

REGISTERED CHARITY NUMBER: 1161926

TRUSTEES' REPORT AND
CONSOLIDATED
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2019
FOR

FREEDOM CHURCH HEREFORD CIO
(Incorporating Wildfire (Hereford) Limited)



FREEDOM
CHURCH HEREFORD CIO

FREEDOM CHURCH HEREFORD CIO

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FOR THE YEAR ENDED 31 MARCH 2019

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FREEDOM CHURCH HEREFORD CIO
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

The trustees present their report with the financial statements of the charity for the year ended 31 March 2019. The trustees have adopted the provisions of 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).

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives (or aims) of Freedom Church Hereford CIO (Freedom Church) are summarised as:

1. The advancement of the Christian religion mainly, but not exclusively by means of: broadcasting Christian messages of an evangelistic and teaching nature; by holding meetings; and by producing or distributing literature on Christianity.
2. The prevention or relief of poverty or financial hardship anywhere in the world by providing or assisting through all the necessary support to help individuals be self-sufficient.
3. To advance in life and help young people through activities, training and support.
4. The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.

Our mission statement as a church, which captures the essence of these aims, is 'connecting anyone, anywhere to a life-changing relationship with Jesus'. This mission statement also demonstrates that Freedom Church seeks to benefit as wide a catchment or variety of people as possible, including:

1. People living near our church locations in different cities in the UK.
2. People unable to access our church locations, but who can connect with us digitally.
3. People living overseas, including people living in circumstances of hardship, through our international partnerships.
4. People who subscribe to the Christian faith as well as those who do not.

We have focused on the pursuit of our objectives and this mission statement through the following key areas of activity:

1. Growing our existing locations - increasing the health, strength and size of our geographic locations.
2. Planting new locations - increasing the number of church communities we have around the UK.
3. Building a digital church - fulfilling our objectives through the use of digital technologies to reach a growing audience of people in the UK and internationally.
4. Inspiring people to impact their communities - encouraging people who are part of Freedom Church to positively contribute to their local communities.

FREEDOM CHURCH HEREFORD CIO
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

OBJECTIVES AND ACTIVITIES

Public benefit

Core to our approach as a CIO is the objective of generating a public benefit. We continue to do this in all of the areas of our activity, including:

By growing our existing locations we have generated public benefit by increasing access to a thriving supportive and accessible church community. Our churches serve people of all ages and perspectives, from caring for children and young people, to helping adults of all backgrounds grow in their faith and connect into community, from the isolated or vulnerable, to single-parent families, married couples and older people. People attending our locations are able to find free access to services and support including:

- * Community - reducing isolation, loneliness and vulnerability.
- * Personal pastoral input and support, including marriage counselling.
- * Age appropriate child-care facilities to give parents time to grow their connections with community and their faith, and to help children socialise in a safe and fun environment.

Through planting new locations we have further extended our work to a greater and more diverse catchment of people, as we have received positive reports throughout the year regarding the inspiration, encouragement and care people have accessed through our services. Many identify themselves to have taken positive and rewarding 'next steps' in their Christian faith and connection to community as a result of the work of Freedom Church.

As we continue building a digital church, we focus our attention on developing a prayer app to help harness the social focus of app technology combined with growing a personal prayer life. This has taken the form of praying at a global, local and personal level. There has been particular public benefit to those who have found themselves in unexpected circumstances or feel isolated for a variety of reasons.

The trustees confirm that they have complied with the requirements of section 4 of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission for England and Wales.

FREEDOM CHURCH HEREFORD CIO
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

ACHIEVEMENT AND PERFORMANCE

Freedom Church has six UK locations and a further nine network churches around the world.

Our significant activities and achievements include:

1. Growing existing locations

It remains a primary priority for us to strengthen and grow our existing locations around the UK and (through partnership) beyond. We track our success in this through a mix of numerical measures, such as attendance and response at events, and feedback around the qualitative impact of our activities. This year we have continued our focus on growing the health and sustainability of our locations, investing in leadership development, as well as making our campus finances resilient and building campus reserves. This follows a significant season of expansion and the successful completion of our plan to plant ten churches in four years.

2. Planting new locations

Having completed the four-year vision of 10/04, and then subsequently seeing a plant out of the Siem Reap campus into Battambang, Cambodia, we were able to sustain the plant of another campus into Cape Town, South Africa.

3. Building a digital church

In pursuit of our vision to 'connect anyone, anywhere to a life-changing relationship with Jesus', we have continued to invest in our 'online campus'. This digital community livestreams content from our Hereford church, and connects with people around the world. We track the number of connections on an event by event basis, something made easier by the analytic features of the platforms we use.

Having previously developed Pray First, a 24/7 prayer initiative facilitated by a web-based application, the effectiveness of the initiative was reviewed and the Freedom Global app was launched. This app connects people from our various campuses all over the world.

We continue to undertake work to fulfil our objective of 'broadcasting Christian messages of an evangelistic and teaching nature'. This takes the form on broadcasting on our own website to a global audience, and broadcasting messages on TV through our partnership with TBN.

