

REGISTERED COMPANY NUMBER: 06129881 (England and Wales)
REGISTERED CHARITY NUMBER: 1120001

**REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 MARCH 2022
FOR
KINGSLEY HALL CHURCH AND COMMUNITY CENTRE**

**CONTENTS OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022**

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Welcome from the Chair

This year has been notable for the formal opening of the LIVEWELL Centre after many years of hard work. I say 'formal' opening because it has taken a little time until our staff and local residents have been able to use it fully.

For this we give thanks to the Lord for the commitment, drive and hard work of all those involved in the initial planning; the funders; the architects and designers; the builders; and all the associated skilled trades people. This includes the staff of Kingsley Hall Church and Community Centre (KH) and very many others

Among the many funders our especial thanks go to The Mayor of London's Good Growth Fund, The National Lottery, The London Borough of Barking and Dagenham, The London Marathon Trust and our other funders, partners and donors. We also thank our Design Team, Habitat For Humanity, Kiloa Architects, MUF Architects and our main building contractor Bryen and Langley. All these and many others were present at the formal opening in March 2022, at which our Deputy Chair, Kate Clare, welcomed and thanked them all.

The Centre is a landmark beacon in Parsloes Avenue, but while it was being built KH continued its work in the community, in Becontree in particular, but also more widely in Dagenham with our partners. At the beginning of the year, the Covid restrictions meant that we were not able to be fully operational, but the pre-School reopened for the autumn term. We were able to maintain our provision of food, clothes and household necessities in our older buildings which have been fully refurbished.

All this has been made possible by the inspiration and hard work of our staff throughout the Centre. Were it not for that, based in the case of all the senior staff and others on the redemptive power of the Lord, KH would be only a fraction of what it is and does.

Our work, which is described in greater detail later in the report, is sustained by our vision of a liveable community in an area of significant social need. Among the many issues are disaffected youth needing to find vocational and other opportunities; vulnerable people from chaotic backgrounds needing social and emotional stability; people with high levels of deprivation needing physical support; and isolated, especially elderly and disabled people, needing a base where they will be welcomed and find friendship and inclusion.

Our founders in 1929 would not recognise the physical surroundings which we have today, but they would fully recognise that we are continuing to serve the original purposes of Kingsley Hall.

During the year, it was agreed that we should review the formalised link of our intercompany relationship with Livability, the nationwide Christian disability charity. The partnership goes back to the 1930s, and it has been helpful to work together, particularly through a planned season of restructuring and redevelopment. It has now been agreed however, following the great steps taken in recent years by our current management, that Kingsley Hall with its growing local profile and strong resources will function most effectively without the need of this formal link. We will retain a very warm relational connection and are grateful for the large, national perspective and good practice that Livability has added to Kingsley Hall. We anticipate that the transition will be completed by the end of the current financial year at March 2023.

Leonard Beighton 

Date 23 January 2023

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

06129881 (England and Wales)

Registered Charity number

1120001

Registered office

6 Mitre Passage
London
SE10 0ER

Trustees

Leonard Beighton Chair of Trustees

David Harmer (appointed 30 March 2016- resigned 23 February 2022)

Sathiananda Mithiradaas

Kendra Addison (appointed 26 Mar 2019 – resigned 19 October 2021)

Kathleen Margaret Clare

Company Secretary

Mark Harvey (appointed 15 April 2020- resigned 14 September 2021)

Michael Langworth (appointed 01 January 2022)

Auditor

Crowe U.K. LLP

55 Ludgate Hill

London

EC4M 7JW

REPORT OF THE TRUSTEES

The Trustees, who are also directors, of Kingsley Hall Church and Community Centre (“the Charity”) present their annual report and audited financial statements for the year ended 31 March 2022. These comply with the Companies Act 2006 and Reporting for Charities: Statement of Recommended Practice (Charities SORP FRS102) (second edition – 2019) and in accordance with the Financial Reporting Standard Applicable in the United Kingdom and Republic of Ireland (FRS102).

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is governed by its Memorandum and Articles of Association dated 14th February 2007 and amended 27th June 2007.

Management and governance arrangements

The Charity’s Board of Trustees comprises between three and five members appointed by Livability, registered charity number 1116530. Trustees hold office for a maximum term of three years, following which they are eligible for reappointment by Livability. The induction of new Trustees is managed by other members of the Board, with support from the Company Secretary and Centre Director. The induction arrangements cover essential knowledge including the history and Christian ethos of the Charity, its mission and values. The Board may delegate powers to standing committees, but currently there are no such committees. The Board has employed a Centre Director to lead the operational work of the charity.

Risk management

We have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity, and are satisfied that systems are in place to mitigate our exposure to them.

OBJECTIVES AND ACTIVITIES

Objectives and activities

Kingsley Hall Church and Community Centre, situated in the London Borough of Barking and Dagenham, operates as an independent charity performing work of a social and educational and religious nature for the benefit of the local residents. Our mission statement is that of striving for excellence in all aspects of our work with children adults and elderly frail people. Our ethical purpose is that of Christianity in action.

Public Benefit

When planning our activities for the year, the trustees have considered the Charity Commission’s guidance on public benefit and, in particular, the specific guidance on charities for the advancement of religion.

