Other activities include teaching of Christianity through sermons, courses and small groups. We also promote Christianity through the media, and the distribution of literature. We actively support the homeless, people suffering with addictions, people in poverty, and people with complex needs. Its available to anyone who needs help.

Church On The Street Ministries

Trustees' Report

Objectives, strategies and activities

Our activities throughout 2020

1. Worship, Prayer and Bible Studies

We meet regularly (predominantly via Zoom due to tier restrictions) to share in worship, prayer and Bible studies. Where we have been able, and subject to strict social distancing, we've met in public open areas on Sundays for worship. Bible studies were initially carried out every Monday, Tues, Thurs and Friday via Zoom – but this is now down to just one day per week, on Wednesday, and is proving to be popular. We meet weekly as follows:

Wednesday Bible Study 7pm

Sunday Worship, Prayer and Fellowship 1030am

2. Food Provision

We operate foodbanks at the following locations:

Tuesday Outside McDonalds, Burnley Town Centre 1pm

Sion Baptist Church, Burnley 2pm

Wednesday William Thompson Car Park (hot food included) 6pm

Basic medical care is also provided by a trained nurse practitioner for those not GP registered.

Thursday William Thompson Car Park 6pm

Friday Outside McDonalds, Burnley Town Centre 1pm

Saturday St Matthews Church, Burnley 9am

Sunday After the Church Service (COVID-19 dependent) 12.30pm

A delivery van distributes food parcels, daily, to those who struggle to attend the food banks.

3. Recovery Groups

We operate the following Recovery Groups throughout the week, subject to COVID-19 restrictions. It's available to anybody, not just for those with substance/alcohol use disorders; anyone with hurts, habits and hang-ups can come along. We encourage all to actively participate:

Tuesday Sion Park Community Hub Preston 7pm

Sion Baptist Church, Burnley 7.30pm

Friday St Joseph's, Barnoldswick 7.30pm

Church On The Street Ministries

Trustees' Report

4. Funeral Support and Memorial Services

Designed to help poor people and their families cover the cost of unexpected and sudden bereavement. Addicts die young! Poor people die young! We're here to help them in every way we can. Each application to the Charity is discussed by the Trustees and Pastor Michael Fleming conducts funerals for free (where applicable) and pastoral care as appropriate. Some financial assistance is also considered for supporting the costs of the undertaker's fees. Many people are now asking Pastor Michael Fleming to conduct Memorial Services, and this in itself is generating more pastoral and counselling work.

5. Home Schooling Packs

Throughout the COVID-19 crisis we noticed that many families were missing out on crucial services because they lacked access to the internet. One particular example was home schooling. In May 2020, we provided carefully prepared home-schooling packs (gov.uk recommended) for children from reception right through to year 8. These packs also came with notepads, pens and pencils and supported 55 families, providing 92 school packs.

6. School Uniform Grants and SACKS (Shoes and Coats for Kids)

We provided funds for parents who struggled to clothe their children, prior to the start of the new School Year. The COVID-19 pandemic has hit families particularly hard and COTS provided vouchers (£30 each) to beneficiaries who asked us for support. We also carried out our "SACKS" campaign in November, which was an extension to the grant scheme – this was specifically for children's coats and shoes prior to the onset of winter weather.

7. Shoebox Appeal

A Shoebox Appeal was carried out during the festive period where people were asked to fill a shoebox, or a large freezer bag, with items which would be handed out to those in need. Items included hats, gloves, socks, wipes, water bottles, chocolate, protein snacks, hand and foot warmers, comb/brush, vaseline, savlon, plasters, toothbrushes and toothpaste.

8. Pastor Michael Fleming's book - Power in the name of Jesus

Published independently and available on Amazon, Pastor Michael Fleming's book is a powerful story of hope, redemption and a mother's prayers being answered. The book goes into detail on how God turned a man with 34 years of addiction, violence, crime, homelessness and hopelessness into a man who is humble, loving, transparent, kind, gentle, law-abiding and generous. It is a story of a powerful ministry to those on the street as well as to the church and the world at large - a story that will challenge all in their daily walk and shows that there is always hope.

