



KING'S
CHURCH
LEICESTER

King's Church Leicester
Report and Accounts

for the initial 12 months ended 31st
August 2022

King's Church Leicester

CHARITY INFORMATION

FOR THE YEAR ENDED 31st AUGUST 2022

Trustees	Mr Hugh Potter (Chair) Mr Howard Trigg Mrs Alison Newman Mr Danny Field (Appointed May 2021)
Elders	Mr Matthew Weedall Mr William Pearce
Key Staff	Mr Matthew Weedall (Lead Elder) Mr William Pearce (Administrator and Treasurer)
Governing Document	Constitution dated 5th August 2021
Charity Registration Number	1195653
Principal Address	54 Holmden Avenue Wigston LE18 2EF
Independent Examiner	Archie McDowall BA, CA Stewardship 1 Lamb's Passage London EC1Y 8AB
Bankers	CAF Bank Ltd. 25 Kings Hill Avenue King's Hill West Mailing Kent ME19 4JQ

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King's Church Leicester

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31st AUGUST 2022

The trustees have pleasure in submitting the Report and Accounts for the year.

Objects of the charity

The charity is a charitable incorporated organisation and is governed by its Constitution. The objects of the charity, as set out in the governing document are:

- a) to advance the Christian faith in Leicester and such other parts of the United Kingdom and the world as the Charity Trustees may from time to time decide; and
- b) to relieve persons in need by reason of their financial hardship, ill-health, age, unemployment or other social or economic disadvantage, including but not limited to, those attending the Church Fellowship or other churches in Leicester.

The trustees note that the Church is not a building, but a gathering of ordinary people of different ages and backgrounds, whose lives have been changed by Jesus Christ, the Son of God. The New Testament reveals the Church as a community of people, properly taught and cared for, who by loving and serving Jesus Christ, were also committed to love and care for each other and to bring a blessing to the area in which they lived. King's Church Leicester; its trustees, elders and members are committed to the restoration of those New Testament principles. It is not alone in this, it is one of many Churches in the area, country and all over the world that is re-discovering the excitement of knowing Jesus Christ. The vision is to see the people of Leicester come into this experience of knowing Jesus as their Lord, Saviour and friend.

Summary of the charity's main activities and achievements

To further the above objects and vision, the charity's main activities and achievements were as follows:

- a) The new CIO started the process of transferring assets from the existing Charitable Trust, assets have now been transferred, and most financial activity has also been transferred with any outstanding activity transferred to the new CIO.
- b) In January, Mosaic Church Leicester stopped meeting with most of its congregation, including its leadership team joined King's Church. Over the remainder of the year King's Church invested in integrate these new members into church life and support them pastorally with the transition. In addition residual finances and assets belonging to Mosaic Church were transferred to the CIO.
- c) As part of Mosaic Church joining King's Church, King's Church took over operational leadership of Manor House Community, and its associated projects, whilst a new charity is established to run Manor House as its charitable activities. The foodbank served between 300-400 households on a rolling 2 weeks at our foodbank, and gave out 325 Christmas hampers, comprising of all the ingredients for a Christmas dinner as well as sweet treats.
- d) In June we conducted our first baptismal service since starting to meet again in person following COVID 19, and are hoping to be able to conduct more in the coming year.

King's Church Leicester

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31st AUGUST 2022

e) The church took 16 youth as well as leaders to Newday, a christian youth festival. The youth had a great time together, and grew in the faith, as well as some who are not part of the church getting to experience something of what church is like.

Most the charity's activities are undertaken by volunteers and the charity could not operate effectively without their efforts.

In planning the activities the Trustees have applied the guidance on public benefit issued by the Charity Commission.

Structure, Governance and Management

Responsibility for setting policy and for determining the parameters within which the charity should operate rests with the trustees who meet regularly to monitor the activities of the charity. Responsibility for the day to day operation of the charity has been delegated to the eldership team led by Matthew Weedall. New trustees are recruited and appointed by the existing trustees, by a majority vote.