REPORT OF THE TRUSTEES (continued)

ACHIEVEMENTS AND PERFORMANCE

2021-2022 was another outstanding year for Kingsley Hall. We were able to continue growing our community profile providing strategic leadership as a key locality lead group across London Borough of Barking and Dagenham networks.

This included development of the BD Food Network of which Kingsley Hall was also a vital delivery partner in sharing of supplies and resources across all of the borough's foodbanks and from our own Social supermarket which continued operating throughout the pandemic providing more than 50,000 vital supplies of free and discounted foods and household supplies. We also continued providing door stop deliveries and telephone buddying to more than 100 vulnerable people in our community.

We were also able to continue running our Pre-school and church programme throughout the year providing education, connection, faith and hope to more than 300 children and families.

Kingsley Hall has also enabled the delivery of participatory grant making projects with people with lived experiences of disadvantage. We have been able to support more than 12 other community groups and charities with mentoring and resource reaching more than 800 different people across our borough, through 1,000's of connections.

We are also thankful that our whole site redevelopment vision progressed overcoming all the additional challenges of the season. We are excited that both the development of the new build LIVEWELL Centre and renovation of our existing community centre were close to completion by the end of the period.

Our story has also featured in national newspapers, local newspapers and as part of a film made to mark 100 years of the Becontree Estate which was premiered at the Romford Film Festival.

The year also marked the granting of planning consent for the residential aspect of the site which is so significant in triggering the final phase of whole site redevelopment. The consented parcel will enable 32 affordable homes to be delivered at London Affordable Rent.

2021-2022 culminated in a wonderful celebratory stakeholder celebration event on the 23rd of March 2022 launch of our new and refurbished community complex. More than 80 stakeholders including funders, government officers and community partners attended the event which included tours of the site, speeches from dignitaries and an official ribbon cutting moment led by Emily Saville one of our oldest members aged 99 who has been part of Kingsley Hall since she was 6 years old.

We are proud to be able to report on an outstanding year of community service and development that has been vital in its moment and has also taken massive steps forward in fulfilling its vision for our site.

Of course, none of this would be possible without the amazing sacrifice and commitment of staff, volunteers, partners, and funders. We have had an example of what is possible in adverse circumstances, when a community comes together to serve one another. We will now take this forward into our exciting future. Our sincere thanks to all our valued stakeholders. You are making a difference.

FINANCIAL REVIEW

Income and expenditure

The net income was £1,155,348 (2021: £687,880).

The increase in the net income is mainly due to the increase in income from donations, legacies and grants.

Total funds remained strong at £5,297,329 (2021: £4,141,981 with the increase in funds attributable to the operations of the Charity.

Cash flow continues to be positive with closing cash balances at the year-end of £ 1,666,481 (2021: £1,063,005) mainly from the receipt of donations, legacies and grants. Net current assets decreased at the year-end to £527,737 (2021: £1,437,210) due to increase in amount owed to parent undertaking.

Investment and reserves policy

The trustees have the authority to invest the charity's resources as appropriate. There are no restrictions on the charity's power to invest. The strategy of the charity is to invest in low-risk cash balances.

The interest earned by the charity during the year from cash balances amounted to £131 (2021: £433).

The charity has reserves at 31 March 2022 with a value of £5,297,329 (2021: £4,141,981). The funds are available as follows:

- £603,386 (2021: £648,906) is invested in permanently endowed land and buildings owned by Kingsley Hall Dagenham, a linked charity.
- £2,909,698 (2021: £1,967,957) restricted funds is associated with the operation of pre-school activities, youth work and other operational activities.
- £1,784,245 (2021: £1,525,118) of unrestricted funds of which £2,049,581(2021: £2,454,222) represents fixed assets held for use in the charity against which there is a loan secured of £733,172

The charity has free reserves at the year-end of £1,034,664 (2020: £370,896) which may be used for purposes in line with the charity's objects as decided by the Trustees. The reserves policy is to have a minimum of 8-12 weeks of unrestricted expenditure as set by the parent charity, Livability, for its free reserves. Currently the free reserves represent approximately 92 weeks of expenditure.

REPORT OF THE TRUSTEES (continued)

PLANS FOR FUTURE PERIODS

The coming year will usher in an exciting new season for Kingsley Hall as we launch our new LIVEWELL Centre which will be a significant and substantial world class community space for many years to come. From it we will host our food offer from our Street Kitchen and introduce a programme of holistic positive community activities.

As we enter April 2022, the centre is close to Practical Completion and will then open in a phased approach. We will re-engage some exciting partnerships in providing activities and deliver new projects and programmes both directly and collaboratively. This will include arts, recreation, education, social connections, warm spaces and physical activity.

We will tackle some of the most pressing needs of our community, providing positive interventions and diversionary routes for people at risk of mental health crisis, the emerging Cost-of-Living crisis, health inequalities and all of the other socio-economic factors that affect quality of life. We have an ambitious target to enable liveable communities.

We will continue to develop our growing profile in serving and shaping borough wide strategy contributing as a locality lead in Barking and Dagenham. Our outstanding work has been recognised by our Local Authority who have nominated Kingsley Hall for The Queen Award for Voluntary Service which is described as the MBE for voluntary groups.

