



Annual Report & Accounts

Year ended 30 June 2018

Charitable No. 1161307

**Christ
Church**
Walkley



Contents

Charity Information	4
Trustees Report	5
Independent Examiners Report	9
Statement of Financial Activities	10
Balance Sheet	11
Notes to the Accounts	12

Charity Information

Charity number: 1161307

Principal office: 192- 194 Howard Road
Sheffield
S6 3RX

Governing document: Constitution dated 29 March 2015

Trustees: Mr T R Davies
Mr A R Fehler (Chair)
Mr E P German
Mr A J Hinchliffe
Mrs R Knapp
Miss J E Patterson

Key Staff: Mr P Jackson (Pastor)

Independent Examiner: Jacob Farley ACA
Stewardship
1 Lamb's Passage
LONDON
EC1Y 8AB

Trustee Report

The Trustees have pleasure in submitting the Report and Accounts for the year ended 30 June 2018. The Trustees listed in the Charity Information section all served throughout the year and continue to do so at the point of signing.

Objects of the charity

Christ Church Walkley (CCW) was 'born' in September 2012, as a result of a partnership with our sister churches, Christ Church Fulwood and Christ Church Central, with the specific vision of sharing the Christian Gospel message to those who haven't heard it, and the growing maturity in faith of existing believers in Walkley. On 16 April 2015 CCW became its own Charitable Incorporated Organisation.

Our Mission is 'to be a church for the discipling of Walkley to the glory of God.'

Our Values further expand on what we think is entailed by pursuing this mission, and can be organised into four 'clusters' based around the idea of being 'a church pointing in three directions' as follows:

- UP** (we want to be Biblical, Prayerful and Celebratory)
- OUT** (we will seek to be For Walkley, In Walkley, and Of Walkley)
- IN** (we see disciple-making as a matter of Width, Breadth and Depth)
- CHURCH** (we will seek to be a Missional, Gracious and Global community of believers)

Our Doctrinal DNA comes from the heritage given to us by our two sending churches. CCW is therefore a Christian, Evangelical, Reformed and Anglican church. We appreciate and seek to remain faithful to the ancient creeds, to the 39 Articles of Religion, the doctrine of the Prayer Book and to the GAFCON Jerusalem Declaration.

Governance

Christ Church Walkley is a Charitable Incorporated Organisation. Our Constitution requires at least three trustees to manage the affairs of the charity in order to further the purposes of CCW. Trustees have the power to appoint new trustees. Currently there are six trustees appointed. All trustees are required to assent annually to the church's statement of belief. The responsibility for the overall strategy, policy, finance and appointments of the charity rest with the trustees, who meet regularly to monitor the activities of the charity. There were three meetings held over the year. The church leadership team (LT), which meets bi-monthly, has operational oversight of all the church's activities and reports to the trustees. New charity trustees must be appointed by a resolution passed at a properly convened meeting of the charity trustees. In selecting individuals for appointment as charity trustees, the charity trustees must have regard to the skills, knowledge and experience needed for the effective administration of the CIO.

In planning the activities the Trustees have had regard to the guidance on public benefit issued by the Charity Commission.

Review of Activities

During the financial period the church was led by the pastor, Pete Jackson, ably supported by our Associate Pastor, Kenny Larsen, and two Elders, Paul Jones and Simon Oatridge. We also employ two part-time administrators, Alyssa Fanthome and Annie Jukes, who provide support to the church to enable the day-to-day running and in communications and publicity. The focus of church activity remains the sharing of the Christian Gospel message to those who haven't heard it (Gospel growth) and the growing to maturity in faith of existing believers (Christian growth).

The church meets every Sunday at 4pm. For the past year this meeting has been at the local library, however, on 9 July 2018, the charity was delighted to complete the purchase of the Memorial Hall on Forbes Road, Sheffield, which has now become our regular meeting place. Our Sunday meeting remains the main focus of regular activity, together with a monthly church family prayer gathering. The church office is used as a midweek base for meetings and other activities. Small groups are the building blocks for church family life and these meet most weeks in the homes of church members for bible study, prayer, fellowship and outreach.