Financial review

During the initial year of the charity income was £154,614.41, and expenditure was £41,833.96. As a result surplus for the year was £112,780.45, the charity's net assets and net current assets were also finished the year at £112,780.45

Reserves policy

The trustees have determined that the charity should aim to hold unrestricted cash of no less than £21,000 (which equates to about 3 months' of unrestricted expenditure) so that the charity could continue to operate should income and / or expenditure vary adversely. At the year end, the charity held unrestricted cash of £108,039.59 and the charity is complying with its reserves policy.

Key risks and uncertainties

The charity is exposed to various risks - be they operational, financial or reputational. The trustees review the charity's activities regularly to identify significant risks and, where possible, they take appropriate measures to mitigate those risks.

Responsibilities of trustees under charity law

The trustees are responsible for preparing the trustees' annual report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

King's Church Leicester

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FOR THE YEAR ENDED 31st AUGUST 2022

Charity law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity as at the balance sheet date and of its incoming resources and application of resources, including income and expenditure, for the financial year. In preparing these financial statements, the trustees are required to:

1. select suitable accounting policies and apply them consistently;
2. observe the methods and principles in the Charities SORP;
3. make judgements and estimates that are reasonable and prudent;
4. state whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
5. prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011 and the Charity (Accounts and Reports) Regulations 2008. They 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.

Approval

This report was approved by the trustees and signed on their behalf by:



Hugh Potter

Date: 10/8/23

INDEPENDENT EXAMINER'S REPORT

TO THE TRUSTEES OF

King's Church Leicester
(*'the Charity'*)

I report to the charity trustees on my examination of the accounts of the Charity for the year ended 31 August 2022 on pages 6 to 13 following, which have been prepared on the basis of the accounting policies set out on pages 8 to 10.

Responsibilities and basis of report

As the charity's trustees of the Charitable Incorporated Organisation you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 (*'the Act'*).

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

Independent examiner's statement

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

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 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.

Archie McDowall
Archie McDowall BA, CA
Stewardship
1 Lamb's Passage
London
EC1Y 8AB

Date: 17 August 2023

King's Church Leicester
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31st AUGUST 2022

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021/22 £	Total Funds 2020/21 £
INCOME AND ENDOWMENTS FROM:					
Donations and legacies	3	153,952.25	-	153,952.25	-
Charitable activities	4	647.87	-	647.87	-
Investments	5	14.29	-	14.29	-
Total income and endowments		154,614.41	-	154,614.41	-
EXPENDITURE ON:					
Charitable activities	6	41,833.96	-	41,833.96	-
Other		-	-	-	-
Total expenditure		41,833.96	-	41,833.96	-
Net income/(expenditure)		112,780.45	-	112,780.45	-
Transfers between funds	14	-	-	-	-
		112,780.45	-	112,780.45	-
Other recognised gains/(losses):					
Gains/(losses) on revaluation of fixed assets		-	-	-	-
Other gains/(losses)		-	-	-	-
Net movement in funds		112,780.45	-	112,780.45	-
Reconciliation of funds:					
Total funds brought forward		-	-	-	-
Total funds carried forward	14	112,780.45	-	112,780.45	-

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing operations.

The notes on pages 8-13 form part of these accounts.

King's Church Leicester

BALANCE SHEET

FOR THE YEAR ENDED 31st AUGUST 2022

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2021/22 £	Total Funds 2020/21 £
FIXED ASSETS					
Tangible assets	8	-	-	-	-
		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
CURRENT ASSETS					
Debtors	9	8,554.74	-	8,554.74	-
Cash at bank and in hand	10	108,658.96	-	108,658.96	-
		<u>117,213.70</u>	<u>-</u>	<u>117,213.70</u>	<u>-</u>
CREDITORS: Amounts falling due within one year	11	(4,433.25)	-	(4,433.25)	-
		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>
Net current assets / (liabilities)		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>
Total assets less current liabilities		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>
CREDITORS: Amounts falling due after more than one year	12	-	-	-	-
		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>
Net assets / (liabilities) excluding pension asset / (liability)		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>
TOTAL NET ASSETS		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>
FUND BALANCES	14				
Unrestricted Funds					
General funds		112,780.45	-	112,780.45	-
Designated funds		-	-	-	-
Pension reserve		-	-	-	-
Revaluation reserve		-	-	-	-
		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>
Restricted Funds		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		<u>112,780.45</u>	<u>-</u>	<u>112,780.45</u>	<u>-</u>

The financial statements were approved by the Board of Trustees and were signed on its behalf by:



Hugh Potter

Date: 10/8/23

Charity number: 1195653

The notes on pages 8-13 form part of these accounts.

