

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 2018

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

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

**REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHARITY, ITS TRUSTEES AND ADVISERS
FOR THE YEAR ENDED 31 MARCH 2018**

Trustees

Christopher Gill, Pastor
Martin Brogan
Kent Young (resigned 1 March 2018)
Sylvia Ribbens
Mark Stevens, Assistant Pastor (resigned 1 August 2018)
James Sowah (appointed 1 February 2018)

Company registered number

08438643

Charity registered number

1152477

Registered office

New Road Avenue, Chatham, Kent, ME4 6BB

Accountants

MHA MacIntyre Hudson, Victoria Court, 17-21 Ashford Road, Maidstone, Kent, ME14 5DA

Solicitors

Winch & Winch, 5 New Road Avenue, Chatham, Kent, ME4 6AR

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

TRUSTEES' REPORT
FOR THE YEAR ENDED 31 MARCH 2018

The Trustees present their annual report together with the financial statements of the Charity for the year 1 April 2017 to 31 March 2018. The Trustees confirm that the Annual Report and financial statements of the company comply with the current statutory requirements, the requirements of the 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 (FRS 102) (effective 1 January 2015) as amended by Update Bulletin 1 (effective 1 January 2015).

Since the Charity qualifies as small under section 383, the strategic report required of medium and large companies under The Companies Act 2006 (Strategic Report and Director's Report) Regulations 2013 is not required.

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 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 on the basis of such Christian principle.

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

b. MAIN ACTIVITIES UNDERTAKEN TO FURTHER THE CHARITY'S PURPOSES FOR 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 FINANCIAL PERFORMANCE INDICATORS

The total incoming resources for the year were £410,676 (2017: £416,168), total resources expended were £373,059 (2017: £416,219) leaving net incoming resources of £37,617 (2017: £51 net outgoing) before transfers.

Included in total incoming resources for the year were tithes and offerings totalling £242,012 (2017: £224,511).

b. INVESTMENT POLICY AND PERFORMANCE

KING'S CHURCH MEDWAY
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

Financial review

a. GOING CONCERN

After making appropriate enquiries, the trustees have a reasonable expectation that the Charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements. Further details regarding the adoption of the going concern basis can be found in the Accounting Policies.

b. 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 funding, tithes and offerings and gifts; unbudgeted increase in costs, or unbudgeted major capital repairs. 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.

c. RESERVES POLICY

The charity held fund balances at 31 March 2018 of £958,567 (2017: £920,950) consisting of unrestricted funds of £926,538 (2017: £888,488) and restricted funds of £32,029 (2017: £32,462). Within unrestricted funds there are designated funds of £322,583 (2017: £263,056).

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

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

The Charity 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.

Trustees

There has been one addition to the Trustee's board in this period. James Sowah has joined the team in February 2018. During the year M Stevens & K Young both resigned as Trustee.

KING'S CHURCH MEDWAY
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

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, Mr Martin Brogan, Mr Mark Stevens (resigned 2018) & Mr Kent Young (resigned 2018), & Gillingham; Mr Christopher Gill, Mr Peter Marchand (deceased 2018) & Mr James Sowah.

The Elders provide their services on a voluntary basis with the exception of Mr Martin Brogan and Mr 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 Café at the Rainham Healthy Living Centres, 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 fulfill 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

Has returned to the premises at 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 continue to be rented to church members. The revenue from which acts as a finance stream for the Caring Hands operations. These residents are collectively referred to as King's Community.

KING'S CHURCH MEDWAY
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TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

King's Community

This is a group of church members who have chosen to live together in a Christian environment which provides opportunities for ministry training to other churches furthering the overall church vision. The finances from the community living service the total costs of the buildings and help finance the Day Centre running costs.

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.

Ignite & Prime

This is a ministry that has been established to provide a Christian forum for young people, mostly unmarried, from the age of 25 to get together regularly to learn and share about the various challenges facing them using the word of God as the primary basis. The 18 to 25 year olds are catered for by Prime which shares the same objectives as Ignite.

The King's Church Café

The Café is located within the Healthy Living Centres in Rainham. Providing food and a warm and a friendly place for social contact to the public who visit the Healthy Living Centre and those in the surrounding areas.

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

Led by an elder, the pastoral care of the church is effectively supported by Life Group leaders as well as members of the general congregation.

Trustee Responsibilities

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

b. METHOD 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.

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

TRUSTEES' REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF TRUSTEES

The policies adopted are those of the Charities 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. ARRANGEMENTS FOR SETTING PAY OF KEY MANAGEMENT PERSONNEL

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

Plans for future periods

a. FUTURE DEVELOPMENTS

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 2019. A review of our current charitable activities and future proposed activities is also planned for 2019. The primary aim will be to seek ways to further increase the effect of the charity's public benefit.