4. Inspiring people to impact their communities

Core to our faith is the belief that Christianity is far more than a religious meeting on a Sunday. We believe that a relationship with Jesus impacts every part of life, and so we continue to encourage people to live out and pursue their faith in the everyday and their own communities. Making a positive contribution to the communities that we are part of is something we encourage people in, as it is a responsibility of the Christian faith.

Many people who are part of Freedom Church do this in their own way and time, from running free-to-access 'parent and tots' groups to identifying other ways to contribute to building and serving local communities. We have developed groups which exist to support families that foster and adopt. These are open to those who attend Freedom Church and those that do not. Freedom Church wants to support people to create ways to serve, care for and positively contribute to the wider community. This year we have coordinated a response to Cyclone Idai, raising significant finance across the global movement, and supporting a team on the ground who were able to provide water filters to many communities who were without clean water. More local initiatives include supporting the homeless in Worcester and providing Christmas parcels for vulnerable people in Cheltenham and Cardiff. We have continued to provide a significant level of support for the vulnerable through our partner church in Kampala, Uganda, which works to feed,

FREEDOM CHURCH HEREFORD CIO
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

FINANCIAL REVIEW

Principal funding sources

The key sources of funding for Freedom Church Hereford CIO include:

- Donations
- Partnership
- Trading income

Donations

A significant proportion of the CIO's income is received as donations from the church's membership. We also benefit from the Gift Aid claimed on these donations.

Partnership

The readjustment following the mutual ending of our relationship with NewSpring Church has been completed. This required a transformation of our budgets, and extensive work. Although we have had to make some staffing alterations, this has not led to a reduction in the scale and reach of the CIO in pursuing its objectives. The CIO has maintained working cashflow throughout without any additional short term finance. Giving across Freedom Church has continued to increase, and spending is carefully managed.

Trading income

Following the advice of our accountants, Freedom Church continues to run a trading subsidiary for all of its non-donation, income generating activities. This came about as the CIO owns and rents property that can be rented or leased to others. It is important to us that we steward our resources well, and these trading activities continue to provide a valuable source of income. As a wholly-owned trading subsidiary, Wildfire (Hereford) Limited will continue to donate all of its profits to Freedom Church Hereford.

Other information relating to financial review

A large proportion of the assets of Freedom Church Hereford CIO are property and equipment, rather than liquid assets. Of the sources of funding listed above, we are heavily dependent on income from donations. With continued investment into growing our existing locations, buildings, outreach and staff, as well as planting new locations (investment in facilities rent and equipment), we have seen pressure on our cash flow, and significant effort has continued to be expended in managing this, notably careful tracking of cash flow through budgetary control, careful selection of projects to undertake and close attention to spending to ensure good stewardship of resources. At the end of this financial year, we are confident that we have now completed this process and have been able to ring fence campus finances, and we expect the imminent sale of an industrial unit to bolster our reserves and provide capital for future expansion.

This has been a relatively stable year, as demonstrated by the fact that the 2018-19 and 2017-18 figures in our statement of financial activities are very similar. A modest increase in gifts, a reduction in salaries and reduction in other expenditure has mitigated the loss of donations from NewSpring Church. Although the expenditure figure for our locations department is a very tidy £110,000, this is coincidental and represents the sum of many other figures. International expenditure increased significantly in the 2018-19 financial year, and this was due to the launch of Freedom Church Cape Town. The majority of this expenditure was funded by restricted gifts.

Perhaps unsurprisingly, it has been challenging to carry out our previously stated objective of building cash reserves during the period of transition following the end of our partnership with NewSpring Church, but the imminent sale of an industrial unit at The Forge site in Hereford (completion due in April 2019) will provide a significant proportion of our initial goal, that being a sum equal to one month of usual expenditure. The trustees will continue to review the reserves in line with our reserves policy, adopted in March 2018.

FUTURE PLANS

The CIO remains focused on pursuing the activities in the four key areas listed in our 'Achievements and Performance' for the future period.

FREEDOM CHURCH HEREFORD CIO
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Freedom Church Hereford Charitable Incorporated Organisation (CIO) is the registered vehicle for the movement of churches known as Freedom Church. On 1 July 2015, Freedom Church transferred its operations from the Freedom Church Hereford Charitable Trust (1008459) to the Freedom Church Hereford CIO (1161926). The CIO has in place a Foundation Model Constitution. This is the fourth annual report of the CIO. Trustees of Freedom Church Hereford CIO are recruited and appointed from within the organisation's membership.

The Board of Trustees are focused on ensuring that Freedom Church meets its aims in an appropriate, legal and accountable manner, and to this end the Trustees provide governance oversight to the church's Directional Leadership Team (DLT) and Directors, who in turn work with leaders across our locations and departments to achieve the objectives.