Our Board will work with our Executive Team in strategizing and setting our 10 year Vision to take Kingsley Hall forward as we celebrate our rich heritage and shape an exciting future of community service.

REPORT OF THE TRUSTEES (continued)

Trustees' responsibilities for the financial statements

The trustees, as directors, are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the net incoming or outgoing resources of the charitable company for that period.

In preparing these financial statements, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charitable company's transactions and disclose with reasonable accuracy at any time the financial position of the charitable company 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 charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Provision of information to the statutory auditor

Each of the trustees has confirmed that, insofar as they are aware:

- there is no relevant audit information of which the charity's auditors are unaware;
- they have taken all the steps that they could reasonably have been expected to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

This report has been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies.

ON BEHALF OF THE BOARD:



Leonard Beighton, Trustee

Date: 23 January 2023

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KINGSLEY HALL CHURCH & COMMUNITY CENTRE

Opinion

We have audited the financial statements of Kingsley Hall Church and Community Centre ('the charitable company') for the year ended 31 March 2022 which comprise the Statement of Financial Activities, the balance sheet, statement of cash flows and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 March 2022 and of the charitable company's income and expenditure, 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 Companies Act 2006.

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 Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company 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

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information contained within the annual report. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KINGSLEY HALL CHURCH & COMMUNITY CENTRE (continued)

misstatement in the financial statements themselves. 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.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion based on the work undertaken in the course of our audit

- the information given in the trustees' report, which includes the directors' report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the trustees' report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In light of the knowledge and understanding of the charitable company and their environment obtained in the course of the audit, we have not identified material misstatements in the directors' report included within the trustees' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement set out on page 9, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they 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 charitable company'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 charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under the Companies Act 2006 and report in accordance with the Acts and relevant regulations made or having effect thereunder.

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 an auditor's report 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.

Details of the extent to which the audit was considered capable of detecting irregularities, including fraud and non-compliance with laws and regulations are set out below.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KINGSLEY HALL CHURCH & COMMUNITY CENTRE (continued)

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 auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We identified and assessed the risks of material misstatement of the financial statements from irregularities, whether due to fraud or error, and discussed these between our audit team members including internal specialists. We then designed and performed audit procedures responsive to those risks, including obtaining audit evidence sufficient and appropriate to provide a basis for our opinion.

We obtained an understanding of the legal and regulatory frameworks within which the charitable company operates, focusing on those laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements. The laws and regulations we considered in this context were the Companies Act 2006, the Charities Act 2011, together with the Charities SORP (FRS 102). We assessed the required compliance with these laws and regulations as part of our audit procedures on the related financial statement items.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which might be fundamental to the charitable company's ability to operate or to avoid a material penalty. We also considered the opportunities and incentives that may exist within the charitable company for fraud. The laws and regulations we considered in this context for the UK operations were OfSTED Standards, General Data Protection Regulation, employment legislation and health and safety legislation.

Auditing standards limit the required audit procedures to identify non-compliance with these laws and regulations to enquiry of the Trustees and other management and inspection of regulatory and legal correspondence, if any.

We identified the greatest risk of material impact on the financial statements from irregularities, including fraud, to be within the timing of recognition of income and the override of controls by management. Our audit procedures to respond to these risks included enquiries of management and the Board of Trustees about their own identification and assessment of the risks of irregularities, sample testing on the posting of journals, reviewing accounting estimates for biases, sample testing income, reviewing regulatory correspondence with the Charity Commission, and Ofsted, and reading minutes of meetings of those charged with governance.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it. In addition, as with any audit, there remained a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or

**Kingsley Hall Church and Community Centre
Trustees Annual Report and Accounts 2022**

assume responsibility to anyone other than the charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Julia Poulter

Senior Statutory Auditor
For and on behalf of
Crowe U.K. LLP
Statutory Auditor

London, United Kingdom

Date: 23rd January 2023

Crowe U.K. LLP is a limited liability partnership registered in England and Wales (with registered number OC307043).

**Kingsley Hall Church and Community Centre
Trustees Annual Report and Accounts 2022**

Statement of Financial Activities for the year ended 31 March 2022

	Note	Unrestricted Fund 2022 £	Restricted Funds 2022 £	Permanent Endowment Fund 2022 £	Total Funds 2022 £	Unrestricted Fund 2021 £	Restricted Funds 2021 £	Permanent Endowment Fund 2021 £	Total Funds 2021 £
Income from:									
Donations, legacies and grants	2	217,714	1,137,169	-	1,354,883	306,880	777,373	-	1,084,253
Income from charitable activities	3	4,035	376,184	-	380,219	54,808	322,135	-	376,943
Other trading income	4	14,230	-	-	14,230	17	-	-	17
Investment income	5	37,911	-	-	37,911	43,403	-	-	43,403
Total income		273,890	1,513,353	-	1,787,243	405,108	1,099,508	-	1,504,616
Expenditure on:									
Cost of generating voluntary income	7	2,879	-	-	2,879	712	-	-	712
Expenditure on charitable activities	8	235,329	348,167	45,520	629,016	261,755	508,749	45,520	816,024
Total expenditure		238,208	348,167	45,520	631,895	262,467	508,749	45,520	816,736
Net income/(expenditure) for the year before transfers		35,682	1,165,186	(45,520)	1,155,348	142,641	590,759	(45,520)	687,880
Transfers between funds	17	223,445	(223,445)	-	-	-	-	-	-
Net movement in funds		259,127	941,741	(45,520)	1,155,348	142,641	590,759	(45,520)	687,880
Reconciliation of funds									
Balance at 1 April 2021	17	1,525,118	1,967,957	648,906	4,141,981	1,382,477	1,377,198	694,426	3,454,101
Balance at 31 March 2022		1,784,245	2,909,698	603,386	5,297,329	1,525,118	1,967,957	648,906	4,141,981

All income and expenditure arises from continuing activities.