TRUSTEES' RESPONSIBILITIES STATEMENT

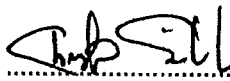
The Trustees (who are also directors of King's Church Medway for the purposes of company law) are responsible for preparing the Trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

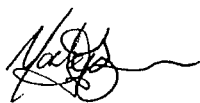
Company law requires the Trustees to prepare financial statements for each financial year. Under company law the Trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, 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;
- observe the methods and principles in the Charities SORP;
- make judgments 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 operation.

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.

This report was approved by the Trustees, on 13/12/18 and signed on their behalf by:


.....
Christopher Gill, Pastor
Trustee


Trustee **MARTIN BROGAN.**

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

**INDEPENDENT EXAMINER'S REPORT
FOR THE YEAR ENDED 31 MARCH 2018**

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 2018.

This report is made solely to the Charity's Trustees, as a body, in accordance with Part 4 of the Charities (Accounts and Reports) Regulations 2008. My work has been undertaken so that I might state to the Charity's Trustees those matters I am required to state to them in an Independent examiner's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Charity and the Charity's Trustees as a body, for my work or for this report.

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 Institute of Chartered Accountants in England and Wales, which is one of the listed bodies.

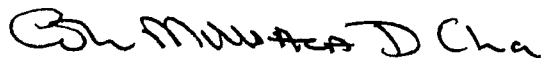
I have completed my examination. I can confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

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)].

KING'S CHURCH MEDWAY
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INDEPENDENT EXAMINER'S REPORT (continued)
FOR THE YEAR ENDED 31 MARCH 2018

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:

17. 12. 2018

Colin Mills ACA, DCha

MHA MACINTYRE HUDSON
Chartered Accountants
Victoria Court
17-21 Ashford Road
Maidstone
Kent
ME14 5DA

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

**STATEMENT OF FINANCIAL ACTIVITIES INCORPORATING INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2018**

	Note	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
INCOME FROM:					
Donations and legacies	2	-	289,051	289,051	266,023
Charitable activities	3	-	121,465	121,465	149,693
Investments	4	-	160	160	452
TOTAL INCOME		-	410,676	410,676	416,168
EXPENDITURE ON:					
Charitable activities	5	433	372,626	373,059	416,219
TOTAL EXPENDITURE	8	433	372,626	373,059	416,219
NET BEFORE OTHER RECOGNISED GAINS AND LOSSES		(433)	38,050	37,617	(51)
NET MOVEMENT IN FUNDS		(433)	38,050	37,617	(51)
RECONCILIATION OF FUNDS:					
Total funds brought forward		32,462	888,488	920,950	921,001
TOTAL FUNDS CARRIED FORWARD		32,029	926,538	958,567	920,950

The notes on pages 11 to 22 form part of these financial statements.

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

BALANCE SHEET
AS AT 31 MARCH 2018

	Note	£	2018 £	£	2017 £
FIXED ASSETS					
Tangible assets	12		1,242,349		1,270,124
CURRENT ASSETS					
Stocks	13	367		367	
Debtors	14	24,516		24,222	
Cash at bank and in hand		168,850		110,517	
		<u>193,733</u>		<u>135,106</u>	
CREDITORS: amounts falling due within one year	15	<u>(64,671)</u>		<u>(50,808)</u>	
NET CURRENT ASSETS			129,062		84,298
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>1,371,411</u>		<u>1,354,422</u>
CREDITORS: amounts falling due after more than one year	16		<u>(412,844)</u>		<u>(433,472)</u>
NET ASSETS			<u>958,567</u>		<u>920,950</u>
CHARITY FUNDS					
Restricted funds	17		32,029		32,462
Unrestricted funds	17		926,538		888,488
TOTAL FUNDS			<u>958,567</u>		<u>920,950</u>

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

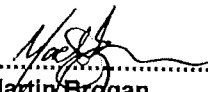
The Trustees consider that the Charity is entitled to exemption from the requirement to have an audit under the provisions of section 477 of the Companies Act 2006 ("the Act") and members have not required the Charity to obtain an audit for the year in question in accordance with section 476 of the Act.

The Trustees acknowledge their responsibilities for complying with the requirements of the Companies Act 2006 with respect to accounting records and the preparation of financial statements.

The financial statements were approved and authorised for issue by the Trustees on 13/12/18 and signed on their behalf, by:



 Christopher Gill, Pastor



 Martin Brogan

The notes on pages 11 to 22 form part of these financial statements.

