

Registered number: 08438643
Charity number: 1152477

KING'S CHURCH MEDWAY
(A company limited by guarantee)

UNAUDITED

TRUSTEES' REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

KING'S CHURCH MEDWAY
(A company limited by guarantee)

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KING'S CHURCH MEDWAY
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**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2020**

Trustees	Christopher Gill, Pastor Martin Brogan Ian Vickery (appointed 9 April 2019) Sylvia Ribbens James Sowah Tafumanei Chapinduka
Company registered number	08438643
Charity registered number	1152477
Registered office	New Road Avenue Chatham Kent ME4 6BB
Independent Examiner	Duncan Cochrane-Dyet FCA Chartered Accountant MHA MacIntyre Hudson Victoria Court 17-21 Ashford Road Maidstone Kent ME14 5DA

KING'S CHURCH MEDWAY
(A company limited by guarantee)

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2020

The Trustees present their annual report together with the financial statements of the Charity for the year 1 April 2019 to 31 March 2020. The Annual report serves the purposes of both a Trustees' report and a directors' report under company law. The Trustees confirm that the Annual report and financial statements of the charitable company comply with the current statutory requirements, the requirements of the charitable company's governing document and the provisions of the Statement of Recommended Practice (SORP) applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1 January 2015) as amended by Update Bulletin 1 (effective January 2015).

Since the Charity qualifies as small under section 382 of the Companies Act 2006, the Strategic report required of medium and large companies under the Companies Act 2006 (Strategic Report and Directors' Report) Regulations 2013 has been omitted.

Objectives and activities

a. Policies and objectives

The advancement of the Christian faith by the proclamation and furtherance of the gospel of God. The promotion of the worship of God by any means whatsoever, including the preaching and proclamation of the Christian gospel, the teaching of the Christian doctrine and principles, and the printing, production and distribution of Christian literature, media products and other resources.

The relief of persons in conditions of financial need, or of those persons who are infirm for reasons of old age or sickness.

The advancement of education on the basis of Christian principles, including the provision of educational establishments, materials and bursaries for the general education of children or adults.

We continue to pursue our objectives through the activities of the departments already stated.

In setting objectives and planning for activities, the Trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit, including the guidance 'Public benefit: running a charity (PB2)'.

b. Main activities undertaken to further the Charity's purposes for the public benefit

The Trustees confirm that, to the best of their ability, they have consistently complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers or duties. The main activities undertaken were the advancement of the Christian faith, the relief of persons in conditions of financial need, or of those persons who are infirm for reasons of old age or sickness, and the advancement of education on the basis of Christian principles for the public benefit.

Achievements and performance

a. Key performance indicators

The total incoming resources for the year were £454,405 (2019: £388,055). Total resources expended were £426,692 (2019: £398,611), leaving net incoming resources of £27,713 (2019: £10,556 outgoing) before transfers.

Included in total incoming resources for the year were tithes and offerings totalling £306,532 (2019: £253,378).

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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020

Financial review

a. Going concern

The trustees have reviewed the charity's forecasts, and, in particular have considered the potential implications of the Coronavirus (COVID-19) pandemic. Whilst the eventual impact of the pandemic on the charity, and the overall economy remains uncertain, the trustees are confident that the charity will be able to remain operational throughout the pandemic so there is reasonable expectation that the charity will have adequate resources to continue for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

b. Reserves policy

The Charity held fund balances at 31 March 2020 of £975,724 (2019: £948,011), consisting of unrestricted funds of £944,956 (2019: £916,415) and restricted funds of £30,768 (2019: £31,596). Within unrestricted funds there are designated funds of £282,339 (2019: £322,640).

The designated funds represent transactions relating to the separate residential project run by the Church known as Caring Hands in the Community.

c. Principal risks and uncertainties

The principal risks facing the Church are:

- Reputational risk - mitigated by frequent review by trustees
- Financial risk - the principal financial risks are a reduction in donations and funding, unbudgeted increase in costs, or unbudgeted major capital repairs. This is particularly relevant during the Coronavirus pandemic. The risks presented here are mitigated by forward planning and budgeting and ensuring procedures are in line with best practice.
- Risks associated with personnel - mitigated by regular review of the development of staff and improve training, monitoring and evaluation of job performance.

d. Principal funding

Financial donations (tithes and offerings) from Church members and attendees on a weekly or monthly basis. Gift aid reclaimed from HMRC.