As it is a story of hope to many suffering in addiction and hopelessness, several copies of the book were distributed to the public for free with active encouragement to not just read it, but to circulate it around to all within their social circles.

Church On The Street Ministries

Trustees' Report

9. BBC

At the end of November 2020, the BBC recorded a series of interviews with Pastor Michael Fleming and Father Alex Frost (St Matthews Church, Burnley) regarding the work that the Church and charity do in the Burnley area. The interviews were aired on national news (both 6pm and 10pm), together with “follow-up” interviews (also on national news). Extensive coverage was also made via the local TV news stations, national radio, and “The Jeremy Vine Show”. This reached a worldwide audience and the impact it made was enormous. Public donations have helped us to prepare for a solid foundation as we enter into 2021.

10. Charity Shop - Barnoldswick

The shop, our first ever charity shop, was founded in December 2020 and was an instant success. All stock is provided by public donations, and all proceeds from the sale of products go straight into promoting the charity's aims and objectives.

11. Thanks and Appreciation

Thanks to all our grant providers who helped and supported us throughout 2020, including the Duchy of Lancaster Benevolent Fund, The Community Foundation for Lancashire, and the Clarkson Jersey Charitable Trust.

We received considerable support from families and individuals within the community. Business organisations also got involved including HBB, Warburtons, ALDI, Morrisons, Subway, Iceland, Kay & Sons, Brethertons Gold Line Tours, Greggs, Burnley Car Auctions, MGM, Crow Wood, Colne Rotary Club, Store First, Charter House, Rossendale Self Storage, Memories of Michael, Palin Media Group and Quicker Skips.

Many churches gave us support by providing funding, facilities and advertising our needs to the wider community; these included St Matthews (Burnley), Yedam Church (Manchester), Mount Zion Church (Cliviger), and the methodist circuit in Burnley and Pendle.

We received considerable support from the Church Safeguarding Consultancy; they did work in helping us establish our safeguarding framework and provided training and support for all our volunteers.

Many individuals took it upon themselves to get involved in considerable fundraising work, and others volunteered their time to support the Charity's aims and objectives.

And finally a big thanks to all of you who have supported the charity throughout 2020. Without your help, we would not have been able to deliver our objectives. Everyone got stuck in, organising food collections, cooking food, packing the parcels, even providing funds for the van insurance!

On behalf of Church on the Street Ministries, a big “Thanks” from all of us!

Church On The Street Ministries

Trustees' Report

Public Benefit

"Church on the Street Ministries" not only provides an opportunity for regular Christian worship, it also encourages bible studies and prayer meetings throughout the week. The ministry also promotes community cohesion by demonstrating Christian unity and outreach in practical service and witness to the people of the Burnley area, especially through the work we do on the streets with the homeless and those with addictions and other needs.

We collect food donations at our numerous community drop off points; we rely heavily on contributions from the public and this has been well supported. As a charity we've managed well throughout the COVID-19 pandemic thanks to the generosity of our donors. With the donations we receive, we create food parcels that are specifically designed to consider the needs of rough sleepers, those experiencing homelessness or about to become homeless, and those in desperate poverty. All food parcels are distributed to homes and other locations in the area. At the peak of the pandemic, COTS was delivering approximately 100 food parcels per day.

There's also several foodbanks that we operate, and we help to coordinate hot meal services for the homeless at specific locations throughout the week. We also provide collection and delivery services – not just food, but also medical prescriptions and other critical services as required.

Throughout the COVID-19 crisis we noticed that many families were missing out on crucial services because they lacked access to the internet. One particular example was home schooling. In May 2020, we provided carefully prepared home-schooling packs (gov.uk recommended) for children from reception right through to year 8. These packs also came with notepads, pens and pencils and supported 55 families, providing 92 school packs.