A large number of the decisions relating to the CIO are made by the DLT and Directors, but subject to the accountability, approval and oversight of the Board of Trustees. The Board of Trustees make all decisions relating to remuneration of our staff team and other key areas

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.

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.

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.

Disclosure of information to auditor

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

Reappointment of auditor

In accordance with section 485 of the Companies Act 2006, a resolution for the re-appointment of R J Francis & Co Limited as auditors of the charity is to be proposed at the forthcoming Annual General Meeting.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

1161926

Principal address

The Forge

161 Holme Lacy Road

Hereford

Herefordshire

HR2 6DG

FREEDOM CHURCH HEREFORD CIO
TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2019

REFERENCE AND ADMINISTRATIVE DETAILS

Trustees

Mr A J M Rattenbury
Mr A J Churcher (resigned 30.3.19)
Mrs M A Cooke
Mr R Sallis (appointed 1.11.18)
Mr J S Dyson

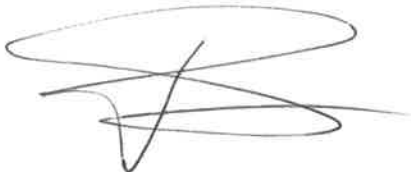
Auditors

R J Francis & Co Limited
Marshall Business Centre
Faraday Road
Hereford
Herefordshire
HR4 9NS

Senior Management Team

Mr Gary Snowzell, Senior Pastor
Mrs Heather Snowzell, Senior Pastor
Mr Kris Coppock, Executive Pastor
Mr David Thomas, Locations Pastor
Mr Joshua Snowzell, Pastor

Approved by order of the board of trustees on 27th July 2020 and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'J S Dyson', written over a faint circular stamp or watermark.

Mr J S Dyson - Trustee

FREEDOM CHURCH HEREFORD CIO

STATEMENT OF TRUSTEES RESPONSIBILITIES
FOR THE YEAR ENDED 31 MARCH 2019

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).

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed 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 of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- * select suitable accounting policies and then apply them consistently;
- * observe the methods and principles in the Charity SORP;
- * make judgements and estimates that are reasonable and prudent;
- * state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- * prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity 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 to 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 trust deed. 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.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
FREEDOM CHURCH HEREFORD CIO

Opinion

We have audited the financial statements of Freedom Church Hereford CIO (the 'charity') for the year ended 31 March 2019 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- * give a true and fair view of the state of the charity's affairs as at 31 March 2019 and of its incoming resources and application of resources for the year then ended;
- * have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- * have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- * the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- * the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- * the information given in the Trustees' Report is inconsistent in any material respect with the financial statements ; or
- * sufficient accounting records have not been kept; or
- * the financial statements are not in agreement with the accounting records and returns; or
- * we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the Statement of Trustees Responsibilities, the trustees are responsible for the preparation of the financial statements which give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charity or to cease operations, or have no realistic alternative but to do so.

REPORT OF THE INDEPENDENT AUDITORS TO THE TRUSTEES OF
FREEDOM CHURCH HEREFORD CIO

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charity's trustees, as a body, in accordance with Section 144 of the Charities Act 2011 and regulations made under Section 154 of that Act. Our audit work has been undertaken so that we might state to the charity's trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Eligible to act as an auditor in terms of Section 1212 of the Companies Act 2006



R J Francis & Co Limited
Franklin House
Commercial Road
Hereford
Herefordshire
HR1 2AZ

Date: 27th July 2020

FREEDOM CHURCH HEREFORD CIO
CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019

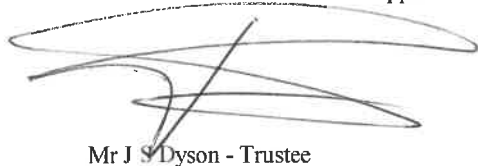
		Unrestricted fund	Restricted fund	31.3.19 Total funds	31.3.18 Total funds
	Notes	£	£	£	£
INCOME AND ENDOWMENTS FROM					
Donations and legacies	3	751,025	67,722	818,747	922,456
Charitable activities	6				
Academy		53,345	-	53,345	59,373
Facilities		66,238	-	66,238	55,516
Other trading activities	4	139,373	-	139,373	148,004
Investment income	5	232	-	232	508
Other income		14,675	-	14,675	8,288
Total		1,024,888	67,722	1,092,610	1,194,145
EXPENDITURE ON					
Raising funds	7	1,533	-	1,533	1,302
Charitable activities	8				
Media		34,353	-	34,353	52,191
International Support		-	-	-	-
Academy		49,933	-	49,933	53,762
Worship		5,871	-	5,871	15,184
Heroes		6,356	29,674	36,030	32,189
Events		43,345	-	43,345	52,875
Guest Services		12,931	-	12,931	14,060
Business		-	-	-	309
Facilities		460,937	-	460,937	463,927
Directional Leadership Team		162,054	-	162,054	166,831
Finance		63,976	-	63,976	81,710
Human Resources		1,617	-	1,617	4,342
International		3,933	40,679	44,612	27,663
IT		36,414	-	36,414	21,080
Kids		20,799	-	20,799	34,543
Location(s)		110,000	-	110,000	98,495
Next steps		7,237	-	7,237	6,851
Office		2,074	-	2,074	2,091
Production		33,267	-	33,267	54,540
Zeal		11,342	-	11,342	10,301
Other		7,390	-	7,390	55,885
Total		1,075,362	70,353	1,145,715	1,250,131
Net gains/(losses) on investments	-	326	-	326	
NET INCOME/(EXPENDITURE)	-	50,800	- 2,631	53,431	55,986
RECONCILIATION OF FUNDS					
Total funds brought forward	-	31,859	1,118,662	1,075,549	1,131,535
TOTAL FUNDS CARRIED FORWARD	-	82,659	1,116,031	1,022,118	1,075,549