King's Church Leicester
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st AUGUST 2022

1 Statutory Information

The charity is a charitable incorporated organisation registered with the Charity Commission in England & Wales. The charity's registered number and principal address can be found on the Charity Information page.

2 Accounting Policies

These financial statements are prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain assets, which are measured at fair value through the Statement of Financial Activities.

These financial statements have been prepared in accordance with the "Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) ("the Charities SORP"), with the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland ("FRS 102") and with the Charities Act 2011. The charity meets the definition of a public benefit entity as set out in FRS 102.

The Charities (Accounts and Reports) Regulations 2008 (the '2008 Regulations') requires charities to prepare their accounts in accordance with 'Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005' but this accounting standard has since been withdrawn and has been replaced by the Charities SORP mentioned in the preceding paragraph. The charity has prepared these financial statements in accordance with the new Charities SORP; this departure from the 2008 Regulations is believed to be necessary for these financial statements to give a 'true and fair view'.

The principles adopted in the preparation of the financial statements are set out below.

a) Going concern

The trustees have assessed whether the use of the going concern basis is appropriate and have considered possible events or conditions that might cast significant doubt on the ability of the charity to continue as a going concern. The trustees have made this assessment for a period of at least one year from the date of approval of the financial statements. In particular the trustees have considered the charity's forecasts and projections and the possible implications should projected income and / or expenditure vary unexpectedly. The trustees have concluded that there is a reasonable expectation that the charity has adequate resources to continue to operate for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b) Income

Income including investment income is recognised in the period in which the charity becomes entitled to receipt, the amount receivable can be measured with reasonable certainty, and receipt is probable. For the most part, income is generally recognised when it is received. Income is only deferred when the charity has to fulfil conditions before becoming entitled to it or where the donor has specified that the income is to be expended in a future period.

Income from donations and legacies includes:

- i) Recoverable gift aid. This is recognised when the related donation is received. Gift aid that has not been recovered by the balance sheet date is included as a debtor.
- ii) Donated facilities, services and goods. Goods donated for distribution to beneficiaries are recognised as income when receivable at fair value (being an estimate of the amount it would cost to purchase those items). Facilities, services and goods donated for the charity's own use are recognised as income when receivable at their value to the charity.

The charity relies on volunteers to carry out many of its activities. However, in accordance with the SORP, the value of these services has not been included in these financial statements as they cannot be reliably measured.

When donated goods, services and facilities are distributed or consumed, an expense in respect of those items is included in the Statement of Financial Activities. At the year end any goods that have not been distributed or consumed are recognised as stock; donated fixed assets are capitalised.

c) Expenditure

Expenditure, including irrecoverable VAT, is recognised when it is incurred or, if earlier, when a legal or constructive obligation for a payment arises provided that it is probable that settlement will be required and the amount of the obligation can be measured reliably.

King's Church Leicester

NOTES TO THE ACCOUNTS

FOR THE YEAR ENDED 31st AUGUST 2022

The charity makes grants to other institutions and individuals to further its charitable objectives. Grants payable are recognised as constructive obligations arise, which is generally when the charity expresses a commitment to the recipient that can be measured reliably and then only to the extent that any conditions associated with the grant are outside of the control of the charity.

The cost of raising funds is not significant and has not been separately disclosed.