We provide advice, guidance and support for rough sleepers, those experiencing homelessness or about to become homeless, individuals, families, single parents, those with disabilities and the elderly within our communities. As well as actively supporting people, we also 'signpost' hostels, day centres, night shelters, housing associations and departments, outreach teams and social services. In extraordinary circumstances we will enhance our support; for instance, helping with basic needs such as utility services – gas and electric. We also contact safeguarding teams and agencies when we feel people are at serious risk or are struggling to look after themselves. The team of volunteers at COTS have a wealth of knowledge within health and social care, are trained in safeguarding and are aware of the key indicators of mental health, substance misuse and domestic violence, and are able to make the correct referrals as appropriate.

Our charity has an ordained minister as its principle lead. He actively provides pastoral care and counselling for those who seek it, and the benefits of improved mental health is evident. Through our outreach work we are engaging with an ever-increasing number of people who experience isolation and loneliness. We have engaged door to door (adhering to social distancing rules) for those that need peer to peer support, and encourage anyone to contact us by phone, text or even to join us on social media groups and zoom. This has helped break down some barriers for those that would not usually interact and has been a huge benefit to those experiencing isolation throughout the COVID-19 pandemic.

We carry out several recovery group meetings in many locations throughout the week, including Burnley, Barnoldswick and Preston. These groups are available to anyone; not just for those with substance/alcohol use disorders – its available to anybody with hurts, habits and hang-ups.

Other key benefits that were available to the public in 2020 included helping families struggling to afford school uniforms, and financial help for those burdened with unreachable funeral costs following unexpected bereavement.

Church On The Street Ministries

Trustees' Report

Our mission statement

We base our values from the Bible, Matthew chapter 25 verses 35 and 36:

"For I was hungry and you gave me something to eat, I was thirsty and you gave me something to drink, I was a stranger and you invited me in, I needed clothes and you clothed me, I was sick and you looked after me, I was in prison and you came to visit me."

Financial review

During the year, the charity raised £423k in donations, £46k in fundraising (of which £5k was restricted), and £4k in trading activities. The charity spent £38k on charitable activities (of which £5k was restricted) and £2k on raising funds (via our charity shop). With a significantly healthy balance moving into 2021, the intention is to allocate significant funds on our new community hub.

Reserves policy

COTS needs reserves to ensure that the charity can continue to operate, by guaranteeing that a period of running costs can be covered. Reserves may also be needed to meet any special circumstances such as the breakdown of the van or essential office machinery, legal costs and liabilities should the organisation have to close. COTS aims to have reserves equivalent of six months of the current year's core annual expenditure estimated to be c. £100k.

Management of risk

The trustees have reviewed the major risks to which the charity is exposed and systems or procedures have been put in place to manage those risks. The trustees review all major risks at each Trustees' Meeting relating to Health & Safety, Safeguarding and Financial Management.

Plans for the future

Based on unprecedented donations following the BBC coverage in November 2020, COTS will be hiring a "hub" for the next 5 years, a central "one-stop refuge" for beneficiaries to come and receive the help that they need. Some of the things being put in place for 2021 will include:

- Prayer and Christian based support
- Daily food provisions
- Clothing and provisions for warmth and shelter
- Recovery groups
- Mental health support
- Debt management
- Free computer access to assist with job seeking and benefits help
- Education to help people improve their basic reading and writing skills

Church On The Street Ministries

Trustees' Report

The trustees confirm that they have complied with the requirements of section 17 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

Structure, governance and management

Church on the Street Ministries (COTS) is a Charitable Incorporated Organisation (CIO), charity number 1187927, its members are its charity trustees. Its governing document is a constitution registered 13 Feb 2020.

COTS became a registered charity in Feb 2020. Overall governance of COTS is the responsibility of the trustees. The day to day running of the organisation is delegated to the principal lead, currently covered by Pastor Michael Fleming.