Structure, governance and management

a. Constitution

King's Church Medway is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association.

The Charity is constituted under a Trust deed and is a registered charity, number 1152477.

The Charity shall hold the Trust Fund and its income upon trust to apply them for the following objects, principally in the Medway Towns area of Kent: the advancement of the Christian faith and for such other charitable purposes as the Trustees shall from time to time determine.

KING'S CHURCH MEDWAY
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020

Structure, governance and management (continued)

Trustees

There has been one addition to the Trustee's board in this period. Ian Vickery has joined the team in April 2019.

Leadership

The Church is led by a team of elders whose appointments were based on proven integrity and commitment to the work of the church. The church is formed of two congregations, one in Chatham and the other in Gillingham.

The eldership is named as follows Chatham; Mr Paul Akinabadewa, Rev Martin Brogan, Mr Yemi Onbanjo & Gillingham; Rev Christopher Gill, Mr James Sowah & Mr Isaac Oluwale.

The Elders provide their services on a voluntary basis with the exception of Rev Martin Brogan and Rev Christopher Gill who are employed full time by King's Church.

Deacons and the Servant Group

The church has in place a team of Deacons who take responsibility for the many practical aspects of the church. A "Servant Group" which comprises of Elders, Deacons and other department leaders, who individually head up the various departments of the church, continues to meet regularly to provide information and feedback from their various departments. As the church grows numerically, the Servant Group provides the Elders with a ready source of contact and information regarding the various needs and concerns of the congregation.

Objectives and activities for Public Benefit

The principal activities of the charity during the year have been the advancement of the Christian faith and other charitable activities including a Day Centre for the homeless and disadvantaged, a Job Club assisting the long term unemployed in their search for work and an After School Club for local children.

The Trustees confirm that they have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing the Charity's aims and objectives and in planning future activities.

General Overview

We are thankful to witness God's hand at work in the growing number of partnerships in the community working with us to fulfil the objects of the charity to the benefit of all.

The church continues to enjoy good relationships and partnerships with the local authority, Kent Police, NHS as well as local schools in tackling social challenges in and around the Medway Towns.

King's Church Gillingham

Continues to grow and flourish at its current location Skinner Street Gillingham for Sunday services.

Caring Hands in the Community

This ministry continues to provide meals and various other facilities in support of the homeless and needy of the Medway Towns. The average week sees some 500 visits from service users and over 1,400 meals and snacks served as part of the holistic package of services tailored to help achieve successful outcomes for those in crisis. The residential space of the properties attached to the Day Centre are currently being repurposed

Light the Way

This is the overseas mission activity providing solar panel fitments to projects such as orphanages & schools in deprived areas of the world.

Children's Church Chatham branch

The work continues to grow with a sound Bible focussed curriculum in place. All workers in the Children's Church work on a voluntary basis. The children's church occupies the rooms on the ground floor of the church building.

TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020

Structure, governance and management (continued)

Life Groups

These small groups meet mid-week mainly in various homes around Medway and beyond. They continue to provide a valuable opportunity for the King's Church congregation to interact with and befriend each other on an informal basis.

Pastoral Care

The pastoral care of the church is overseen by the eldership & is effectively supported by the Life Group leaders as well as members of the general congregation.

b. Methods of appointment or election of Trustees

The management of the Charity is the responsibility of the Trustees who are elected and co-opted under the terms of the Trust deed.

c. Policies adopted for the induction and training of Trustees

The policies adopted are those of the Charity Commission publications as per the website. Trustees are reminded periodically to review these documents. Any new Trustees are issued with access to copies for perusal.

d. Pay policy for key management personnel

Pay reviews for all staff are conducted annually by the Trustee board.

e. Fundraising

The Church does not work with professional fundraisers.

Plans for future periods

To continue to pursue our established objectives in the coming year. An assessment of our current buildings and their need for upkeep is planned in 2021/22. A review of our current charitable activities and future proposed activities is also planned for 2021. The primary aim will be to seek ways to further increase the effect of the charity's public benefit. The repurposing of the former King's Community buildings during 2021/22 will further enhance our ability to better serve our local community in the years ahead.

KING'S CHURCH MEDWAY
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TRUSTEES' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020

Statement of Trustees' responsibilities


The Trustees (who are also the directors of the Charity for the purposes of company law) 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).