Areas of growth and church ministries:

In our aim to be a church for the 'discipling of Walkley to the glory of God', we have made some progress in pursuit of that mission this year. Our overall numbers have remained constant for the past two years, although this represents both new people joining the church and others moving on. New births in the church family has meant growth in the number of children in the church and this remains the fastest growing area of ministry.

Our church membership now stands at 54 adults and 21 children, and the majority of those who attend the church regularly are also involved in weekly 'small group' meetings, which are an opportunity for further discipleship. We've grown together in unity and partnership and we continue to build our presence in the local community.

The women's ministry has seen the continuation of a daytime bible study group, with many of the female church members discipling one another one-to-one or in small group gatherings throughout the week. There are also regular evening meetings for women in the church to explore the bible and deepen relationships with each other.

The music ministry has developed and encouragingly more members of the church are using music in their daily lives to deepen their knowledge, love and worship of God.

This year we are also grateful to have been able to employ one of the elders, Kenny Larsen, as a full-time ministry worker in the role of Associate Pastor. We believe this will provide the church with further opportunity for growth. Kenny has been training to gain expertise in pastoral care, and delivered training in this for the whole church this year to enable the church members to better disciple each other.

Our involvement with two of our community projects, Christians Against Poverty (CAP) and the Elderly Ministry (SCCCC) has not continued this year as there were no longer people available to oversee the work. However, there is involvement by members of the church in the community and with several community outreach projects, for example:

- Involvement with local schools: e.g. helping out with school events, running an after-school club at the local school
- This year we ran a school Holiday Club for the first time for local children. The Holiday Club had around 30 children attend from the local area.

- Involvement with local organisations e.g. Walkley Forum and Friends of Ruskin Park
- Engagement with local shops and businesses, in particular visiting with gifts at Advent and invites to Christmas and Easter events.

We regularly hold events which are intended to allow those who want to find out more about the Christian faith to do so. With a particular focus at Christmas and Easter we have seen new people attending church services in response to these events.

We are pleased to have been able to extend our 'Uncover' course structure which was used last year to allow interested individuals to join at any time of the year. Our 'Explore' course now runs continuously and allows individuals to investigate the claims of the Christian faith and explore what the Bible teaches through discussion based evenings. This year, four people have taken the course, and three are continuing to explore the Christian faith through it, one of whom is now attending church more regularly.

Following last years discussion with local councillors, which identified areas where the church may serve the most needy in our community, we have started supporting the local S6 Foodbank. It is hoped with the space and facilities the new building offers us that our donations will become more regular.

Partnerships

We are developing and growing relationships with other Gospel ministries locally and in the UK. Locally we partner with Grace Church Doncaster, supporting them through prayer and sharing resources, and with Grace Church Stockport who we also support financially. We are a member of, and partner with, Anglican Mission in England (AMiE), a mission agency with a particular focus on church planting, and also partner with ReNew.

Overseas mission

While our primary focus is on Walkley, we are also seeking opportunities to grow beyond Walkley. As a church, we want to support those who have a passion to share the Good News of Jesus Christ to those in other parts of the world:

- We have begun to support overseas mission with Crosslinks, in prayer and through financial support. We currently partner with a family based in the Czech Republic.
- We support the work of Open Doors financially and in praying for the persecuted worldwide church.

Future Plans

We set forth our vision for the future in our "2020 Vision" document. This highlighted our desire to grow in three main areas: to continue to grow numerically, to establish a clear and stable Gospel presence, and to grow beyond Walkley.

One of our challenges has always been to find a permanent, fit-for-purpose location for the church to facilitate this growth. This became particularly apparent during our Christmas and Easter events, when numbers of guests to services meant we were at capacity in the Library. We are therefore very thankful to have acquired a building for this purpose on the 9th July 2018. It is hoped that ownership of The Memorial Hall will enable the wide range of current and potential ministries to develop and grow throughout the week and provide focus for Gospel ministry in Walkley but also the surrounding Hillsborough area.