On founding in Feb 2020, COTS had three trustees. These were:

Kevin Paul Whittaker	(Chair)	for 2 years
Mary Lillian Hirst	(Secretary)	for 3 years
Paul Anthony Frankel	(Treasurer)	for 4 years

Apart from the first charity trustees, every appointed trustee must be appointed for a term of four years by a resolution passed at a properly convened meeting of the charity trustees. In selecting individuals for appointment, the charity trustees must have a regard to the skills, knowledge and experience needed for the effective administration of the CIO.

A further trustee joined us on the 13th June 2020, Sarah Louise Fleming, who also took over the role as appointed secretary.

The trustees meet on a monthly basis.

Financial instruments

Objectives and policies

The charity's activities expose it to a number of financial risks including credit risk, cash flow risk and liquidity risk. The use of financial derivatives is governed by the charity's policies approved by the board of trustees, which provide written principles on the use of financial derivatives to manage these risks. The charity does not use derivative financial instruments for speculative purposes.

Cash flow risk

The charity's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates. The charity uses foreign exchange forward contracts and interest rate swap contracts to hedge these exposures.

Interest bearing assets and liabilities are held at fixed rate to ensure certainty of cash flows.

Credit risk

The charity's principal financial assets are bank balances and cash, trade and other receivables, and investments. The charity's credit risk is primarily attributable to its trade receivables. The amounts presented in the balance sheet are net of allowances for doubtful receivables. An allowance for impairment is made where there is an identified loss event which, based on previous experience, is evidence of a reduction in the recoverability of the cash flows.

The credit risk on liquid funds and derivative financial instruments is limited because the counterparties are banks with high credit-ratings assigned by international credit-rating agencies.

The charity has no significant concentration of credit risk, with exposure spread over a large number of counterparties and customers.

Church On The Street Ministries

Trustees' Report

Liquidity risk

In order to maintain liquidity to ensure that sufficient funds are available for ongoing operations and future developments, the charity uses a mixture of long-term and short-term debt finance.

Further details regarding liquidity risk can be found in the Statement of accounting policies in the financial statements.

The trustees (who are also the directors of Church On The Street Ministries for the purposes of company law) are responsible for preparing the trustees' report and the financial statements in accordance with the United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) and applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial period. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

Church On The Street Ministries

Trustees' Report

Statement of Trustees' Responsibilities

The trustees are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom generally accepted accounting practice (UK GAAP))

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and the incoming resources and application of resources, including the net income or expenditure, of the charity for the year. In preparing those financial statements the trustees are required to:

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

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the constitution. The trustees are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

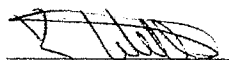
The trustees are responsible for the maintenance and integrity of the corporate and financial information included on the charity's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Members of the charity have no liability to contribute to the assets of the charity in the event of winding up. The trustees are members of the charity but this entitles them only to voting rights. The trustees have no beneficial interest in the charity.

Independent examiners

Hargreaves Brown & Benson were appointed as independent examiners to the charity during the year and have expressed their willingness to help us in that capacity.

Approved by the trustees on 1st February 2021 and signed on their behalf by



Kevin Paul Whittaker - Chair

Church On The Street Ministries

Independent Examiner's Report to the trustees of Church On The Street Ministries

I report to the charity trustees on my examination of the accounts of the charity for the year ended 31 December 2020 which are set out on pages 14 to 24.

The purpose of this schedule is to set out the basis on which we are to act as accountant and advisors to the CIO (the charity) in respect to the independent examination you have requested us to carry out under the *Charities Act 2011* (ChA 2011) and to clarify our respective responsibilities in respect of that work.

Our firm will act as independent examiners with Steven Wood (FCA) acting as the independent examiner.