The notes form part of these financial statements

FREEDOM CHURCH HEREFORD CIO
CONSOLIDATED BALANCE SHEET
AT 31 MARCH 2019

	Notes	Unrestricted fund £	Restricted fund £	31.3.19 Total funds £	31.3.18 Total funds £
FIXED ASSETS					
Tangible assets	13	339,812	1,114,327	1,454,139	1,560,552
Investments	14	100,146	-	100,146	100,472
		<u>439,958</u>	<u>1,114,327</u>	<u>1,554,285</u>	<u>1,661,024</u>
CURRENT ASSETS					
Debtors	15	140,151	4,058	144,209	121,900
Cash at bank and in hand		77,978	-	77,978	82,355
		<u>218,129</u>	<u>4,058</u>	<u>222,187</u>	<u>204,255</u>
CREDITORS					
Amount falling due within one year	16	- 186,289 -	2,354 -	188,643 -	183,180
		<u>31,840</u>	<u>1,704</u>	<u>33,544</u>	<u>21,075</u>
TOTAL ASSETS LESS CURRENT LIABILITIES					
		471,798	1,116,031	1,587,829	1,682,099
CREDITORS					
Amount falling due after more than one year.	17	- 565,711	- -	565,711 -	606,550
NET ASSETS/(LIABILITIES)					
		- 93,913	1,116,031	1,022,118	1,075,549
FUNDS					
Unrestricted funds	19			- 93,913 -	43,113
Restricted funds				1,116,031	1,118,662
				<u>1,022,118</u>	<u>1,075,549</u>

The financial statements were approved by the Board of Trustees on 27th July 2020 and were signed on its behalf by:



Mr J S Dyson - Trustee

FREEDOM CHURCH HEREFORD CIO

CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2019

	Notes	31.03.19 £	31.03.18 £
Cash flows from operating activities:			
Cash generated from operations	1	80,114	56,778
Interest paid		- 20,265	- 19,148
Net cash provided by (used in) operating activities		59,849	37,630
Cash flows from investing activities:			
Purchase of tangible assets		- 25,775	- 80,204
Purchase of fixed asset investments		-	- 572
Sale of tangible fixed assets		-	303
Interest received		32	4
Net cash provided by (used in) investing activities		- 25,743	- 80,469
Cash flows from financing activities:			
New Loans in year		-	111,650
Loan repayments in year		- 40,839	- 40,891
Net cash provided by (used in) financing activities		- 40,839	70,759
Change in cash and cash equivalents in the reporting period		- 6,733	27,920
Cash and cash equivalents at the beginning of the reporting period		53,835	25,915
Cash and cash equivalents at the end of the reporting period		47,102	53,835

The notes form part of these financial statements

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 MARCH 2019

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES

	31.03.19		31.03.18
	£		£
Net income/(expenditure) for the reporting period (as per statement of financial activities)	- 53,431	-	15,785
Adjustments for:			
Depreciation charges	132,186		125,482
Losses on investment	326		-
Loss/(profit) on disposal of fixed assets	-		1,472
Interest received	- 32	-	4
Interest paid	20,265		19,148
Cash and cash equivalents	103		2,471
Increase in debtors	- 22,384	-	15,682
(Decrease)/increase in creditors	3,182	-	57,852
Difference between pension charge and cash contributions	- 101	-	2,472
	<hr/>		
Net cash provided by (used in) operating activities	80,114		56,778
	<hr/> <hr/>		

2. ANALYSIS OF CASH AND CASH EQUIVALENTS

	31.03.19	31.03.18
	£	£
Cash in hand	48,115	34,086
Notice deposits (less than 3 months)	1,342	19,749
Overdrafts included in bank loans and overdrafts falling due within one ye	-2,355	
	<hr/>	
	47,102	53,835
	<hr/> <hr/>	

FREEDOM CHURCH (HEREFORD) CIO
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

1. CHARITY STATUS

The charity is a Charitable Incorporated Organisation.

2. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

Freedom Church Hereford CIO meets the definition of a public 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.

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.

Income

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

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Raising funds

Raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes and includes costs of all fundraising activities, events and non-charitable trading.

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.

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees' meetings and reimbursed expenses.