Company law requires the Trustees to prepare financial statements for each financial year. 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 Charity 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:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles of the Charities SORP (FRS 102)
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards (FRS 102) 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 adequate accounting records that are sufficient to show and explain the Charity's transactions and 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 Companies Act 2006. 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.

Approved by order of the members of the board of Trustees and signed on their behalf by:



.....
Christopher Gill
Trustee

Date: 27th January 2021



.....
Martin Brogan
Trustee

KING'S CHURCH MEDWAY
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**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MARCH 2020**

Independent examiner's report to the Trustees of King's Church Medway ('the Charity')

I report to the charity Trustees on my examination of the accounts of the Charity for the year ended 31 March 2020.

Responsibilities and basis of report

As the Trustees of the Charity (and its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Charity are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the Charity's accounts carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act.

Independent examiner's statement

Since the Charity's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of the ICAEW, which is one of the listed bodies.

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 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

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.

Signed:



Dated: 27 January 2021

Duncan Cochrane-Dyet FCA
Chartered Accountant
MHA MacIntyre Hudson
Victoria Court
17-21 Ashford Road
Maidstone
Kent
ME14 5DA

KING'S CHURCH MEDWAY
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**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 MARCH 2020**

	Note	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Income from:					
Donations and legacies	3	-	403,106	403,106	311,167
Charitable activities	4	-	50,790	50,790	76,734
Investments	5	-	509	509	154
Total income		-	454,405	454,405	388,055
Expenditure on:					
Charitable activities	6	828	425,864	426,692	398,611
Total expenditure		828	425,864	426,692	398,611
Net movement in funds		(828)	28,541	27,713	(10,556)
Reconciliation of funds:					
Total funds brought forward		31,596	916,415	948,011	958,567
Net movement in funds		(828)	28,541	27,713	(10,556)
Total funds carried forward		30,768	944,956	975,724	948,011

The notes on pages 11 to 24 form part of these financial statements.

KING'S CHURCH MEDWAY
(A company limited by guarantee)
REGISTERED NUMBER: 08438643

BALANCE SHEET
AS AT 31 MARCH 2020

	Note	2020 £	2019 £
Fixed assets			
Tangible assets	10	1,244,515	1,223,350
		<u>1,244,515</u>	<u>1,223,350</u>
Current assets			
Stocks	11	-	367
Debtors	12	13,217	22,600
Cash at bank and in hand		167,100	161,411
		<u>180,317</u>	<u>184,378</u>
Creditors: amounts falling due within one year	13	(77,493)	(66,694)
Net current assets		<u>102,824</u>	<u>117,684</u>
Total assets less current liabilities		<u>1,347,339</u>	<u>1,341,034</u>
Creditors: amounts falling due after more than one year	14	(371,615)	(393,023)
Total net assets		<u><u>975,724</u></u>	<u><u>948,011</u></u>
Charity funds			
Restricted funds	15	30,768	31,596
Unrestricted funds	15	944,956	916,415
Total funds		<u><u>975,724</u></u>	<u><u>948,011</u></u>

KING'S CHURCH MEDWAY
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REGISTERED NUMBER: 08438643

BALANCE SHEET (CONTINUED)
AS AT 31 MARCH 2020

The Charity was entitled to exemption from audit under section 477 of the Companies Act 2006.

The members have not required the company to obtain an audit for the year in question in accordance with section 476 of Companies Act 2006.

The Trustees acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and preparation of financial statements.

The financial statements have been prepared in accordance with the provisions applicable to entities subject to the small companies regime.

The financial statements were approved and authorised for issue by the Trustees and signed on their behalf by:


.....
Christopher Gill, Pastor


.....
Martin Brogan

Date: 27th January 2021.

The notes on pages 11 to 24 form part of these financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

1. General information

King's Church Medway is a company, limited by guarantee, incorporated in England and Wales. The members of the company are the Trustees named on page 1. In the event of the charity being wound up, the liability in respect of the guarantee is limited to £1 per member.

2. Accounting policies

2.1 Basis of preparation of financial statements

The financial statements 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 2019), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) and the Companies Act 2006.

King's Church Medway 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.

2.2 Going concern

The financial statements are prepared on a going concern basis and there are no material uncertainties that cast significant doubt on the Charity's ability to continue as a going concern. The Trustees have considered the impact of Covid-19 as part of their going concern assessment.