1 Your responsibilities as trustees

1.1 Our independent examination will be conducted on the basis that you acknowledge and understand that you have responsibility:

- (a) to prepare financial statements that give a true and fair view of the state of affairs of the charity at the end of the financial year and of the incoming resources and application of resources of the charity in that year in accordance with the ChA 2011 and regulations thereunder;
- (b) in preparing the account and statement, to:
 - (i) select suitable accounting policies and then apply them consistently;
 - (ii) make judgments and accounting estimates that are reasonable and prudent; and
 - (iii) prepare the financial statements on the going concern basis, considering in particular the charity's ability to continue in operation for at least twelve months from the date when the financial statements are expected to be approved, unless it is inappropriate to presume that the activities of the charity will continue;
- (c) for ensuring that the charity maintains sufficient accounting records which disclose with reasonable accuracy at any time the financial position of the charity. You are also responsible for such internal control as you determine is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error; and
- (d) for safeguarding the assets of the charity and hence for taking reasonable steps to ensure the charity's activities are conducted honestly and for the prevention and detection of fraud and other irregularities.

1.2 You have a duty to prepare an annual report for each financial year complying in its form and content with the ChA 2011 and regulations thereunder. You are also required to have regard to the relevant Statement of Recommended Practice *Accounting and Reporting by Charities*, published jointly by the Charity Commission for England and Wales, and any subsequent amendments or variations to this statement.

1.3 You are responsible for ensuring that the charity complies with laws and regulations applicable to its activities, and for establishing arrangements designed to prevent any non-compliance with laws and regulations and to detect any that occur.

1.4 You are also responsible for determining whether, in respect of the year, the charity meets the conditions for exemption from an audit set out in ChA 2011, s. 144, namely that:

- (a) the charity's gross income in the current year is more than £25,000, but not more than £500,000 in the current year for years ending before 31 March 2015, or £1m for years ending on or after this date;
- (b) the gross assets of the charity are less than £3.26m; or where they exceed £3.26m, gross income is less than £250,000; and
- (c) no notice has been received from the Charity Commission requiring an audit.

Church On The Street Ministries

Independent Examiner's Report to the trustees of Church On The Street Ministries

1.5 If, in respect of the year, the charity satisfies the above criteria, the availability of the exemption from an audit of the financial statements is conditional upon your causing an independent examiners' report to be prepared in respect of the financial statements in accordance with ChA 2011, s. 145. You are responsible for deciding whether that report shall be made and for appointing us as independent examiners to make that report to the trustees of the charity.

1.6 If gross income falls to £25,000 or less for the year, then, provided the other criteria set out above are met, you will need neither an audit nor an independent examiner's report. However, if the charity is a CIO it will still need to file financial statements with the Charity Commission.

1.7 You have undertaken to make available to us, as and when required, all of the charity's accounting records and related information, including minutes of trustees' meetings and of all appropriate management meetings, necessary to carry out our work. You will make full disclosure to us of all relevant information.

2 Our responsibilities as independent examiners

2.1 We shall plan our work on the basis that an independent examiner's report is required for the year, unless you inform us in writing that either:

- (a) the charity requires an audit of the financial statements; or
- (b) the charity requires neither an audit nor an independent examiner's report.

2.2 Should you instruct us to carry out an audit, then the terms of that assignment will be dealt with in a new engagement letter. Should you inform us that the charity requires neither an audit nor an independent examiner's report, then we shall have no responsibilities to the charity, except those specifically agreed upon between us in respect of other professional services.

2.3 As independent examiners, we have a statutory responsibility to report to the trustees of the charity whether, in our opinion, there is reasonable cause to believe that, in any material respect:

- (a) sufficient accounting records have not been kept, contrary to the requirements of ChA 2011, s. 130;
- (b) the financial statements do not agree with those accounting records; or
- (c) the financial statements do not comply with any of the accounting requirements specified in the *Charities (Accounts and Reports) Regulations 2008* (SI 2008/629), Regulation 4 (or 5 for common investment funds or common deposit funds) and applicable accounting standards, except to the extent necessary to show a true and fair view.

2.4 Should our work indicate that the charity is not entitled to exemption from an audit of the financial statements then we will inform you. In such circumstances, we will not issue any report and will withdraw from the engagement to prepare an independent examiner's report, notifying you in writing of the reasons. In these circumstances, if appropriate, we will discuss with you the possibility of appointing us as auditors.