FREEDOM CHURCH HEREFORD CIO
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

2. ACCOUNTING POLICIES - continued

Tangible fixed assets - capitalisation

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Improvements to property	-33% on cost
Fixtures and fittings	-20% on reducing balance
Motor vehicles	-25% on reducing balance
Computer/PA equipment	-33% on cost

Individual fixed assets costing £500.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses. In previous years, the charity's policy has been to capitalise fixed assets costing £250.00 or more; it was deemed more manageable and reasonable to increase this to £500.00 from 2019 onwards.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Fund structure

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charity operates a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

FREEDOM CHURCH (HEREFORD) CIO
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

2. ACCOUNTING POLICIES - continued

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.

Trade creditors

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the charity does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

Trade creditors are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

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.

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.

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.

FREEDOM CHURCH HEREFORD CIO
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

2. ACCOUNTING POLICIES - continued

Trade debtors

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.

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

(a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.

(b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.

(c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).

(d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.

(e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.

(f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

FREEDOM CHURCH HEREFORD CIO
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

2. ACCOUNTING POLICIES - continued

Trade debtors

Derivative financial instruments

The Charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designed and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

3. DONATIONS AND LEGACIES

	31.03.19	31.03.18
	£	£
Gifts	718,016	677,244
Insurance claims	-	2,000
Gift Aid	100,731	101,250
NewSpring	-	141,962
	<u>818,747</u>	<u>922,456</u>

4. OTHER TRADING ACTIVITIES

	31.03.19	31.03.18
	£	£
Resources sales	449	
Café income	9,995	7,121
Media production	3,562	4,863
Events & conferencing	125,367	136,020
	<u>139,373</u>	<u>148,004</u>

5. INVESTMENT INCOME

	31.03.19	31.03.18
	£	£
Rents received	200	504
Deposit account interest	29	4
Interest receivable-trading	3	
	<u>232</u>	<u>508</u>

FREEDOM CHURCH HEREFORD CIO

NOTES FOR THE FINANCIAL STATEMENTS -CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

6 INCOME FROM CHARITABLE ACTIVITIES

		31.03.19	31.03.18
	Activity	£	£
Academy income	Academy	53,345	59,373
Academy rental income	Facilities	66,238	55,516
		<u>119,583</u>	<u>114,889</u>

7 RAISING FUNDS

Other trading activities

	31.03.19	31.03.18
	£	£
Purchases	<u>1,533</u>	<u>1,302</u>

8 CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (see note 9)	Totals
	£	£	£
Media	32,283	2,070	34,353
Academy	49,299	634	49,933
Worship	4,845	1,026	5,871
Heroes	30,183	5,847	36,030
Events	40,124	3,221	43,345
Guest Services	12,897	34	12,931
Business	-	-	-
Facilities	455,865	5,072	460,937
Directional Leadership Team	161,729	325	162,054
Finance	58,506	5,470	63,976
Human Resources	592	1,025	1,617
International	43,869	743	44,612
IT	26,159	10,255	36,414
Kids	20,752	47	20,799
Location(s)	109,249	751	110,000
Next steps	6,720	517	7,237
Office	2,074	-	2,074
Production	32,466	801	33,267
Zeal	11,275	67	11,342
	<u>1,098,887</u>	<u>37,905</u>	<u>1,136,792</u>

FREEDOM CHURCH HEREFORD CIO
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

9. SUPPORT COSTS

	Finance	Information technology	Governance costs	Totals
	£	£	£	£
Media	4	2,066	-	2,070
Academy	634	-	-	634
Worship	34	992	-	1,026
Heroes	4,520	1,327	-	5,847
Events	768	1,264	1,189	3,221
Guest Services	34	-	-	34
Facilities	315	492	4,265	5,072
Directional Leadership Team	325	-	-	325
Finance	- 2,404	1,467	6,407	5,470
Human Resources	7	757	261	1,025
International	743	-	-	743
IT	13	10,242	-	10,255
Kids	47	-	-	47
Location(s)	590	161	-	751
Next steps	-	517	-	517
Production	1	800	-	801
Zeal	67	-	-	67
	5,698	20,085	12,122	37,905

10. TRUSTEES' REMUNERATION AND BENEFITS

During the year the charity made the following transactions with trustees:

Mr Andrew James Martyn Rattenbury

Mr Andrew James Martyn Rattenbury received remuneration of £Nil (2018:£Nil) and £Nil (2018: £372) of expenses were reimbursed to Mr Andrew James Martyn Rattenbury during the year.

At the balance sheet date, the amount owed to Mr Andrew James Martyn Rattenbury was £Nil (2018:£Nil)

Mr Andrew Churcher

Mr Andrew Churcher received remuneration of £Nil (2018:£Nil) and £Nil (2018:£344) of expenses were reimbursed to Mr Andrew Churcher during the year.