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

1. ACCOUNTING POLICIES

1.1 Basis of preparation of financial statements

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), 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.

1.2 Company status

The Charity is a company limited by guarantee. 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 of the Charity.

1.3 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.

For legacies, entitlement is taken as the earlier of the date on which either: the Charity is aware that probate has been granted, the estate has been finalised and notification has been made by the executor(s) to the Trust that a distribution will be made, or when a distribution is received from the estate. Receipt of a legacy, in whole or in part, is only considered probable when the amount can be measured reliably and the Charity has been notified of the executor's intention to make a distribution. Where legacies have been notified to the Charity, or the Charity is aware of the granting of probate, and the criteria for income recognition have not been met, then the legacy is treated as a contingent asset and disclosed if material.

Donated services or facilities are recognised when the Charity has control over the item, any conditions associated with the donated item have been met, the receipt of economic benefit from the use of the Charity of the item is probable and that economic benefit can be measured reliably. In accordance with the Charities SORP (FRS 102), the general volunteer time of the Friends is not recognised and refer to the Trustees' report for more information about their contribution.

On receipt, donated professional services and donated facilities are recognised on the basis of the value of the gift to the Charity which is the amount the Charity would have been willing to pay to obtain services or facilities of equivalent economic benefit on the open market; a corresponding amount is then recognised in expenditure in the period of receipt.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

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

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

1. ACCOUNTING POLICIES (continued)

1.4 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.

Support costs are those costs incurred directly in support of expenditure on the objects of the Charity and include project management carried out at Headquarters.

Charitable activities and Governance costs are costs incurred on the Charity's operations, including support costs and costs relating to the governance of the Charity apportioned to charitable activities.

1.5 Tangible fixed assets and depreciation

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities incorporating income and expenditure account.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Freehold property	-	Nil
Motor vehicles	-	25%
Fixtures and fittings	-	25%
Office equipment	-	25%
Other fixed assets	-	25%

1.6 Interest receivable

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Charity; this is normally upon notification of the interest paid or payable by the Bank.

1.7 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.

1.8 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 2018**

1. ACCOUNTING POLICIES (continued)

1.9 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.

1.10 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 within interest payable and similar charges.

1.11 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.

1.12 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.

1.13 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.

KING'S CHURCH MEDWAY
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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

2. VOLUNTARY INCOME

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Tithes and offerings	-	242,012	242,012	224,511
Legacies	-	-	-	1,000
Grant income for charitable activities	-	1,980	1,980	1,000
Tax Credit on Gift Aided Income	-	45,059	45,059	39,512
Total donations and legacies	-	289,051	289,051	266,023
Total 2017	-	266,023	266,023	

3. INCOME FROM CHARITABLE ACTIVITIES

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Other	-	13	13	1,930
Rent	-	96,337	96,337	114,928
Vending machine sales	-	500	500	2,543
Cafe and King's kitchen sales	-	24,615	24,615	29,897
Missions	-	-	-	395
	-	121,465	121,465	149,693
Total 2017	395	149,298	149,693	

4. INVESTMENT INCOME

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Bank interest received	-	160	160	452
Total 2017	-	452	452	

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

5. EXPENDITURE BY CHARITABLE ACTIVITY

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Charitable activities	433	359,347	359,780	404,547
Governance costs	-	13,279	13,279	11,672
	<u>433</u>	<u>372,626</u>	<u>373,059</u>	<u>416,219</u>
Total 2017	-	416,219	416,219	

6. DIRECT COSTS

	Charitable activities - Church £	Governance costs £	Total 2018 £	Total 2017 £
Motor expenses	8,524	-	8,524	7,696
Buildings insurance	7,719	-	7,719	5,628
Premises maintenance	29,472	-	29,472	14,287
Communication	8,205	-	8,205	7,893
Material and equipment	6,351	-	6,351	5,706
Utilities	59,438	-	59,438	48,727
Legal and professional	724	-	724	8,186
Bank and finance charges	2,350	-	2,350	2,756
Café expenses	6,362	-	6,362	3,264
Vending machine expenses	-	-	-	1,259
Childrens church	1,543	-	1,543	2,982
Literature and brochures	584	-	584	1,597
Rent	10,033	-	10,033	9,671
Other expenditure	23,708	-	23,708	13,300
Hall hire	1,618	-	1,618	1,481
Youth club	568	-	568	2,560
Independent examination	-	4,200	4,200	5,706
Accountancy fees	-	6,762	6,762	5,931
Meeting expenses	-	2,317	2,317	35
Wages and salaries	101,595	-	101,595	128,122
Pension cost	226	-	226	367
Depreciation	16,468	-	16,468	17,128
	<u>285,488</u>	<u>13,279</u>	<u>298,767</u>	<u>294,282</u>
Total 2017	-	-	-	

