

Rock Christian Centre
Unaudited Financial Statements
31 October 2016

PAUL KIRBY & COMPANY LIMITED

Chartered Accountants
Davenport House
Bawtry Road
Everton
DN10 5BP

Rock Christian Centre
Financial Statements
Period ended 31 October 2016

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Rock Christian Centre

Trustees' Annual Report

Period ended 31 October 2016

The trustees present their report and the unaudited financial statements of the charity for the period ended 31 October 2016.

Registered charity name Rock Christian Centre

Charity registration number 1163895

Principal office 177 - 195 Spital Hill
Sheffield
S4 7LF

The trustees

Mr J C Watts
Mr A Birtwhistle
Mr P J Teeling
Mr H C Sibanda
Mr J M Beyer
Mr P J Hunt

Accountants

Paul Kirby & Company Limited
Chartered Accountants
Davenport House
Bawtry Road
Everton
DN10 5BP

The charity formation on 8 January 2015

The Rock Christian Centre CIO was registered by the Charity Commission on October 8th 2015. The new charity remained dormant until 26th January 2016. On January 25th 2016 all the assets and liabilities of the former governing charity number 1086749 'Church on the Rock, Sheffield', were transferred to Rock Christian Centre.

Structure, governance and management

The charity is governed by its trustees, the minimum number at any one time being three. The trustees comprise of the church elders; the treasurer and any other person who has a significant financial management role in the charity - (currently the Chairman of Burngreave Foodbank.) The charity employs full time a Senior Pastor and Assistant Pastor, plus part time Foodbank Coordinator and an Administrator. Day to day running of the charity is carried out by the Pastors assisted by the Foodbank Coordinator, Administrator and a large number of volunteers.

Objectives and activities

The object of the CIO is, for the public benefit, the advancement of the Christian faith in Sheffield and such other parts of the United Kingdom and the World as the Charity Trustees may from time to time decide.

Rock Christian Centre

Trustees' Annual Report *(continued)*

Period ended 31 October 2016

Achievements and performance

The first year of activity of the CIO has been a crucial year in the development of Rock Christian Centre. Finances - 2015/16 has seen a significant increase in donations as a result of the special 'Building Fund' appeal to raise monies to complete the purchase of the new site without a mortgage. It is most encouraging to note that donations to the General Fund have not decreased as a result of this special appeal, but rather increased during the same time period. Sites & Buildings - In one year Rock Christian Centre moved from operating from one building on one site to four buildings on three sites!

In March 2016 the purchase of 177-195 Spital Hill was finally completed. On Easter Sunday 2016 the church congregation paraded up to the new site to view the new facilities and to ask God's blessing on the building project. From March to June 2016 alterations and renovations to the former library building were undertaken. On 19th June 2016 the Burngreave Foodbank and Church Offices were relocated to the new site. In April 2016 the church was unexpectedly offered the future use of a small chapel on Handley Street close to the new site as the occupying church was closing. In August 2016 the chapel, newly renamed as 'The Lighthouse' opened primarily as an outreach project to the addicts and homeless that frequent the area. The Lighthouse has also become the home to our weekly Breakthrough Prayer evenings. Church & Congregation - The church has continued to grow and develop and has now reached the maximum capacity of our present building.

The five year vision launched in 2012 has continued to be implemented and fulfilled. This vision is based on the Biblical example of the early church in Acts 2:42-47 and is separated under 4 titles. Growing Up in Maturity; Growing Together in Community; Growing Out in Evangelism and Mission; Growing Larger in Numbers. In association with this vision we also have our Mission Statement: 'A church for all nations sharing God's love and truth to all people through the transforming message of Jesus.' In addition we have formulated a number of core statements that encapsulate the aims and objectives of the church.

During 2015/16 the number of active adult 'Partners' of the church grew from 101 to 108 indicating a growth in the commitment to the vision of the church. There was also a growth in the numbers attending church and the seating capacity is at maximum for the current building. Core church activities in addition to the regular Sunday services included Children's and Youth groups; Youth Club; Growth Groups; Breakthrough Prayer; Alpha Course; Marriage Course; Men's Events; Ladies Lunches; International Harvest Feast etc.