At the balance sheet date, the amount owed to Mr Andrew Churcher was £Nil (2018:£Nil)

Mrs Megan Alexandra Cooke

Mrs Megan Alexandra Cooke received remuneration of £Nil (2018:£Nil) and £Nil (2018:£Nil) of expenses were reimbursed to Mrs Megan Alexandra Cooke during the year.

At the balance sheet date, the amount owed to Mrs Megan Alexandra Cooke was £Nil (2018:£Nil)

Trustees' expenses

As detailed above

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

11 STAFF COSTS

	31.03.19	31.03.18
	£	£
Wages and salaries	352,171	402,015
Social security costs	18,629	23,611
Other pension costs	6,208	3,521
	<u>377,008</u>	<u>429,147</u>

The average monthly number of employees during the year was as follows:

	31.03.19	31.03.18
Staff	<u>40</u>	<u>40</u>

No employees received emoluments in excess of £60,000

12 COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	880,986	41,470	922,456
Charitable activities			
Academy	59,373	-	59,373
Facilities	55,516	-	55,516
Other trading activities	148,004	-	148,004
Investment income	508	-	508
Other income	8,288	-	8,288
Total	<u>1,152,675</u>	<u>41,470</u>	<u>1,194,145</u>

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

12	COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - continued			
		Unrestricted	Restricted	Total
		fund	fund	funds
		£	£	£
	EXPENDITURE ON			
	Raising funds	1,302	-	1,302
	Charitable activities			
	Media	52,191		52,191
	International Support	-	-	-
	Academy	51,000	2,762	53,762
	Worship	15,184	-	15,184
	Heroes	-	34,242	32,189
	Events	52,875	-	52,875
	Guest services	14,060	-	14,060
	Business	309	-	309
	Facilities	463,927	-	463,927
	Directional Leadership Team	166,831	-	166,831
	Finance	81,579	131	81,710
	Human Resources	4,342	-	4,342
	International	27,663	-	27,663
	IT	21,080	-	21,080
	Kids	34,543	-	34,543
	Location(s)	98,495	-	98,495
	Next Steps	6,851	-	6,851
	Office	2,091	-	2,091
	Production	54,540	-	54,540
	Zeal	10,301	-	10,301
	Other	55,885	-	55,885
		<u>1,212,996</u>	<u>37,135</u>	<u>1,250,131</u>
	NET INCOME/(EXPENDITURE)	-	60,321	4,335 - 55,986
	RECONCILIATION OF FUNDS			
	Total funds brought forward	17,208	1,114,327	1,131,535
	TOTAL FUNDS CARRIED FORWARD	<u>-</u>	<u>43,113</u>	<u>1,118,662</u>
			<u>1,075,549</u>	

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

13 TANGIBLE FIXED ASSETS

	Freehold property £	Improvements to property £	Plant and machinery £
COST			
At 1 April 2018	1,347,238	280,286	2,715
Additions	-	-	-
Disposals	-	-	-
At 31 March 2019	1,347,238	280,286	2,715
DEPRECIATION			
At 1 April 2018	-	157,806	1,242
Charge for year	-	92,495	350
Eliminated on disposal	-	-	-
At 31 March 2019	-	250,301	1,592
NET BOOK VALUE			
At 31 March 2019	1,347,238	29,985	1,123
At 31 March 2018	1,347,238	122,480	1,105

	Fixtures and fittings £	Motor Vehicles £	Computer/PA equipment £	Totals £
COST				
At 1 April 2018	63,502	-	150,258	1,843,999
Additions	4,140	7,564	14,071	25,775
Disposals	-	-	-	-
At 31 March 2019	67,642	7,564	164,329	1,869,774
DEPRECIATION				
At 1 April 2018	25,848	-	98,550	283,446
Charge for year	7,742	1,520	30,082	132,189
Eliminated on disposal	-	-	-	-
At 31 March 2019	33,590	1,520	128,632	415,635
NET BOOK VALUE				
At 31 March 2019	34,052	6,044	35,697	1,454,139
At 31 March 2018	37,654	-	51,708	1,560,552

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

14 FIXED ASSET INVESTMENTS

	Unlisted investments £	Totals £
MARKET VALUE		
At 1 April 2018	100,472	100,472
Revaluations	- 326 -	326
At 31 March 2019	<u>100,146</u>	<u>100,146</u>
NET BOOK VALUE		
At 31 March 2019	<u>100,146</u>	<u>100,146</u>
At 31 March 2018	<u>100,472</u>	<u>100,472</u>

There were no investment assets outside the UK.