2.5 We have a professional responsibility not to allow our name to be associated with financial statements that are, or may be, misleading. Therefore, although we are not required to search for such matters, should we become aware, for any reason, that the financial statements are, or may be, misleading, if the matter cannot be adequately dealt with by means of qualifying our opinion (or by other appropriate modifications of the report), we will not issue any report. In such circumstances, we will withdraw from the engagement, and will notify you in writing of the reasons.

Church On The Street Ministries

Independent Examiner's Report to the trustees of Church On The Street Ministries

2.6 Under ChA 2011, s. 156(2), we have a statutory duty to make a written report to the Charity Commission on such matters (which relates to the activities or affairs of the charity or of any connected institution or body) of which we become aware during the course of our examination and which we have reasonable cause to believe is likely to be of material significance for the purposes of the exercise by the Commission of its functions under ChA 2011, s. 156(3). In addition under s. 156(4) if we become aware of any matter which is not required to be reported under s. 156(2) but which we have reasonable cause to believe is likely to be relevant for the purposes of the exercise by the Charity Commission of any of its functions, then we may make a report on the matter to the Commission. We may have to make this report without your knowledge and consent and we cannot undertake to you to fetter this discretion in any manner.

Scope of independent examination

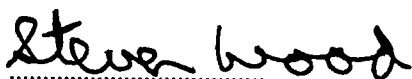
2.7 Our work as independent examiners will be carried out in accordance with guidance for such engagements issued by the Charity Commission. It will consist of comparing the financial statements with the accounting records kept by the charity and making such limited enquiries of the trustees and staff of the charity as we may consider necessary for the purpose of our report.

2.8 As part of our normal procedures, we may request you to provide written confirmation of any information or explanations provided by you orally during the course of our work.

2.9 Our work as independent examiners will not be an audit of the financial statements in accordance with International Standards on Auditing (UK). Accordingly, we will not obtain any independent evidence relating to entries in the accounting records, or to the amounts or disclosures in the financial statements. Consequently, our work as independent examiners will not provide any assurance that the accounting records or the financial statements are free from material misstatement whether caused by fraud, other irregularity or error.

2.10 Because we will not carry out an audit, nor otherwise confirm the sufficiency of the accounting records maintained by the charity, we will be unable to provide any assurance as to whether the financial statements that we prepare from those records give a true and fair view.

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.



Steven Wood FCA
ICAEW

1 Bond Street
Colne
Lancashire
BB8 9DG

7 May 2021

Church On The Street Ministries

Statement of Financial Activities for the Period from 13 February 2020 to 31 December 2020

(Including Income and Expenditure Account and Statement of Total Recognised Gains and Losses)

	Note	Unrestricted funds £	Restricted funds £	Total 31 December 2020 £
Income and Endowments from:				
Donations and legacies	3a	422,667	-	422,667
Other trading activities	3b	4,176	-	4,176
Charitable activities	3c	41,431	-	41,431
Other income	3d	5,066	5,000	10,066
Total income		473,340	5,000	478,340
Expenditure on:				
Raising funds	4	(2,345)	-	(2,345)
Charitable activities	5	(32,893)	(5,000)	(37,893)
Total expenditure		(35,238)	(5,000)	(40,238)
Net income		438,102	-	438,102
Net movement in funds		438,102	-	438,102
Reconciliation of funds				
Total funds carried forward	12	438,102	-	438,102


All of the charity's activities derive from continuing operations during the above period.