The accompanying Notes on pages 16 to 28 of the Financial Statements form an integral part of these financial statements.

There were no other recognised gains and losses other than those reported in the statement of financial activities.

**Kingsley Hall Church and Community Centre
Trustees Annual Report and Accounts 2022
Notes to the financial statements**

Balance sheet at 31 March 2022

Company registration Number 6129881

	Note	2022 £	2021 £
Fixed assets			
Tangible fixed assets	11	5,479,657	3,554,771
Total fixed assets		5,479,657	3,554,771
Current assets			
Debtors	12	37,917	432,077
Bank and cash in hand		1,666,481	1,063,005
		1,704,398	1,495,082
Creditors			
Amounts falling due within one year	13	(1,176,661)	(57,872)
		527,737	1,437,210
Net current assets/(liabilities)		527,737	1,437,210
Amounts falling due after more than one year	14	(710,065)	(850,000)
Net assets		5,297,329	4,141,981
Funds			
Unrestricted funds	17	1,784,245	1,525,118
Restricted funds	17	2,909,698	1,967,957
Permanent Endowment Fund	17	603,386	648,906
Total funds		5,297,329	4,141,981

This report has been prepared in accordance with the special provisions of the Companies Act 2006 relating to small companies.

The accounts were approved and authorised for issue by the Board of Trustees on 23 January 2023 and signed on their behalf by



Leonard Beighton
Chair of Trustees

The accompanying Notes on pages 16 to 28 of the Financial Statements form an integral part of these financial statements.

Statement of cash flows for the year ended 31 March 2022

	Note	2022 £	2021 £
Cash flow from operating activities			
Net cash provided by/(used in) by operating activities	C1	2,707,189	715,732
Cash flows from investment activities			
Dividend, interest and rent from investments		37,911	43,403
Purchase of property, plant and equipment		(1,974,047)	(561,935)
Net cash provided by/ (used in) investing activities		(1,936,136)	197,200
Cash flows from financing activities			
Interest on financing activities		(27,642)	(25,802)
Repayments of borrowing		(139,935)	-
Net cash provided by financing activities		(167,577)	(25,802)
Change in cash and cash equivalents in the period		603,476	171,398
Cash and cash equivalents at start of the period		1,063,005	891,607
Cash and cash equivalents at end of the period		1,666,481	1,063,005

	2022 £	2021 £
C1: Reconciliation of net income/(expenditure) to net cash flow from operating activities:		
Net income/expenditure for the year as stated in the SOFA	1,155,348	687,880
Adjustments for:		
Depreciation charges:	49,161	48,805
Dividend interest and rent	(37,911)	(43,403)
Interest on financing activities	27,642	25,802
(Increase)/decrease in debtors	394,160	323,953
Increase/(decrease) in creditors	1,118,789	(327,305)
Net cash flow provided by Operations	2,707,189	715,732

C2. Analysis of changes in net debt

	At start of year	Cash flows	Other non- cash changes	At year end
	£	£	£	£
Cash	1,063,005	603,476	-	1,666,481
Cash equivalents	-	-	-	-
	1,063,005	603,476	-	1,666,481
Loans falling due within one year	-	(23,107)	-	(23,107)
Loans falling due after more than one year	(850,000)	139,935	-	(710,065)
Total	213,005	720,304	-	933,309

1 Accounting Policies

A. Basis of preparation

The financial statements have been prepared on a going concern basis, in accordance with applicable accounting standards, under the historical cost convention, as modified by the inclusion of investments at market value. They have also been prepared in accordance with Reporting for Charities: Statement of Recommended Practice (Charities SORP FRS 102) (second edition – 2019) and in accordance with the Financial Reporting Standard Applicable in the United Kingdom and Republic of Ireland (FRS102), effective 1 January 2015 and the Companies Act 2006 as applied to charitable companies.

Going Concern

The trustees have adopted the going concern basis in the preparation of these financial statements. In reaching this decision, the trustees have given consideration to the charity's forecasted cash flow projections covering a period of at least 12 months from the date of signing of the financial statements, prepared against the backdrop of Covid-19. Since 31 March 2021, the continuing operational activities (notwithstanding the adverse impacts of Covid-19), underline the confidence of the Trustees that the latest cash flow forecast remains achievable. The Trustees believe that it remains appropriate to prepare the accounts on a going concern basis due to the performance versus budget and successful delivery of the property redevelopment.

B. Funds

Unrestricted funds

Unrestricted funds arise from income donated to or earned by the charity in pursuit of its charitable objects and may be applied in any way that meets those charitable objects.