15 DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.03.19 £	31.03.18 £
Trade debtors	56,622	39,867
Other debtors	87,587	82,033
	<u>144,209</u>	<u>121,900</u>

16 CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.03.19 £	31.03.18 £
Bank loans and overdrafts (see note 18)	63,459	61,104
Trade creditors	39,627	36,367
Taxation and social security	1,679	1,932
Other creditors	83,878	85,710
	<u>188,643</u>	<u>185,113</u>

17 CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	31.03.19 £	31.03.18 £
Bank loans (see note 18)	565,711	606,550

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

18 LOANS

An analysis of the maturity of loans is given below:

	31.03.19 £	31.03.18 £
Amounts falling due within on year on demand:		
Bank loans	<u>61,104</u>	<u>61,104</u>
Amounts falling between one and two years:		
Bank loans - 1-2 years	<u>55,048</u>	<u>61,104</u>
Amounts falling due between two and five years:		
Bank loans - 2-5 years	<u>510,663</u>	<u>545,446</u>

19 MOVEMENT IN FUNDS

	At 01.04.18 £	Net movement in funds	At 31.03.19 £
Unrestricted funds			
General fund	- 43,113 -	50,800 -	93,913
Restricted funds			
Restricted	1,118,662 -	2,631	1,116,031
TOTAL FUNDS	<u>1,075,549 -</u>	<u>53,431</u>	<u>1,022,118</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses	Movement in funds £
Unrestricted funds				
General fund	1,024,888 -	1,075,362 -	326 -	50,800
Restricted funds				
Restricted	67,722 -	70,353	-	2,631
TOTAL FUNDS	<u>1,092,610 -</u>	<u>1,145,715 -</u>	<u>326 -</u>	<u>53,431</u>

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE FINANCIAL STATEMENT - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

19 MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 01.04.17 £	Net movement in funds £	At 31.03.18 £
Unrestricted funds			
General fund	- 13,695	- 29,418	43,113
Restricted funds			
Restricted	1,145,231	- 26,569	1,118,662
TOTAL FUNDS	1,131,536	- 55,987	1,075,549

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,152,675	- 1,212,995	60,320
Restricted funds			
Restricted	41,470	- 37,135	4,335
TOTAL FUNDS	1,194,145	- 1,250,130	55,985

20 OTHER FINANCIAL COMMITMENTS

At the Balance Sheet date, there were no capital commitments that Freedom Church had entered into for the future year.

All commitments from the prior year (totalling £14,529) have been fulfilled.

FREEDOM CHURCH HEREFORD CIO
NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

19 RELATED PARTY DISCLOSURES

During the year the charity made the following party transactions:

Josh Cooke

Husband of trustee, Megan Cooke

Josh Cooke was paid expenses of £3,168 (2018: £2,354) during the financial year. At the balance sheet date, the amount owed to Josh Cooke was £454 (2018: £299)

Emily Rattenbury

Wife of trustee, Andrew Rattenbury

Emily Rattenbury was paid expenses of £547 (2018: £1,671) during the financial year. At the balance sheet date the amount owed to Emily Rattenbury was £Nil (2018: £Nil)

Dave Thomas

Key Management personnel

Dave Thomas was paid expenses of £953 (2018: £1,200) during the financial year. At the balance sheet date the amount owed to Dave Thomas was £Nil (2018: £Nil)

Gary Snowzell

Key Management personnel - Senior pastor

Gary Snowzell was paid expenses of £70 (2018: £763) during the financial year. At the balance sheet date, the amount owed to Gary Snowzell was £Nil (2018: £Nil)

Heather Snowzell

Key Leadership Personnel - Senior Pastor

Heather Snowzell was paid expenses of £50 (2018: £487) during the financial year. At the balance sheet date, the amount owed to Heather Snowzell was £Nil (2018: £Nil)

Joshua Snowzell

Key Leadership Personnel

Joshua Snowzell was paid expenses of £4,527 (2018: £453) during the financial year. At the balance sheet date, the amount owed to Joshua Snowzell was £Nil (2018: £36)

Christopher Cooke

Father - in - law of trustee, Megan Cooke

Christopher Cooke was paid expenses of £2,224 (2018: £Nil) during the financial year. At the balance sheet date the amount owed to Christopher Cooke was £736 (2018: £Nil).

Kris Coppock

Key Leadership Personnel - Executive Pastor

Kris Coppock was paid expenses of £4,415 (2018: £4,073) during the financial year. At the balance sheet date, the amount owed to Kris Coppock was £1,703 (2018: £Nil)

Halcyon - Mel & Nettie Coppock

Parents of Executive pastor, Kris Coppock

Halcyon were paid £5,333 (2018: £5,370) for services provided during the financial year. At the balance sheet date, the amount of £350 (2018: £Nil) was owed to Halcyon.

Inspire Missions Ltd

Company of Josh Cooke

Inspire Missions Ltd were paid £Nil (2018: £251) for services provided during the financial year. At the balance sheet date, the amount of £Nil (2018: £Nil) was owed to Inspire Missions

Surch - Robert Snowzell

Father of Pastor Gary Snowzell

Surch were paid £200 (2018: £600) for the services provided during the financial year, At the balance sheet date, the amount of £Nil (2018:£Nil) was owed to Surch.