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

7. SUPPORT COSTS

	Charitable activities - Residential £	Total 2018 £	Total 2017 £
Premises maintenance	21,313	21,313	53,204
Bank and finance charges	15,445	15,445	15,828
Loss on disposal of fixed assets	1,222	1,222	-
Wages and salaries	19,628	19,628	32,668
Depreciation	16,684	16,684	20,237
	<u>74,292</u>	<u>74,292</u>	<u>121,937</u>
Total 2017	-	-	-

8. ANALYSIS OF EXPENDITURE BY EXPENDITURE TYPE

	Staff costs 2018 £	Depreciation 2018 £	Other costs 2018 £	Total 2018 £	Total 2017 £
Charitable activities	121,449	33,152	205,179	359,780	404,547
Governance costs	-	-	13,279	13,279	11,672
	<u>121,449</u>	<u>33,152</u>	<u>218,458</u>	<u>373,059</u>	<u>416,219</u>
Total 2017	<u>161,157</u>	<u>37,365</u>	<u>217,697</u>	<u>416,219</u>	

9. NET INCOME/(EXPENDITURE)

This is stated after charging:

	2018 £	2017 £
Depreciation of tangible fixed assets: - owned by the charity	33,152	37,365
Auditors' remuneration - audit	4,200	5,706
Auditors' remuneration - other services	<u>6,762</u>	<u>5,931</u>

During the year, no Trustees received any remuneration of £60,000 (2017 - £66,041).

During the year, no Trustees received any benefits in kind (2017 - £NIL).

During the year, no Trustees received any reimbursement of expenses (2017 - £NIL).

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10. AUDITORS' REMUNERATION

The Independent Examiner's remuneration amounts to an Independent Examination fee of £4,200 (2017 - £5,706), and accountancy, bookkeeping and payroll fees of £6,762(2017 - £5,931).

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

11. STAFF COSTS

Staff costs were as follows:

	2018 £	2017 £
Wages and salaries	121,223	160,790
Other pension costs	226	367
	<u>121,449</u>	<u>161,157</u>

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

2018 No.	2017 No.
6	7

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

During the year ending March 2018, Trustees Christopher Gill and Martin Brogan, received remuneration totalling £60,000 (2017: £66,041) and employer pension contributions of £nil (2017: £nil).

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

12. TANGIBLE FIXED ASSETS

	Freehold property £	Motor vehicles £	Fixtures and fittings £	Office equipment £	Church Equipment £	Total £
Cost						
At 1 April 2017	1,223,269	40,836	43,182	23,641	50,615	1,381,543
Additions	1,237	-	890	2,581	3,691	8,399
Disposals	-	(3,900)	-	-	(129)	(4,029)
At 31 March 2018	<u>1,224,506</u>	<u>36,936</u>	<u>44,072</u>	<u>26,222</u>	<u>54,177</u>	<u>1,385,913</u>
Depreciation						
At 1 April 2017	16,309	20,517	29,344	9,517	35,732	111,419
Charge for the year	16,325	4,349	5,018	3,918	3,542	33,152
On disposals	-	(975)	-	-	(32)	(1,007)
At 31 March 2018	<u>32,634</u>	<u>23,891</u>	<u>34,362</u>	<u>13,435</u>	<u>39,242</u>	<u>143,564</u>
Net book value						
At 31 March 2018	<u>1,191,872</u>	<u>13,045</u>	<u>9,710</u>	<u>12,787</u>	<u>14,935</u>	<u>1,242,349</u>
At 31 March 2017	<u>1,206,960</u>	<u>20,319</u>	<u>13,838</u>	<u>14,124</u>	<u>14,883</u>	<u>1,270,124</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

13. STOCKS

	2018 £	2017 £
Finished goods and goods for resale	367	367

14. DEBTORS

	2018 £	2017 £
Other debtors	18,942	13,417
Prepayments and accrued income	5,574	10,805
	24,516	24,222

15. CREDITORS: Amounts falling due within one year

	2018 £	2017 £
Bank loans and overdrafts	36,074	36,075
Trade creditors	16,832	5,506
Other taxation and social security	2,240	2,190
Accruals and deferred income	9,525	7,037
	64,671	50,808

16. CREDITORS: Amounts falling due after more than one year

	2018 £	2017 £
Bank loans	412,844	433,472

Creditors include amounts not wholly repayable within 5 years as follows:

	2018 £	2017 £
Repayable by instalments	412,844	433,472

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 Kings Church, New Road Avenue, Chatham Kent from Barclays Bank Plc.