The Covid-19 virus has caused unparalleled economic turmoil across the globe, and the Charity is not immune to the risks faced by such disruption. However, the Trustees have considered the risks to operations and finances arising from Covid-19 and have identified no material uncertainties that cast significant doubt on the Charity's ability to continue as a going concern.

2.3 Income

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 income receivable can be measured reliably.

Grants are included in the Statement of financial activities on a receivable basis. The balance of income received for specific purposes but not expended during the period is shown in the relevant funds on the Balance sheet. Where income is received in advance of entitlement of receipt, its recognition is deferred and included in creditors as deferred income. Where entitlement occurs before income is received, the income is accrued.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

2. Accounting policies (continued)

2.4 Expenditure

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Expenditure on charitable activities is incurred on directly undertaking the activities which further the Charity's objectives, as well as any associated support costs.

All expenditure is inclusive of irrecoverable VAT.

2.5 Government grants

Government grants relating to tangible fixed assets are treated as deferred income and released to the Statement of financial activities over the expected useful lives of the assets concerned. Other grants are credited to the Statement of financial activities as the related expenditure is incurred.

2.6 Tangible fixed assets and depreciation

Tangible fixed assets are initially recognised at cost. After recognition, under the cost model, tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. All costs incurred to bring a tangible fixed asset into its intended working condition should be included in the measurement of cost.

Depreciation is charged so as to allocate the cost of tangible fixed assets less their residual value over their estimated useful lives, on the bases given below.

Depreciation is provided on the following basis:

Freehold property	-	2% straight-line on buildings
Motor vehicles	-	25% reducing balance
Fixtures and fittings	-	25% reducing balance
Office equipment	-	25% reducing balance
Other fixed assets	-	25% reducing balance

2.7 Stocks

Stocks are valued at the lower of cost and net realisable value after making due allowance for obsolete and slow-moving stocks. Cost includes all direct costs and an appropriate proportion of fixed and variable overheads.

2.8 Debtors

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

2. Accounting policies (continued)

2.9 Cash at bank and in hand

Cash at bank and in hand includes cash and short-term highly liquid investments with a short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

2.10 Liabilities and provisions

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably.

Liabilities are recognised at the amount that the Charity anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide.

Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised in the Statement of financial activities as a finance cost.

2.11 Financial instruments

The Charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

2.12 Pensions

The Charity operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Charity to the fund in respect of the year.

2.13 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 and which have not been designated for other purposes.

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

Investment income, gains and losses are allocated to the appropriate fund.

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

3. Income from donations and legacies

	Unrestricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Tithes and offerings	306,532	306,532	253,378
Grant income for charitable activities	53,100	53,100	13,915
Tax credit on gift aided income	43,474	43,474	43,874
Total 2020	<u>403,106</u>	<u>403,106</u>	<u>311,167</u>
<i>Total 2019</i>	<u>311,167</u>	<u>311,167</u>	

4. Income from charitable activities

	Unrestricted funds 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Missions	37,693	37,693	4,440
Rental income	2,597	2,597	46,791
Vending machine sales	764	764	300
Café and King's kitchen sales	9,736	9,736	25,203
Total 2020	<u>50,790</u>	<u>50,790</u>	<u>76,734</u>
<i>Total 2019</i>	<u>76,734</u>	<u>76,734</u>	

KING'S CHURCH MEDWAY
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**NOTES TO THE FINANCIAL STATEMENTS
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5. Investment income

	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Bank interest received	509	509	154
<i>Total 2019</i>	154	154	

6. Analysis of expenditure on charitable activities

Summary by fund type

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £	Total funds 2019 £
Charitable activities	828	404,520	405,348	381,478
Governance costs	-	21,344	21,344	17,133
Total 2020	828	425,864	426,692	398,611
<i>Total 2019</i>	433	398,178	398,611	

Summary by expenditure type

	Staff costs 2020 £	Depreciation 2020 £	Other costs 2020 £	Total funds 2020 £	Total funds 2019 £
Charitable activities	130,126	40,277	234,945	405,348	381,478
Governance costs	-	-	21,344	21,344	17,133
Total 2020	130,126	40,277	256,289	426,692	398,611
<i>Total 2019</i>	142,936	32,241	223,434	398,611	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