Church On The Street Ministries

(Registration number: CE020676)
Balance Sheet as at 31 December 2020

		31 December 2020 £	31 December 2020 £	31 December 2020 £
	Note	Unrestricted Funds	Restricted Funds	Total
Fixed assets				
Tangible assets	9	6,748	-	6,748
Current assets				
Debtors	10	534	-	534
Cash at bank and in hand	11	430,820	-	430,820
		<u>431,354</u>	<u>-</u>	<u>431,354</u>
Net assets		<u>438,102</u>	<u>-</u>	<u>438,102</u>
Funds of the charity:				
Unrestricted income funds				
Unrestricted funds		<u>438,102</u>	<u>-</u>	<u>438,102</u>
Total funds	12	<u>438,102</u>	<u>-</u>	<u>438,102</u>

The financial statements on pages 14 to 24 were approved by the trustees, and authorised for issue on 7 May 2021 and signed on their behalf by:



M L Hirst
Chair and Trustee

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

1 Charity status

The charity is a charitable incorporated organisation.

The address of its registered office is:

21 Alexander Grove
Burnley
Lancashire
BB12 6DJ

These financial statements were authorised for issue by the trustees on 7 May 2021.

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

The financial statements have been prepared in accordance with 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 2015) - (Charities SORP (FRS 102)), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Charities Act 2011.

Basis of preparation

Church On The Street Ministries meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern nor any significant areas of uncertainty that affect the carrying value of assets held by the charity.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Income and endowments

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

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

Donations and legacies

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Gift aid

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings, they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

Tangible fixed assets

Individual fixed assets costing £0.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

- Furniture, fittings and equipment – 20% straight line
- Motor vehicles – 10% straight line

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

3a) Income from donations and legacies

	Unrestricted funds £	Restricted funds £	Total 31 December 2020 £
Donations and legacies;			
Donations from organisations	56,665	-	56,665
PayPal Donations	202,905	-	202,905
Donations from individuals	117,975	-	117,975
Donations (cheques)	31,341	-	31,341
Donations – street and other	13,781	-	13,781
	422,667	-	422,667

3b) Income from other trading activities

	Unrestricted funds £	Restricted funds £	Total 31 December 2020 £
Barnoldswick charity shop income	4,176	-	4,176
	4,176	-	4,176

3c) Income from charitable activities

	Unrestricted funds £	Restricted funds £	Total 31 December 2020 £
Fundraising activities	41,431	-	41,431
	41,431	-	41,431

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

	Unrestricted funds £	Restricted funds £	Total 31 December 2020 £
3d) Other income			
Tithe income	5,066	-	5,066
Grant income	-	5,000	5,000
	5,066	5,000	10,066

4 Expenditure on raising funds

4a) Costs of trading activities

	Unrestricted funds £	Total 31 December 2020 £
Fundraising trading costs;		
Fundraising	2,345	2,345
	2,345	2,345

	Direct costs £	Total 31 December 2020 £
Costs of trading activities	2,345	2,345
	2,345	2,345

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

5 Expenditure on charitable activities

	Unrestricted funds £	Restricted funds £	Total 31 December 2020 £
Charitable activities	32,893	5,000	37,893

	Activity undertaken directly £	Total 31 December 2020 £
Motor Expenses	3,697	3,697
Rent	4,977	4,977
Rates	96	96
Insurance	458	458
Depreciation	300	300
Pastor services	14,950	14,950
Telephone and fax	72	72
Printing, postage and stationery	831	831
Charitable donations	11,303	11,303
Computer costs	205	205
Sundry costs	1,004	1,004
	37,893	37,893

£32,893 of the above expenditure was attributable to unrestricted funds and £5,000 to restricted funds.

In addition to the expenditure analysed above, there are also governance costs of £Nil which relate directly to charitable activities.

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

6 Net incoming/outgoing resources

Net incoming/outgoing resources for the period include:

	31 December 2020 £
Depreciation of fixed assets	<u>300</u>

7 Trustees remuneration and expenses

No trustees have received any remuneration from the charity during the year. Michael Fleming, brother of Sarah Fleming (trustee), received remuneration of £14,950 during the year in his capacity as Pastor of Church on the Street Ministries in furthering the charity's objectives.

The only other expenses made to the trustees during the year were reimbursements for expenses incurred on behalf of the Church in furthering the Charity's objectives.