The Burngreave Foodbank, (affiliated to Trussell Trust), continued to serve the local community providing, (in the year up to October 31st 2016), 20,423kgs of food for 3,144 local people, 1,210 of whom were children. The Foodbank is greatly benefitting from the improved access and storage facilities of the new site which they moved to in June 2016. A significant number of volunteers from the church and local community are actively involved in the work of the Foodbank including the Tesco Foodbank Collections. Miss Rachel Snow is employed part time as the Burngreave Foodbank Manager. 'The Lighthouse' outreach project was launched in Autumn 2016 from the Handley Street site and is beginning to help meet the physical and spiritual needs of the large number of addicts and homeless that frequent the area around the new sites.

Financial review

The trustees are satisfied with the financial position of the charity. Substantial work on the property has been commenced with adequate funds being donated to meet this. In order to assist in funding the lease purchase, internally generated loans were made available. At the year-end a total of £148,000 was outstanding, due for repayment in between one and thirteen years. It is the policy of the trustees to maintain free unrestricted reserves sufficient to cover three months' normal expenditure.

Rock Christian Centre
Trustees' Annual Report *(continued)*
Period ended 31 October 2016

Statement of trustees' responsibilities

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

Law applicable to charities in England and Wales requires trustees to prepare financial statements for each financial year which give a true and fair view of the charity and of the incoming resources and application of resources of the charity for that year. In preparing these financial statements the trustees are required to:

- Select suitable accounting policies and then apply them consistently;
- Observe the methods and principles in the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained fully in the financial statements; and
- Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011. They are responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of the board of trustees

J M Beyer

Trustee

23 August 2017

Rock Christian Centre

Independent Examiner's Report to the Trustees of Rock Christian Centre

Period ended 31 October 2016

I report on the financial statements for the period ended 31 October 2016, which comprise the statement of financial activities, statement of financial position and the related notes.

Respective responsibilities of trustees and examiner

The trustees are responsible for the preparation of the financial statements. The trustees consider that an audit is not required for this period under section 144(2) of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts under section 145 of the 2011 Act;
- to follow the procedures laid down in the general Directions given by the Charity Commission under section 145(5)(b) of the 2011 Act; and
- to state whether particular matters have come to my attention.

Basis of independent examiner's report

My examination was carried out in accordance with the general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the next statement.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

(1) which gives me reasonable cause to believe that in any material respect the requirements:

- to keep accounting records in accordance with section 130 of the 2011 Act, and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the 2011 Act
- have not been met, or

(2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

P Kirby BA FCA

24 August 2017

PAUL KIRBY & COMPANY LIMITED
Chartered Accountants
Davenport House
Bawtry Road
Everton
DN10 5BP

Rock Christian Centre
Statement of Financial Activities
31 October 2016

		Unrestricted funds £	2016 Restricted funds £	Total funds £
Income and endowments	Note			
Donations and legacies	4	187,967	250,867	438,834
Charitable activities	5	150	—	150
Total income		<u>188,117</u>	<u>250,867</u>	<u>438,984</u>
Expenditure				
Expenditure on charitable activities	6,7	109,473	26,689	136,162
Total expenditure		<u>109,473</u>	<u>26,689</u>	<u>136,162</u>
Net income		<u>78,644</u>	<u>224,178</u>	<u>302,822</u>
Transfers between funds		218,705	(218,705)	—
Net movement in funds		<u>297,349</u>	<u>5,473</u>	<u>302,822</u>
Reconciliation of funds				
Total funds brought forward		—	—	—
Total funds carried forward		<u>297,349</u>	<u>5,473</u>	<u>302,822</u>

The statement of financial activities includes all gains and losses recognised in the period.
All income and expenditure derive from continuing activities.

The notes on pages 8 to 14 form part of these financial statements.