Restricted funds

Restricted funds are those funds that are available for specific, restricted purposes within the overarching charitable objects of the charity. Restricted funds arise from conditions attached to them by the donor or the activity generating the funds, by deliberate requests for such funds by the charity.

Permanent endowment funds

Restricted endowment funds represent assets that are intended by their donor to be retained and used by the charity to pursue its objects either by its use or by generating income.

Transfers between funds

Transfers between funds are made when a restriction has been extinguished, as payment for the use of land, buildings and management support, and for rentals generated by investment properties that are used to support the unrestricted activities of the charity.

1 Accounting Policies (continued)

C. Income

Donations, legacies and grants

Income from donations, legacies and grants are recorded in the financial statements when entitlement to the income is established, it is more likely than not that the income will be received and the amount to be received can be reliably estimated and any conditions required to receive the funds have been met or are within the control of the charity. In practice, for most donations income is recognised when received. Legacies are recognised following the principles of income recognition used for other donated income. Entitlement is taken to be confirmed by grant of probate over the estate of the donor; probability of receipt is judged on a combination of probate and knowledge of the valuation of the net estate and the amount to be received is assessed based on probate and the valuation of the estate. Where a life interest in an estate exists, no income is recognised other than from distributions from that estate to Kingsley Hall.

Grant 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

Income from charitable activities

Where the charity provides services or goods in return for payment, the income from these items is recognised when charity completes its part of the agreement by delivering the services or goods.

D. Expenditure

All expenditure is accounted for on an accruals basis and has been listed in such a way as to accumulate all the charity's costs of employees, goods and services relating to a particular activity of the charity under that activity heading. Direct costs, including attributable salaries and associated costs, are allocated on an actual basis to the areas of activity.

E. Tangible fixed assets

Tangible fixed assets are significant physical items of property, plant and equipment held for continuing use by the charity in delivering its charitable objectives.

Recognition

A tangible fixed asset is recorded in the accounts at cost including irrecoverable VAT when the cost of the asset can be measured reliably and it will be of benefit in delivering charitable objectives. Fixed assets whose valuation has been taken as their deemed cost at transition to FRS 102 and Charities SORP FRS102 were valued at their existing use value.

Separate components

The charity holds freehold buildings with significant components that have materially different useful lives from the rest of the building. These components are depreciated separately over their individual lives at the following rates:

Main Fabric	- 100 years
Pitched Roof	- 70 years
Flat Roof	- 40 years

1 Accounting Policies (continued)

Windows and Doors	- 40 years
Boilers and Heaters	- 15 years
Mechanical systems	- 30 years
Kitchens	- 20 years
Electrics	- 40 years
Alarm and Security	- 15 years

Other fixed assets

Other tangible fixed assets are depreciated evenly to their expected residual values over their expected useful lives as follows:

Equipment, fittings and furniture	over 5 years
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The residual value of all assets is assumed to be zero other than for land where it is assumed to be equal to the cost of the asset.

F. Investments

Investments are items of property and other assets held to generate income and capital growth for the charity.

Property investments

Property investments are carried at their market value as assessed by an external valuer.

G. Financial Instruments

Financial instruments are contracts that give rise to a financial asset for one party to the contract and a financial liability or equity instrument for the other party.

Basic Financial Instruments

Kingsley Hall has basic financial instruments that are recognised when the provisions of the contract are met and for which the accounting policies are as follows:

Trade debtors and other amounts receivable

Trade debtors and other amounts receivable are recognised at the value defined by the contract, agreement or legislation giving rise to the amount receivable.

Trade creditors and other amounts payable

Trade creditors and other amounts payable are recognised at the value defined by the contract, agreement or legislation giving rise to the liability.

Other Financial Instruments

The charity does not hold any financial instruments defined as other by FRS 102.

1 Accounting Policies (continued)

H. Impairment of assets

At each accounts date, the recoverable amounts of assets are assessed to determine whether they have fallen below their carrying values. When the recoverable amount of an asset falls below its carrying amount, the value of the asset is said to be impaired. The carrying amount is reduced to the recoverable amount with the loss in value reported in income and expenditure.

The recoverable amount of an asset is the higher of the amount that can be generated by using the asset or by selling it. When assessing the recoverable amount of purchased goodwill, the cash flows arising from the group of assets that make up the cash-generating unit in an entity combination are used to assess the amount generated by using the assets. The amount attributable to goodwill is taken to be the excess of the recoverable amount of the cash-generating unit over the fair values of the individual assets in the cash-generating unit.

I. Leases

Operating leases

Where Kingsley Hall acts as the lessee, the cost of operating leases is recognised by spreading the total payments under the lease, including lease premiums paid, evenly over the lease term. Lease incentives that reduce the rent payable under the lease are taken as part of the total payments.

Where Kingsley Hall acts as the lessor, income is recognised by spreading the total receipts under the lease evenly over the lease term. Lease incentives paid and premiums received are treated as part of the total receipts. Costs of arranging the lease of an asset are added to the cost of the leased asset and recognised over the lease term in the same way as the lease income.

J. Short-term employee benefits

The liability to pay short-term employee benefits, which are mainly salary, the entitlement to paid leave and related employment taxes, is recognised as the employees earn entitlement to pay and paid leave under the terms of their employment contract with a corresponding expense recognised in expenditure. Amounts paid are deducted from the liability when paid.