FREEDOM CHURCH HEREFORD CIO

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
FOR THE YEAR ENDED 31 MARCH 2019

22 TAXATION

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

23 DETAILS OF SUBSIDIARY UNDERTAKINGS

Details of the investments in which the charity holds 20% or more of the nominal value of any class of share capital are as follows:

Undertaking	Country of incorporation	Holding	Proportion of voting rights and shares held	Principal activity
Wildfire (Hereford) Ltd	England	Ordinary	100%	Events

The CIO owns the whole of the issued ordinary share capital of Wildfire (Hereford) Ltd, a company registered in England

Freedom Church (Hereford) CIO uses the subsidiary for operating events and other non-primary purpose trading activities. The trustees Andrew Churcher and Andrew Rattenbury are also Directors of the subsidiary.

Available profits are gifted to the CIO.

FREEDOM CHURCH HEREFORD CIO

DETAILED CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019

	31.03.19 £	31.03.18 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Gifts	718,016	677,244
Insurance claims	-	2,000
Gift aid	100,731	101,250
NewSpring	-	141,962
	<hr/> 818,747	<hr/> 922,456
Other trading activities		
Resource sales	449	-
Café income	9,995	7,121
Media production	3,562	4,863
Events & conferencing	125,367	136,020
	<hr/> 139,373	<hr/> 148,004
Investment income		
Rents received	200	504
Deposit account interest	29	4
Interest receivable - trading	3	-
	<hr/> 232	<hr/> 508
Charitable activities		
Academy rental income	66,238	55,516
Academy income	53,345	59,373
	<hr/> 119,583	<hr/> 114,889
Other income		
Travel contributions	4,692	4,231
Bedding sales	-	300
Reimbursement	9,983	3,757
	<hr/> 14,675	<hr/> 8,288
Total incoming resources	1,092,610	1,194,145
EXPENDITURE		
Other trading activities		
Purchases	7,444	4,673
Charitable activities		
Trustees' salaries	-	11,774
Trustees' social security	-	499
Trustees' pension contributions	-	118
Wages	352,171	390,241
Carried forward	352,171	402,632

This page does not form part of the statutory financial statements.

FREEDOM CHURCH HEREFORD CIO
DETAILED CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019

	31.03.19	31.03.18
	£	£
Charitable activities		
Bought forward	352,171	402,632
Social security	18,629	23,112
Pensions	6,208	3,403
Hire of plant and machinery	4,990	7,640
Rent, rates & water	191,038	178,573
Insurance	30,601	24,785
Light and heat	54,948	44,732
Telephone	5,417	7,824
Postage and stationery	3,175	1,408
Advertising	5,838	9,844
General resources	29,674	40,058
Café, refreshments & catering	33,684	29,183
Creative & Media	380	776
Overseas campus expenditure	49,527	31,519
Motor and travel	40,486	53,469
Repairs and renewals	197	837
Cleaning & Sundries	21,458	19,257
Subscriptions	5,604	2,399
Property maintenance	43,846	35,100
Premises expenses	6,435	4,875
Sub contracted staff	12,898	32,008
Signage & Clothing	1,238	1,056
Equipment repairs & renewals	17,028	26,257
Depreciation of tangible fixed assets	132,186	125,511
Loss on sale of tangible assets	-	1,472
Commissions paid	5,055	-
Loan	20,265	19,148
	<hr/> 1,092,976	<hr/> 1,126,878
Other		
Charitable donations	6,280	51,327
Bad debts	1,110	4,558
	<hr/> 7,390	<hr/> 55,885
Support costs		
Finance		
Bank charges	5,597	8,567
Foreign currency gains/losses	101	2,472
	<hr/> 5,698	<hr/> 11,039
Information technology		
Computer costs	20,085	17,717
Governance costs		
Auditors' remuneration	3,090	3,000
Legal and professional fees	4,265	27,113
Accountancy fees	4,767	3,827
	<hr/> 12,122	<hr/> 33,940
Total resources expended	1,145,715	1,250,132

FREEDOM CHURCH HEREFORD CIO

DETAILED CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 MARCH 2019

		31.03.19		31.03.18
		£		£
Net expenditure before gains and losses	-	53,105	-	55,987
Realised recognised gains and losses				
Realised gains/(losses) on fixed asset investments	-	326		-
Net (expenditure)/income	-	53,431	-	55,987

This page does not form part of the statutory financial statements



FREEDOM
CHURCH

6 August 2020

To Whom It May Concern,

Our annual accounts and trustees' annual report (01/04/2018 - 31/03/2019) have been submitted to the Charity Commission 188 days overdue.

Operating with excellence, including the timely submission of our accounts and annual return is very important to us, and our team works tirelessly to achieve this.

This delay in submission is of considerable frustration to the trustees, leadership team, and the operations staff involved in producing this report.

All of the information required to produce this report was provided to the auditor in a manner that would enable us to adhere to the 31 January deadline for submission. However, the auditor has repeatedly delayed the process, and offered no explanation for the nature of the delays.

To ensure that we do not find ourselves in this situation again, we have agreed with our accountant that we will use an alternative auditor in future.

Yours faithfully,

Andrew Rattenbury
Chair of trustees