7. Analysis of expenditure by activities

	Direct costs 2020 £	Support costs 2020 £	Total funds 2020 £	<i>Total funds 2019 £</i>
Charitable activities	309,990	95,358	405,348	381,478
Governance costs	21,344	-	21,344	17,133
Total 2020	<u>331,334</u>	<u>95,358</u>	<u>426,692</u>	<u>398,611</u>
<i>Total 2019</i>	<u>311,548</u>	<u>87,063</u>	<u>398,611</u>	

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

7. Analysis of expenditure by activities (continued)

Analysis of direct costs

	Charitable activities - Church 2020 £	Governance costs 2020 £	Total funds 2020 £	Total funds 2019 £
Wages and salaries	100,090	-	100,090	114,221
Depreciation	24,689	-	24,689	17,294
Mission expenses	14,285	-	14,285	-
Motor and travel expenses	19,424	-	19,424	17,381
Buildings insurance	8,913	-	8,913	8,439
Premises maintenance	38,941	-	38,941	29,009
Communication costs	5,854	-	5,854	7,058
Material and equipment	17,081	-	17,081	12,920
Utilities	45,027	-	45,027	44,551
Legal and professional fees	542	-	542	517
Bank and finance charges	2,603	-	2,603	2,310
Café expenses	3,702	-	3,702	6,916
Other expenditure	8,958	-	8,958	16,647
Independent examination fees	-	5,220	5,220	5,100
Accountancy fees	-	5,800	5,800	6,775
Children's church	1,699	-	1,699	3,810
Meeting expenses	-	10,324	10,324	5,258
Youth club costs	2,656	-	2,656	732
Hall hire	3,630	-	3,630	1,194
Rent	11,896	-	11,896	11,416
Total 2020	309,990	21,344	331,334	311,548
<i>Total 2019</i>	<i>294,415</i>	<i>17,133</i>	<i>311,548</i>	

KING'S CHURCH MEDWAY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

7. Analysis of expenditure by activities (continued)

Analysis of support costs

	Charitable activities - Residential 2020 £	Total funds 2020 £	Total funds 2019 £
Wages and salaries	30,036	30,036	28,715
Depreciation	15,588	15,588	14,947
Premises maintenance	34,192	34,192	27,147
Bank and finance charges	15,542	15,542	16,254
Total 2020	95,358	95,358	87,063
<i>Total 2019</i>	<i>87,063</i>	<i>87,063</i>	

8. Independent examiner's remuneration

The Independent Examiner's remuneration amounts to an Independent Examination fee of £5,220 (2019: £5,100) and accountancy, bookkeeping and payroll fees of £5,800 (2019: £6,762).

9. Staff costs

	2020 £	2019 £
Wages and salaries	128,225	141,972
Contribution to defined contribution pension schemes	1,901	964
	130,126	142,936

During the year, one employee (2019: none) received redundancy payments, totalling £3,824 (2019: £nil).

The average number of persons employed by the Charity during the year was as follows:

	2020 No.	2019 No.
Employees	7	8

KING'S CHURCH MEDWAY
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**NOTES TO THE FINANCIAL STATEMENTS
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9. Staff costs (continued)

No employee received remuneration amounting to more than £60,000 in either year.

During the year, Trustees received remuneration totalling £60,000 (2019: £60,000) and employer pension contributions totalling £1,007 (2019: £173).

All remuneration paid to Trustees was in respect of employment of services. The Charity has legal authority to pay its Trustees remuneration as set out in the governing document.

10. Tangible fixed assets

	Freehold property £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Church equipment £	Total £
Cost or valuation						
At 1 April 2019	1,224,506	36,936	45,268	36,136	56,309	1,399,155
Additions	14,164	-	43,151	3,073	1,054	61,442
At 31 March 2020	1,238,670	36,936	88,419	39,209	57,363	1,460,597
Depreciation						
At 1 April 2019	48,943	27,152	38,427	18,851	42,432	175,805
Charge for the year	16,514	2,445	13,834	4,830	2,654	40,277
At 31 March 2020	65,457	29,597	52,261	23,681	45,086	216,082
Net book value						
At 31 March 2020	1,173,213	7,339	36,158	15,528	12,277	1,244,515
At 31 March 2019	1,175,563	9,784	6,841	17,285	13,877	1,223,350

11. Stocks

	2020 £	2019 £
Finished goods and goods for resale	-	367

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12. Debtors

	2020 £	2019 £
Other debtors	7,265	16,719
Prepayments and accrued income	5,952	5,881
	<u>13,217</u>	<u>22,600</u>