No other material transactions took place between the organisation and a trustee or any other person connected with them. No other trustee received any remuneration or benefits in kind during the financial year.

8 Taxation

The charity is a registered charity and is therefore exempt from taxation

9 Tangible fixed assets

	Furniture and equipment £	Motor vehicles £	Total £
Cost			
Additions	<u>1,654</u>	<u>5,394</u>	<u>7,048</u>
At 31 December 2020	<u>1,654</u>	<u>5,394</u>	<u>7,048</u>
Depreciation			
Charge for the year	<u>30</u>	<u>270</u>	<u>300</u>
At 31 December 2020	<u>30</u>	<u>270</u>	<u>300</u>
Net book value			
At 31 December 2020	<u>1,624</u>	<u>5,124</u>	<u>6,748</u>

Church On The Street Ministries

Notes to the Financial Statements for the Period from 13 February 2020 to 31 December 2020

10 Debtors

	31 December 2020 £
Prepayments	<u>534</u>

11 Cash and cash equivalents

	31 December 2020 £
Cash on hand	164
Cash at bank	<u>430,656</u>
	<u>430,820</u>

12 Funds

	Incoming resources £	Resources expended £	Balance at 31 December 2020 £
Unrestricted funds			
General	473,340	(35,238)	438,102
Restricted funds	<u>5,000</u>	<u>(5,000)</u>	<u>-</u>
Total funds	<u>478,340</u>	<u>(40,238)</u>	<u>438,102</u>

Church On The Street Ministries

Detailed Statement of Financial Activities for the Period from 13 February 2020 to 31 December 2020

	31 December 2020		31 December 2020
	Unrestricted funds	Restricted funds	Total
	General		
	£	£	£
Income and Endowments from:			
Donations and legacies (analysed below)	473,340	5,000	478,340
Total income	473,340	5,000	478,340
Expenditure on:			
Raising funds (analysed below)	(2,345)	-	(2,345)
Charitable activities (analysed below)	(32,893)	(5,000)	(37,893)
Total expenditure	(35,238)	(5,000)	(40,238)
Net income	438,102	-	438,102
Reconciliation of funds			
Total funds carried forward	438,102	-	438,102

Church On The Street Ministries

Detailed Statement of Financial Activities for the Period from 13 February 2020 to 31 December 2020

	31 December 2020		31 December 2020
	Unrestricted funds	Restricted funds	Total
	General		
	£	£	£
<i>Donations and legacies</i>			
Donations from fundraising	41,431	-	41,431
Appeals and donations	422,667	-	422,667
Barnoldswick charity shop income	4,176	-	4,176
Tithe income	5,066	-	5,066
Grant income	-	5,000	5,000
	473,340	5,000	478,340

	31 December 2020		31 December 2020
	Unrestricted funds	Restricted funds	Total
	General		
	£	£	£
<i>Raising funds</i>			
Rent	(1,725)	-	(1,725)
Light, heat and power	(10)	-	(10)
Repairs and maintenance	(610)	-	(610)
	(2,345)	-	(2,345)

Church On The Street Ministries

Detailed Statement of Financial Activities for the Period from 13 February 2020 to 31 December 2020

	31 December 2020	31 December 2020	
	Unrestricted funds		
	General	Restricted funds	Total
	£	£	£
<i>Charitable activities</i>			
Motor expenses	(2,995)	(702)	(3,697)
Rent	(4,977)	-	(4,977)
Rates	(96)	-	(96)
Insurance	(458)	-	(458)
Depreciation of motor vehicles	(270)	-	(270)
Depreciation of office equipment	(30)	-	(30)
Pastor services	(14,950)	-	(14,950)
Telephone and fax	(72)	-	(72)
Printing, postage and stationery	(831)	(2,150)	(2,981)
Charitable donations	(7,210)	(1,943)	(9,153)
Computer software and maintenance costs	(205)	-	(205)
Sundry expenses	(799)	(205)	(1,004)
	<u>(32,893)</u>	<u>(5,000)</u>	<u>(37,893)</u>