K. Pensions

Defined contribution pension schemes

Contributions to defined contribution pension schemes are recognised when entitlement to the contributions has been earned by the member of staff.

L. Cash flows

The cash flows of the charity are shown and reported using the indirect method of calculating cash flows.

1 Accounting Policies (continued)

M. Taxation Status

The company is a charity within the meaning of Para 1 Schedule 6 Finance Act 2010. Accordingly the company is potentially exempt from taxation in respect of income or capital gains within categories covered by Chapter 3 of 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. No tax charge arose in the period.

N. Critical Estimates and areas of Significant Judgement

Refer to section E and H of the accounting policies for details of the estimates of useful life made regarding tangible fixed assets and the relevant impairment.

2 Donations, legacies and grants

	Unrestricted	Restricted	Permanent	Total	Unrestricted	Restricted	Permanent	Total
	Funds	Funds	Endowment	Funds	Funds	Funds	Endowment	Funds
	2022	2022	Fund	2022	2021	2021	2021	2021
	£	£	£	£	£	£	£	£
Building grant	-	844,117	-	844,117	-	578,831	-	578,831
Donations and gifts	109,634	-	-	109,634	22,239	-	-	22,239
Fellowship offerings	20,352	-	-	20,352	17,131	-	-	17,131
Other grant income	87,728	293,052	-	380,780	267,510	198,542	-	466,052
Total donations and legacies	217,714	1,137,169	-	1,354,883	306,880	777,373	-	1,084,253

3 Income from charitable activities

	Unrestricted	Restricted	Permanent	Total	Unrestricted	Restricted	Permanent	Total
	Funds	Funds	Endowment	Funds	Funds	Funds	Endowment	Funds
	2022	2022	Fund	2022	2021	2021	2021	2021
	£	£	£	£	£	£	£	£
Club fees	-	-	-	-	-	-	-	-
Development project grant	-	-	-	-	-	-	-	-
Grant surplus	-	12,000	-	12,000	48,000	-	-	48,000
Canteen sales	-	-	-	-	6,838	-	-	6,838
Hall room hire	4,035	-	-	4,035	(30)	-	-	(30)
Kinder Kapers pre-school	-	44,072	-	44,072	-	16,232	-	16,232
Pre-school nursery education grant	-	320,112	-	320,112	-	305,903	-	305,903
Total charitable activities	4,035	376,184	-	380,219	54,808	322,135	-	376,943

**Kingsley Hall Church and Community Centre
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Notes to the financial statements continued**

4 Other trading income

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Permanent Endowment Fund 2022 £	Total Funds 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Permanent Endowment Fund 2021 £	Total Funds 2021 £
Fundraising events	381	-	-	381	-	-	-	-
Subscriptions	-	-	-	-	(60)	-	-	(60)
Social supermarket sales	13,647	-	-	13,647	-	-	-	-
Miscellaneous income	202	-	-	202	77	-	-	77
Total other trading income	14,230	-	-	14,230	17	-	-	17

5 Investment income

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Permanent Endowment Fund 2022 £	Total Funds 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Permanent Endowment Fund 2021 £	Total Funds 2021 £
Bank interest receivable	131	-	-	131	433	-	-	433
Rental income – Flat	4,020	-	-	4,020	4,020	-	-	4,020
Rent income – Nursery flat	-	-	-	-	-	-	-	-
Rent income – Sunshine House	33,760	-	-	33,760	38,950	-	-	38,950
Total investment income	37,911	-	-	37,911	43,403	-	-	43,403

6 Expenditure on generating voluntary income

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Permanent Endowment Fund 2022 £	Total Funds 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Permanent Endowment Fund 2021 £	Total Funds 2021 £
Fundraising expenses	2,879	-	-	2,879	712	-	-	712
	2,879	-	-	2,879	712	-	-	712

7 Expenditure on charitable activities

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Permanent Endowment Fund 2022 £	Total Funds 2022 £	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Permanent Endowment Fund 2021 £	Total Funds 2021 £
Church and community centre	235,329	-	45,520	280,849	261,755	-	45,520	307,275
Pre-school	-	254,478	-	254,478	-	253,662	-	253,662
Other grant expenditure	-	93,689	-	93,689	-	255,087	-	255,087
	235,329	348,167	45,520	629,016	261,755	508,749	45,520	816,024

7 Expenditure on charitable activities

Analysis of expenditure on charitable activities by category:

	2022 £	2021 £
Staff costs	374,684	376,293
Rates and water	2,942	3,727
Light and heat	24,749	15,436
Postage and telephone	2,118	6,257
Printing, stationery, advertising and insurance	10,820	7,370
Sundries	4,856	5,109
Bad debt provision	861	-
Pre-school expenses	15,182	10,745
Canteen expenses	703	374
Furnishings, maintenance, repairs and IT	11,025	15,572
Legal and professional fees	15,927	19,687
Trustees expenses	16	80
Depreciation	49,161	48,805
Other grant expenditure	86,214	249,377
Interest payable and similar charges	27,642	25,802
Social supermarket net costs	1,937	3,291
Covid-19 (Costs)	179	28,099
	629,016	816,024

In 2022, staff costs of £104,917(2021: £191,362) has been charged to grant related activity and included in £338,395 (2021: £245,351) 'Other grant expenditure' above together with £371,365 (2021: £376,783) 'Staff costs', this amounts to total staff costs of £476,282 (2021: £568,145) as disclosed in Note 10 below.