Governance costs, which are included in expenditure on charitable activities but are identified separately in the notes to the accounts, includes costs associated with the independent examination of the financial statements, compliance with constitutional and statutory requirements and any other expenditure incurred on the strategic management of the charity.

d) Fund accounting

General funds are unrestricted funds which are available for use at the discretion of the trustees in furtherance of the general objectives of the charity. Designated funds comprise unrestricted funds that have been set aside by the trustees for particular purposes. Restricted funds are donations which are to be used in accordance with specific restrictions imposed by donors; they include donations received from appeals for specific activities or projects. Endowment funds are donations that are retained as capital in accordance with the donor's wishes. The nature of the restriction determines whether the endowments represent permanent endowments or expendable endowments.

e) Tangible fixed assets

Items purchased or donated for the charity's own use are capitalised when the cost of purchased items, or the fair value of donated items, is more than £1,000 and the item is expected to benefit the charity over more than one accounting period. Depreciation is charged on a straight line basis so as to write down the value of each asset to its estimated residual value (if any) over its expected useful economic life. To achieve this objective the following rates of depreciation are charged:

Freehold land	Is not depreciated (because it is not consumed by use)
Freehold buildings	Over 50 years after taking account of the building's residual value
Leasehold improvements	Over the lease term or, if shorter, expected useful life
Equipment	Over 3 to 7 years

The carrying values of tangible fixed assets are reviewed for impairment in periods when events or changes in circumstances indicate that the carrying value may not be recoverable.

f) Investments

Fixed asset investments are held to generate income and / or for their investment potential. Current asset investments are investments that are held specifically for sale or are investments that the charity expects to sell by the next balance sheet date. Investments, other than social investments (see below), are valued as follows:

- i) Investment property and listed investments are valued at their market value (fair value) at the balance sheet date.
- ii) Unlisted investments are measured at cost less impairment where it becomes apparent that the amount that could be realised is less than cost.

Social investments are investments where the primary motive is to further the charity's objects, not to generate an investment return. Social investments comprise :

- i) concessionary loans. These are initially recognised as the amount paid and thereafter the carrying value at every balance sheet date is adjusted for repayments, interest charges and provisions for impairment if the amount owed may not be fully recoverable.
- ii) an investment in property that is let rent-free. These investment properties are valued at every balance sheet date at fair value or, where this cannot be reliably ascertained, at cost less impairment.

Mixed motive investments are investments that are held both to generate a financial return and to contribute to the furtherance of the charity's objects.

Impairment losses and losses arising on the disposal of social investments are included in the Statement of Financial Activities under the heading 'Expenditure on charitable activities'. Gains arising on the disposal of social investments are included in the Statement of Financial Activities under the heading 'Other income'. All other gains and losses on investment assets are included in the Statement of Financial Activities under the heading 'Net gains / (losses) on investments'.

King's Church Leicester
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st AUGUST 2022

j) Pension scheme arrangements

The charity operates defined contribution pension schemes for its employees. Obligations for contributions to these schemes are recognised as an expense when the liability arises. The assets of these schemes are held separately from those of the charity in independently administered funds.

k) Taxation

The charity has taken advantage of the various reliefs from taxation available to charities and no tax is payable on the charity's income.

l) Financial instruments

The charity's financial assets and financial liabilities all qualify as basic financial instruments, as defined by FRS102. Except for loans, creditors and debtors are measured at their expected settlement value (normally the amount of cash that the charity expects to pay or receive). The charity recognises liabilities for the principal of those loans that remains outstanding at the year end (i.e. the liabilities exclude any interest chargeable on the loans in future years).

m) Foreign currency translation

These financial statements are presented in sterling, which is the charity's functional currency.

- i) Income and expenditure denominated in a foreign currency is translated into sterling at the exchange rate prevailing on the date of the transaction.
- ii) Monetary assets and liabilities denominated in a foreign currency are re-translated at the exchange rate prevailing at the balance sheet date.
- iii) Non-monetary assets are measured at historic cost at the rate of exchange prevailing on the date of the transaction and are not subsequently re-translated.

All differences arising from the application of the above policy are charged (or credited) to the Statement of Financial Activities.

n) Exemption from preparing a cashflow statement

The charity has taken advantage of an exemption conferred by the Charities SORP and has not prepared a cash flow statement.

o) Critical accounting estimates and areas of judgement

The trustees do not consider that there are any material sources of estimation or uncertainty at the balance sheet date that could result in a material adjustment to the carrying values of assets and liabilities in the next reporting period.