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**NOTES TO THE FINANCIAL STATEMENTS
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17. STATEMENT OF FUNDS

STATEMENT OF FUNDS - CURRENT YEAR

	Balance at 1 April 2017 £	Income £	Expenditure £	Balance at 31 March 2018 £
Designated funds				
Designated Residential	263,056	133,386	(73,859)	322,583
General funds				
General Funds - all funds	625,432	277,290	(298,767)	603,955
Total Unrestricted funds	888,488	410,676	(372,626)	926,538
Restricted funds				
Buildings restricted fund	32,067	-	(433)	31,634
Kings Church Missions	395	-	-	395
	32,462	-	(433)	32,029
Total of funds	920,950	410,676	(373,059)	958,567

STATEMENT OF FUNDS - PRIOR YEAR

	Balance at 1 April 2016 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2017 £
Designated Residential	100,548	138,915	(121,504)	145,097	263,056
General funds					
General Funds - all funds	642,856	276,858	(294,282)	-	625,432
Restricted funds					
Caring Hands Gifts	145,097	-	-	(145,097)	-
Buildings restricted fund	32,500	-	(433)	-	32,067
Kings Church Missions	-	395	-	-	395
	177,597	395	(433)	(145,097)	32,462
Total of funds	921,001	416,168	(416,219)	-	920,950

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018**

SUMMARY OF FUNDS - CURRENT YEAR

	Balance at 1 April 2017 £	Income £	Expenditure £	Balance at 31 March 2018 £
Designated funds	263,056	133,386	(73,859)	322,583
General funds	625,432	277,290	(298,767)	603,955
	<u>888,488</u>	<u>410,676</u>	<u>(372,626)</u>	<u>926,538</u>
Restricted funds	32,462	-	(433)	32,029
	<u>920,950</u>	<u>410,676</u>	<u>(373,059)</u>	<u>958,567</u>

SUMMARY OF FUNDS - PRIOR YEAR

	Balance at 1 April 2016 £	Income £	Expenditure £	Transfers in/out £	Balance at 31 March 2017 £
Designated funds	100,548	138,915	(121,504)	145,097	263,056
General funds	642,856	276,858	(294,282)	-	625,432
	<u>743,404</u>	<u>415,773</u>	<u>(415,786)</u>	<u>145,097</u>	<u>888,488</u>
Restricted funds	177,597	395	(433)	(145,097)	32,462
	<u>921,001</u>	<u>416,168</u>	<u>(416,219)</u>	<u>-</u>	<u>920,950</u>

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS

ANALYSIS OF NET ASSETS BETWEEN FUNDS - CURRENT YEAR

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	31,634	1,210,715	1,242,349
Current assets	395	193,338	193,733
Creditors due within one year	-	(64,671)	(64,671)
Creditors due in more than one year	-	(412,844)	(412,844)
	<u>32,029</u>	<u>926,538</u>	<u>958,567</u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

18. ANALYSIS OF NET ASSETS BETWEEN FUNDS (continued)

ANALYSIS OF NET ASSETS BETWEEN FUNDS - PRIOR YEAR

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £
Tangible fixed assets	32,067	1,238,057	1,270,124
Current assets	395	134,711	135,106
Creditors due within one year	-	(50,808)	(50,808)
Creditors due in more than one year	-	(433,472)	(433,472)
	<u>32,462</u>	<u>888,488</u>	<u>920,950</u>

19. PENSION COMMITMENTS

The charity operates a defined contribution pension plan for its employees. The amount recognised as an expense in the period was £226 (2017: £367). There were no liabilities outstanding (2017: £nil) in relation to this pension plan.

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2018

20. CARING HANDS

	Unrestricted Funds 2018 £	Restricted Funds 2018 £	Total Funds 2018 £
Income:			
Tithes and offerings	35,036	-	35,036
Rental income	96,336	-	96,336
Grant income	1,980	-	1,980
Bank interest	34		34
Total Income	133,386	-	133,386
Expenditure:			
Wages and salaries	19,628	-	19,628
Premises maintenance	21,313	-	21,313
Depreciation	16,251	433	16,684
Loss on disposal of fixed assets	1,222	-	1,222
Bank charges and interest	15,445	-	15,445
Total Expenditure	73,859	433	74,292
Net income/(expenditure)	59,527	(433)	59,094