8 Net income/ (expenditure)

	2022 £
Net income/(expenditure) is stated after charging:	
Depreciation	49,161
Operating lease charges	1,387

The audit fee for the year is borne by the parent company, Livability.

9 Trustee remuneration and expenses

No remuneration or expenses were paid to any of the Trustees during the year. (2021: £79.90)

10 Staff costs

	2022
	£
Wages and salaries	436,353
Social security costs	29,682
Other pension costs	10,247
	<u>476,282</u>

The average monthly number of employees in the year was 26 (2021: 29). 1 employee received emoluments in excess of £60,000 (2021 – 1). Key management staff are the Pre-school Manager, the Centre Director and the Deputy Director - Operations. The total emoluments of these staff in the year was £144,500 (2021: £144,287), national insurance costs were £16,280 (2021: £17,587) and pension costs were £5,002 (2021: £4,979).

11 Tangible fixed assets

	Land & buildings £	Assets Under Construction £	Fixtures, fittings and equipment £	Total £
Cost/valuation				
At 1 April 2021	2,860,984	865,065	75,706	3,801,755
Additions	-	1,961,625	12,422	1,974,047
Transfers to land and buildings	-	-	-	-
At 31 March 2022	2,860,984	2,826,690	88,128	5,775,802
Depreciation				
At 1 April 2021	188,344	-	58,640	246,984
Charged in the year	45,520	-	3,641	49,161
At 31 March 2022	233,864	-	62,281	296,145
Net book value				
At 31 March 2022	2,627,120	2,826,690	25,847	5,479,657
At 31 March 2021	2,672,640	865,065	17,066	3,554,771

Assets under construction represent the cost to date of Phase 1b of the redevelopment of the site.

Fixed assets with a carrying value of £2,672,640 have been pledged as security for the Charity Bank loan disclosed in note 14.

12 Debtors: amounts falling due within one year

	2022	2021
	£	£
Trade debtors	7,346	3,980
Prepayments and accrued income	30,571	428,097
	37,917	432,077

13 Creditors: amounts falling due within one year

	2022	2021
	£	£
Trade creditors	2,143	-
Bank loan	23,107	-
Other creditors	51,297	51,198
Amounts due to parent undertaking	1,100,114	6,674
	1,176,661	57,872

14 Creditors: amounts falling due after more than one year

	2022	2021
	£	£
Bank Loan – Charity Bank		
Repayable within 2-5 years	101,505	67,668
Repayable after more than 5 years	608,560	682,332
Other Loan – Lester Trust		
Repayable after 5 years	-	100,000
	710,065	850,000

The loan from Charity Bank has a 25-year term with interest only, at 3.25% over Base Rate payable in the first three years. Capital repayments commence after 3 years.

The loan from the Lester Trust had a 5 year term with interest at 1.5% payable during the term and repayable after 5 years. On 21 June 2021, the loan, including accrued interest, was forgiven and converted to a donation to support the development of the site in Dagenham.

15 Operating leases

	2022	2021
	£	£
The minimum lease payments under		
Within one year	1,387	1,387
Between two and five years	-	-
After more than five years	-	-

16 Analysis of net assets between funds

	Unrestricted Funds 2022 £	Restricted Funds 2022 £	Permanent Endowment Fund 2022 £	Total Funds 2022 £	Total Funds 2021 £
Tangible fixed assets	2,049,581	2,826,690	603,386	5,479,657	3,554,771
Bank and cash in hand	1,611,585	54,896	-	1,666,481	1,063,005
Current assets	9,805	28,112	-	37,917	432,077
Current liabilities	(1,176,661)	-	-	(1,176,661)	(57,872)
Long term liabilities	(710,065)	-	-	(710,065)	(850,000)
	1,784,245	2,909,698	603,386	5,297,329	4,141,981
Prior year					
	Unrestricted Funds 2021 £	Restricted Funds 2021 £	Permanent Endowment Fund 2021 £	Total Funds 2021 £	Total Funds 2020 £
Tangible fixed assets	2,454,222	451,643	648,906	3,554,771	3,041,641
Bank and cash in hand	91,764	971,241	-	1,063,005	891,607
Current assets	14,564	417,513	-	432,077	756,030
Current liabilities	(185,432)	127,560	-	(57,872)	(385,177)
Long term liabilities	(850,000)	-	-	(850,000)	(850,000)
	1,525,118	1,967,957	648,906	4,141,981	3,454,101