3 Donations and legacies

	2021/22
	£
Donations of cash and similar	29304.00
Other grants receivable	118000.00
Income tax recoverable	6648.25
	<u>153952.25</u>

4 Income from charitable activities

	2021/22
	£
Newday Ticket Income	260.00
Other Income	387.87
	<u>647.87</u>

5 Investment income

	2021/22
	£
Bank interest	14.29
	<u>14.29</u>

6 Charitable expenditure

	2021/22
	£
a Costs incurred directly on specific activities	
Salaries	23753.81
Discipleship	99.66

King's Church Leicester
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st AUGUST 2022

Sunday Mornings	385.74
Kids & Youth	2006.88
Worship	72.08
Evangelism	1338.46
Pastoral	295.45
Leadership	401.55
Catalyst Events	772.57
Grants payable (note 8c)	2896.40
	<u>32022.60</u>

b Costs incurred on support & administration

Governance costs	1100.00
Independent examiner's fee	0.00
Administration	284.28
Legal & Professional	129.00
Premises	8055.50
Computer Expenses	189.58
Bank Charges	53.00
Depreciation	0.00
	<u>8711.36</u>
Total expenditure	<u>41833.96</u>

The fee payable to the independent examiner for examining the accounts was £1,100; in addition the charity paid £129 to Stewardship for consultancy services.

c Grants payable

	Institutions	Individuals	2021/22
	£	£	£
Grants for UK and overseas mission	1880.00	800.00	2,680.00
Grants for the relief of poverty	-	216.40	216.40
	<u>1,880.00</u>	<u>1016.40</u>	<u>2,896.40</u>

The charity's principal grants to institutions comprised:

	2021/22
	£
Home for Good	80.00
Mosaic Foodbank	0.00
Catalyst Network of Churches	1200.00
King's Arms Bedford	600.00
	<u>1880.00</u>

7 Analysis of staff costs, the cost of key management personnel and trustee remuneration

	2021/22
	£
Gross wages and salaries	22376.25
Social security	0.00
Pension costs	1367.81
Other employment benefits	9.75
	<u>23753.81</u>

The average monthly number of employees during the year was 2. Most of the charity's activities are carried out by volunteers.

No staff received salaries at a rate of more than £60,000 per annum.

The charity's key management comprise the trustees and the key staff named on the Charity Information page. Total employment benefits payable to key management for the year were as follows:

King's Church Leicester
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31st AUGUST 2022

	2021/22 £
Deferred income	0.00
Loans	0.00
Finance lease liabilities	0.00
Grant obligations	0.00
	<u>0.00</u>

13 Pension commitments

During the year employer's pension contributions totalling £1367.81 (2020/21: £0) were payable to defined contribution personal pension schemes.

14 Funds

During the year the movements in the charity's funds were as follows:

	Opening balance 2021/22 £	Incoming resources 2021/22 £	Outgoing resources 2021/22 £	Transfers in the year 2021/22 £	Gains and losses 2021/22 £	Closing balance 2021/22 £
<i>Designated Funds</i>	-	-	-	-	-	-
<i>General Unrestricted Funds</i>	-	154,614.41	(41,833.96)	-	-	112,780.45
Total Unrestricted Funds	-	154,614.41	(41,833.96)	-	-	112,780.45
<i>Restricted Funds</i>	-	-	-	-	-	-
Aggregate of funds	-	154,614.41	(41,833.96)	-	-	112,780.45

Analysis of net assets by fund

The assets and liabilities of the various funds were as follows:

	<u>Unrestricted Funds</u>			
	General funds £	Designated funds £	Restricted funds £	2021/22 £
Tangible fixed assets	-	-	-	-
Debtors	8,554.74	-	-	8,554.74
Cash at bank and in hand	108,658.96	-	-	108,658.96
Creditors falling due within one year	(4,433.25)	-	-	(4,433.25)
Creditors falling due after one year	-	-	-	-
	<u>112,780.45</u>	<u>-</u>	<u>-</u>	<u>112,780.45</u>

15 Transactions with related parties

During the year the charity:

received donations totalling £6,810 from related parties (which includes trustees, any other members of key management and anyone closely connected to them).