13. Creditors: Amounts falling due within one year

	2020 £	2019 £
Bank loans	36,658	36,074
Trade creditors	28,606	19,522
Other taxation and social security	2,180	2,468
Pension fund	321	-
Accruals and deferred income	9,728	8,630
	<u>77,493</u>	<u>66,694</u>

14. Creditors: Amounts falling due after more than one year

	2020 £	2019 £
Bank loans	371,615	393,023

The aggregate amount of liabilities payable or repayable wholly or in part more than five years after the reporting date is:

	2020 £	2019 £
Payable or repayable by instalments	371,615	393,023
	<u>371,615</u>	<u>393,023</u>

The mortgage is secured by a charge over the freehold property known as Elm House, New Road, Chatham, Kent; The Bridge Centre, New Road, Chatham, Kent and King's Church, New Road Avenue, Chatham, Kent from Barclays Bank plc.

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**NOTES TO THE FINANCIAL STATEMENTS
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15. Statement of funds

Statement of funds - current year

	Balance at 1 April 2019 £	Income £	Expenditure £	Balance at 31 March 2020 £
Unrestricted funds				
Designated funds				
Caring Hands	322,640	72,036	(112,337)	282,339
General funds				
General funds	593,775	382,369	(313,527)	662,617
Total Unrestricted funds	916,415	454,405	(425,864)	944,956
Restricted funds				
Buildings Restricted Fund	31,201	-	(433)	30,768
King's Church Missions	395	-	(395)	-
	31,596	-	(828)	30,768
Total of funds	948,011	454,405	(426,692)	975,724

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

15. Statement of funds (continued)

Statement of funds - prior year

	<i>Balance at 1 April 2018 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 March 2019 £</i>
Unrestricted funds				
Designated funds				
Caring Hands	322,583	87,671	(87,614)	322,640
General funds				
General funds	603,955	300,384	(310,564)	593,775
Total Unrestricted funds	<u>926,538</u>	<u>388,055</u>	<u>(398,178)</u>	<u>916,415</u>
Restricted funds				
Buildings Restricted Fund	31,634	-	(433)	31,201
King's Church Missions	395	-	-	395
	<u>32,029</u>	<u>-</u>	<u>(433)</u>	<u>31,596</u>
Total of funds	<u><u>958,567</u></u>	<u><u>388,055</u></u>	<u><u>(398,611)</u></u>	<u><u>948,011</u></u>

16. Summary of funds

Summary of funds - current year

	<i>Balance at 1 April 2019 £</i>	<i>Income £</i>	<i>Expenditure £</i>	<i>Balance at 31 March 2020 £</i>
Designated funds	322,640	72,036	(112,337)	282,339
General funds	593,775	382,369	(313,527)	662,617
Restricted funds	31,596	-	(828)	30,768
	<u><u>948,011</u></u>	<u><u>454,405</u></u>	<u><u>(426,692)</u></u>	<u><u>975,724</u></u>

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**NOTES TO THE FINANCIAL STATEMENTS
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16. Summary of funds (continued)

Summary of funds - prior year

	Balance at 1 April 2018 £	Income £	Expenditure £	Balance at 31 March 2019 £
Designated funds	322,583	87,671	(87,614)	322,640
General funds	603,955	300,384	(310,564)	593,775
Restricted funds	32,029	-	(433)	31,596
	<u>958,567</u>	<u>388,055</u>	<u>(398,611)</u>	<u>948,011</u>

17. Analysis of net assets between funds

Analysis of net assets between funds - current period

	Restricted funds 2020 £	Unrestricted funds 2020 £	Total funds 2020 £
Tangible fixed assets	30,768	1,213,747	1,244,515
Current assets	-	180,317	180,317
Creditors due within one year	-	(77,493)	(77,493)
Creditors due in more than one year	-	(371,615)	(371,615)
Total	<u>30,768</u>	<u>944,956</u>	<u>975,724</u>

Analysis of net assets between funds - prior period

	Restricted funds 2019 £	Unrestricted funds 2019 £	Total funds 2019 £
Tangible fixed assets	31,201	1,192,149	1,223,350
Current assets	395	183,983	184,378
Creditors due within one year	-	(66,694)	(66,694)
Creditors due in more than one year	-	(393,023)	(393,023)
Total	<u>31,596</u>	<u>916,415</u>	<u>948,011</u>

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

18. Pension commitments

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £1,901 (2019: £964). There was a liability of £321 (2019: £nil) at the balance sheet date in relation to this pension plan.