17 Movement in funds

	At 1 April 2021 £	Income £	Expenditure £	Transfers £	At 31 March 2022 £
Unrestricted funds					
General Fund	1,525,118	273,890	(238,208)	223,445	1,784,245
Restricted funds					
Pre-school education	340,307	364,184	(254,479)	-	450,012
Youth Investment fund	11,006	-	(9,216)	-	1,790
Eden Partnership fund	9,628	-	(82)	-	9,546
Lankelly Chase	111,440	179,348	(106,066)	-	184,722
"Our House" fund	11,356	-	(2,903)	-	8,453
Hobson Trust	100,000	-	-	-	100,000
BBC Children in need	114,819	-	(54,783)	-	60,036
Redevelopment fund	749,382	897,054	82,107	276,555	2,005,098
Lottery building fund	500,000	-	-	(500,000)	-
Jack Petchey Foundation	18,441	5,550	(50)	-	23,941
Other grants	1,208	67,218	(2,696)	-	65,730
Capital fund	370	-	-	-	370
Total restricted funds	1,967,957	1,513,354	(348,168)	(223,445)	2,909,698
Endowment funds	648,906	-	(45,520)	-	603,386
	4,141,981	1,787,244	(631,896)	-	5,297,329

Prior year

	At 1 April 2020 £	Income £	Expenditure £	Transfers £	At 31 March 2021 £
Unrestricted funds					
General Fund	1,382,477	405,108	(262,467)	-	1,525,118
Restricted funds					
Pre-school education	271,834	322,135	(253,662)	-	340,307
Youth Investment fund	43,683	-	(32,677)	-	11,006
Eden Partnership fund	-	10,000	(372)	-	9,628
Lankelly Chase	46,544	143,056	(78,160)	-	111,440
"Our House" fund	-	33,432	(22,076)	-	11,356
Hobson Trust	100,000	-	-	-	100,000
BBC Children in need	114,819	-	-	-	114,819
Redevelopment fund	290,000	578,831	(119,449)	-	749,382
Lottery building fund	500,000	-	-	-	500,000
Jack Petchey Foundation	9,387	9,054	-	-	18,441
Other grants	561	3,000	(2,353)	-	1,208
Capital fund	370	-	-	-	370
Total restricted funds	1,377,198	1,099,508	(508,749)	-	1,967,957
Endowment funds	694,426	-	(45,520)	-	648,906
	3,454,101	1,504,616	(816,736)	-	4,141,981

Pre-school education

Income for pre-school education is restricted to use for the provision of this education under the terms of the grants received.

Eden Partnership

Funding for empowering, equipping and enabling an Eden team at Kingsley Hall to engage local young people and families through missional lifestyles and programmed activities in order to pursue transformational objectives over the long-term.

Lankelly Chase

Funding to support people with lived experiences of extreme marginalisation through critical path outcomes and participatory grant making.

Building Connections ("Our House")

The 'Our House' project provides open access facilitated community café space for isolated people and community groups to connect, gain life skills to reduce loneliness and supported opportunities into volunteering.

Hobson Trust

Grant towards redevelopment of the Kingsley Hall community centre.

Redevelopment Grant

Grant towards redevelopment of the Kingsley Hall community centre and new LIVEWELL Centre at Kingsley Hall.

Jack Petchey Foundation

Project providing supported volunteering opportunities for young people.

Hobson Trust and Lottery Building Fund were awarded for the building project and lack of movement in reserves is due to timings of development spend delivered after this period.

BBC Children in Need was awarded for work with young people on a project where project spend was delivered after this period.

The Youth Investment Fund (a programme jointly funded by the Big Lottery Fund and the Department for Culture, Media and Sport) is a 3 year project to deliver open access youth work.

BBC Children in Need funds represents the LIVE SAFE project providing open-access to youth work for young people aged 11-18.

Other grants represent various small grants received to fund specific operational activities.

The **Capital Fund** represents the net book value of assets acquired for use in restricted activities.

Endowment funds represent the assets of the Kingsley Hall, Dagenham charitable trust which are required to be retained for the purposes of supporting activities such as those undertaken by Kingsley Hall Church and Community Centre.

Transfers from restricted funds in the prior year represent the contribution by the pre-school activities to the shared costs of buildings and management and administrative support of the charity.

18 Commitments and contingent assets

As at 31st March 2022 the capital commitments of the charity were as follows:

	2022	2021
	£	£
Contracted	-	-
Approved not contracted	-	-

19 Related party transactions

	2022	2021
	£	£
Grants from parent charity	844,117	588,235
Amounts owed to parent undertaking	1,100,114	6,674

The charity's parent charity, Livability, provides payroll services for Kingsley Hall Church and Community Centre for no charge. Livability purchases some specific services on behalf of the charity and has provided funding for the GLA funded development project.

20 Controlling party

Livability (charity registration number 1116950; company registration number 5967087) is registered in England and Wales and is the parent charity of Kingsley Hall Church and Community Centre. As the sole corporate member of the charitable company, Livability exercises control over Kingsley Hall through the appointment of the officers of the company.

The objects of Livability are to:

- assist or educate any person in charitable need and, in particular but without limitation, any disabled person and the parents, guardians and carers of such people by whatever means; and
- provide facilities, support, advice and assistance for Christian congregations, other Christian groupings and community groups seeking to alleviate charitable needs.

Livability fulfils these objects principally through the provision of education, accommodation and care services to people with disabilities and by supporting Christian communities to tackle poverty and related social issues.

Livability's registered office is 6 Mitre Passage, London SE10 0ER from which address copies of the accounts of Livability may be obtained by applying in writing to the Company Secretary.

21 Post balance sheet events

After 1st April 2022, land was disposed generating £1,300,000 in sales proceeds.