Rock Christian Centre
Statement of Financial Activities
31 October 2016

Merged Activities

	2016	2015	
	Unrestricted funds	Restricted funds	Total funds
	£	£	£
Income and endowments			
Donations	165,5577	107,083	210,112
Charitable activities	150	2,482	7,024
Total income	<u>165,707</u>	<u>109,565</u>	<u>217,136</u>
Expenditure			
Expenditure on charitable activities	145,708	32,093	147,332
Total expenditure	<u>145,708</u>	<u>32,093</u>	<u>147,332</u>
Net income	<u>19,999</u>	<u>77,472</u>	<u>69,804</u>
Transfers between funds	218,705	(218,705)	–
Net movement in funds	<u>238,704</u>	<u>(141,233)</u>	<u>69,804</u>
Reconciliation of funds			
Total funds brought forward	58,645	146,706	135,547
Total funds carried forward	<u>297,349</u>	<u>5,473</u>	<u>205,351</u>

The statement includes the accounts, restricted and unrestricted funds, of Church on the Rock (Trust), for the period 1 November 2015 to the commencement of activities of Rock Christian Centre (CIO) on 26 January 2016 and the activities of Rock Christian Centre until 31 October 2016. The comparatives relate to Church on the Rock for the year ended 31 October 2015.

On 25 January 2015, all the assets and liabilities of Church on the Rock were transferred to Rock Christian Centre.

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

The notes on pages 8 to 14 form part of these financial statements.

Rock Christian Centre
Statement of Financial Position
31 October 2016

		2016	
		£	£
Fixed assets			
Tangible fixed assets	11		363,490
Current assets			
Debtors	12	17,457	
Cash at bank and in hand		73,881	
		<u>91,338</u>	
Creditors: amounts falling due within one year	13	<u>24,006</u>	
Net current assets			<u>67,332</u>
Total assets less current liabilities			430,822
Creditors: amounts falling due after more than one year	14		128,000
Net assets			<u>302,822</u>
Funds of the charity			
Restricted funds			5,473
Unrestricted funds			297,349
Total charity funds	15		<u>302,822</u>

These financial statements were approved by the board of trustees and authorised for issue on 23 August 2017 and are signed on behalf of the board by:

J M Beyer

Trustee

23 August 2017

The notes on pages 8 to 14 form part of these financial statements.

Rock Christian Centre
Notes to the Financial Statements
Period ended 31 October 2016

1. General information

The charity is registered charity in England and Wales and is unincorporated. The address of the principal office is 177 - 195 Spital Hill, Sheffield, S4 7LF.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Transition to FRS 102

Details of how FRS 102 has affected the reported financial position and financial performance is given in note 17.

Disclosure exemptions

(a) No cash flow statement has been presented for the company.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Rock Christian Centre

Notes to the Financial Statements *(continued)*

Period ended 31 October 2016

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

The property is held under a number of long leasehold agreements and is amortised by reference to the period of the leases.

Rock Christian Centre

Notes to the Financial Statements *(continued)*

Period ended 31 October 2016

3. Accounting policies *(continued)*

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings - 25% reducing balance

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Rock Christian Centre

Notes to the Financial Statements *(continued)*

Period ended 31 October 2016

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Donations and legacies

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Donations			
Donations	136,125	60,800	196,925
Transfer of assets and liabilities			
Transfer from Church on the Rock	51,842	190,067	241,909
	<u>187,967</u>	<u>250,867</u>	<u>438,834</u>

5. Charitable activities

	Unrestricted Funds £	Total Funds 2016 £
Other income from charitable activities	150	150

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Activities undertaken directly	108,173	26,689	134,862
Support costs	1,300	—	1,300
	<u>109,473</u>	<u>26,689</u>	<u>136,162</u>

Rock Christian Centre

Notes to the Financial Statements *(continued)*

Period ended 31 October 2016

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2016 £
Activities undertaken directly	134,862	–	134,862
Governance costs	–	1,300	1,300
	<u>134,862</u>	<u>1,300</u>	<u>136,162</u>

8. Independent examination fees

	2016 £
Fees payable to the independent examiner for: Independent examination of the financial statements	750

9. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2016 £
Wages and salaries	62,102
Social security costs	6,923
	<u>69,025</u>

The average head count of employees during the period was 5.