19. Related party transactions

There have been no related party transactions during the year other than Trustee remuneration, as detailed in note 9.

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NOTES TO THE FINANCIAL STATEMENTS
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20. CARING HANDS IN THE COMMUNITY

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
Income:			
Tithes and offerings	16,310	-	16,310
Rental income	2,597	-	2,597
Grant income	53,100	-	53,100
Bank interest	29	-	29
Total Income	72,036	-	72,036
Expenditure:			
Wages and salaries	31,257	-	31,257
Motor expenses	969	-	969
Premises maintenance	27,968	-	27,968
Communication	440	-	440
Material & equipment	1,064	-	1,064
Utilities	32,899	-	32,899
Depreciation	15,155	433	15,588
Bank and finance charges	169	-	169
Café expenses	1,587	-	1,587
Other expenditure	490	-	490
Pension costs	340	-	340
Total Expenditure	112,338	433	112,771
Net income/(expenditure)	(40,302)	(433)	(40,735)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

21. KING'S CHURCH GILLINGHAM

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
Income:			
Tithes and offerings	63,132	-	63,132
Bank interest	103	-	103
Total Income	63,235	-	63,235
Expenditure:			
Wages and salaries	27,257	-	27,257
Motor expenses	1,024	-	1,024
Buildings insurance	49	-	49
Premises maintenance	10,732	-	10,732
Communication	579	-	579
Material & equipment	2,101	-	2,101
Utilities	2,386	-	2,386
Legal and professional	120	-	120
Bank and finance charges	560	-	560
Café expenses	67	-	67
Childrens church	172	-	172
Rent	11,871	-	11,871
Other expenditure	3,192	-	3,192
Hall hire	2,875	-	2,875
Youth club	106	-	106
Meeting expenses	3,220	-	3,220
Pension costs	141	-	141
Total Expenditure	66,452	-	66,452
Net income/(expenditure)	(3,217)	-	(3,217)

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22. KING'S CHURCH MEDWAY

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
Income:			
Tithes and offerings	214,864	-	214,864
Income from Vending Machine Sales	764	-	764
Tax credit on Gift Aided Income	43,474	-	43,474
Bank interest	309	-	309
Total Income	259,411	-	259,411
Expenditure:			
Wages and salaries	55,595	-	55,595
Motor expenses	15,597	-	15,597
Buildings insurance	8,863	-	8,863
Premises maintenance	30,467	-	30,467
Communication	4,835	-	4,835
Material & equipment	13,917	-	13,917
Utilities	9,742	-	9,742
Legal and professional	422	-	422
Depreciation	24,689	-	24,689
Bank and finance charges	17,020	-	17,020
Café expenses	2,006	-	2,006
Childrens church	1,528	-	1,528
Rent	25	-	25
Hall hire	755	-	755
Other expenditure	5,151	-	5,151
Youth club	2,551	-	2,551
Independent examination	5,220	-	5,220
Accountancy fees	5,800	-	5,800
Meeting expenses	6,904	-	6,904
Pension costs	1,221	-	1,221
Total Expenditure	212,308	-	212,308
Net income/(expenditure)	47,103	-	47,103

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NOTES TO THE FINANCIAL STATEMENTS
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23. LIGHT THE WAY

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
Income:			
Tithes and offerings	12,226	-	12,226
Missions	37,693	-	37,693
Bank interest	36	-	36
Total Income	49,955	-	49,955
Expenditure:			
Motor expenses	1,835	-	1,835
Premises maintenance	3,667	-	3,667
Bank charges and interest	204	-	204
Other expenditure	126	-	126
Meeting expenses	200	-	200
Mission expenses	13,890	395	14,285
Total Expenditure	19,922	395	20,317
Net income/(expenditure)	30,033	(395)	29,638

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

24. THE KING'S CHURCH CAFÉ

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total Funds 2020 £
Income:			
Café kitchen sales	9,736	-	9,736
Bank interest	32	-	32
Total Income	9,768	-	9,768
Expenditure:			
Wages and salaries	14,112	-	14,112
Premises maintenance	300	-	300
Bank charges and interest	192	-	192
Café expenses	42	-	42
Pension costs	198	-	198
Total Expenditure	14,844	-	14,844
Net income/(expenditure)	(5,076)	-	(5,076)