No employee received employee benefits of more than £60,000 during the year (2015: Nil).

10. Trustee remuneration and expenses

Salaries totalling £39,496 were paid to Mr J C Watts and Mr P J Hunt, trustees of the charity during the period. Additionally, total salaries of £12,831 were paid in the related charity, Church on the Rock, 1 November 2015 to 25 January 2016.

11. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Total £
Cost			
Additions	359,872	7,567	367,439
At 31 October 2016	<u>359,872</u>	<u>7,567</u>	<u>367,439</u>
Depreciation			
At 1 Nov 2015 and 31 Oct 2016	<u>1,575</u>	<u>2,374</u>	<u>3,949</u>
Carrying amount			
At 31 October 2016	<u>358,297</u>	<u>5,193</u>	<u>363,490</u>

Rock Christian Centre

Notes to the Financial Statements *(continued)*

Period ended 31 October 2016

12. Debtors

	2016 £
Income tax recoverable	10,502
Other debtors	6,955
	<u>17,457</u>

13. Creditors: amounts falling due within one year

	2016 £
Loans	20,000
Social security and other taxes	1,556
Other creditors	2,450
	<u>24,006</u>

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

	2016 £
Loans	<u>128,000</u>

15. Analysis of charitable funds

Unrestricted funds

	At 1 November 2015 £	Income £	Expenditure £	Transfers £	At 31 October 2016 £
General funds	—	188,117	(109,473)	218,705	<u>297,349</u>

Restricted funds

	At 1 November 2015 £	Income £	Expenditure £	Transfers £	At 31 October 2016 £
Building fund	—	232,201	(13,496)	(218,705)	—
Food bank	—	18,666	(13,193)	—	<u>5,473</u>
	—	<u>250,867</u>	<u>(26,689)</u>	<u>(218,705)</u>	<u>5,473</u>

Rock Christian Centre

Notes to the Financial Statements *(continued)*

Period ended 31 October 2016

16. Analysis of net assets between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2016 £
Tangible fixed assets	363,490	–	363,490
Current assets	85,865	5,473	91,338
Creditors less than 1 year	(24,006)	–	(24,006)
Creditors greater than 1 year	(128,000)	–	(128,000)
Net assets	<u>297,349</u>	<u>5,473</u>	<u>302,822</u>

17. Transition to FRS 102

These are the first financial statements that comply with FRS 102. The charity was formed on 8 October 2015 and therefore no transitional adjustments are required in the retained funds or income or expenditure for the period.

Rock Christian Centre
Management Information
Period ended 31 October 2016

The following pages do not form part of the financial statements.

Rock Christian Centre

Detailed Statement of Financial Activities

31 October 2016

	2016 £
Income and endowments	
Donations and legacies	
Donations	196,925
Transfer from Church on the Rock	241,909
	<u>438,834</u>
Charitable activities	
Other income from charitable activities	<u>150</u>
Total income	<u><u>438,984</u></u>
Expenditure	
Expenditure on charitable activities	
Purchases	9,679
Wages and salaries	62,102
Employer's NIC	6,923
Rent	18,750
Light and heat	5,542
Repairs and maintenance	2,854
Insurance	3,381
Legal and professional fees	12,971
Other office costs	4,606
Depreciation	3,949
Tithes and activities	5,405
	<u>136,162</u>
Total expenditure	<u><u>136,162</u></u>
Net income	<u><u>302,822</u></u>

Carried forward

Rock Christian Centre

Notes to the Detailed Statement of Financial Activities

31 October 2016

	2016 £
Expenditure on charitable activities	
<i>Activities undertaken directly</i>	
Donations and activities	9,679
Salaries	62,102
Ministry support	6,923
Rent	18,750
Light and heat	5,542
Repairs and maintenance	2,854
Insurance and licences	3,381
Legal and professional fees	11,671
Office and administration	4,606
Depreciation	3,949
Tithes and gifts	5,405
	<hr/>
	134,862
Governance costs	
Governance costs - accountancy fees	1,300
	<hr/>
Expenditure on charitable activities	<hr/> 136,162 <hr/>