We will continue to seek new ways to reach people in Walkley with the Gospel. We intend to consider ways to allow CCW to have a more visible presence outside of Sundays. We will continue to focus events around Advent, Christmas and Easter, and offer the 'Explore' course to those who are interested in learning more.

Financial Review

The charity is in a strong financial position at the end of the period, with total reserves of £225,935 (2017: £95,977) which includes unrestricted general fund cash reserves of £51,804 (2017: £64,368). While the Trustees are grateful for this strong foundation, we also acknowledge the aims included within our future plans outlined above will require investment.

Reserve Policy

The Trustees have a policy of holding reserves to the value of 3 months operating costs plus £10,000 due to the reliance of the charity on uncertain donations. The policy therefore requires the charity to hold £31,069 of reserves, which is sufficiently covered by the actual position.

The Trustees have prepared these financial statements on a going concern basis, having made due assessment to the resources available and reviewed cashflow forecasts for the foreseeable future.

Trustees' Responsibilities

Charity law requires us as Trustees to prepare financial statements for each accounting year which give a true and fair view of the state of the charity and of its income and expenditure for the year.

We are required to:

1. Select suitable accounting policies and apply them consistently
2. Make judgements and estimates that are reasonable and prudent
3. State whether the applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.
4. Prepare the financial statements on a going concern basis unless it is inappropriate to presume that the charity will continue in business.

We are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and enable us to ensure that the financial statements comply with the Charities Act 2011.

We also have a responsibility to safeguard the assets of the charity and to take reasonable steps to prevent fraud or any other irregularities.

Approval

This report was approved by the Trustees on 25 March 2019 and signed on their behalf by:

SIGNED BY MR A FEHLER ON 25 MARCH 2019

Mr A R Fehler (Chair)

Independent Examiner's Report To The Trustees Of Christ Church Walkley

I report to the trustees on my examination of the accounts of Christ Church Walkley (the charity) for the year ended 30 June 2018 on pages 10 to 16 following, which have been prepared on the basis of the accounting policies set out on pages 12 to 13.

Responsibilities and basis of report

As the charity trustees you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

1. accounting records were not kept in respect of the charity as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

Jacob Farley ACA

For and on behalf of:
Stewardship
1 Lamb's Passage
LONDON
EC1Y 8AB

02 April 2019

Christ Church Walkley
Statement of Financial Activities
Year ended 30 June 2018

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds Year ended 30 June 2018 £
Income				
Donations		84,773	125,750	210,523
<i>Income from charitable activities:</i>				
Income from other events		1,209	-	1,209
Other		2,500	-	2,500
Investment income		-	-	-
Total incoming resources		88,482	125,750	214,232
Expenditure				
Cost of charitable activities	5	84,274	-	84,274
Total resources expended		84,274	-	84,274
Net income		4,208	125,750	129,958
Transfers between funds		-	-	-
Net movement in funds		4,208	125,750	129,958
Fund balances brought forward		95,977	-	95,977
Fund balances carried forward at 30 June 2018		100,185	125,750	225,935

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds Year ended 30 June 2017 £
Income				
Donations		80,129	-	80,129
Transfer from Christ Church Central		-	-	-
<i>Income from charitable activities:</i>				
Weekend away income		-	-	-
Income from other events		70	-	70
Other		1,216	-	1,216
Investment income		-	-	-
Total incoming resources		81,416	-	81,416
Expenditure				
Cost of charitable activities	5	53,380	-	53,380
Total resources expended		53,380	-	53,380
Net incoming resources before transfers		28,036	-	28,036
Transfers between funds		-	-	-
Net movement in funds		28,036	-	28,036
Fund balances brought forward		67,941	-	67,941
Fund balances carried forward at 30 June 2017		95,977	-	95,977

All income and expenditure derive from continuing activities.

The accompanying accounting policies and notes form an integral part of these financial statements.

Christ Church Walkley
 Balance Sheet
 as at 30 June 2018

	Note	30 June 2018 £	30 June 2017 £
Fixed assets			
Tangible assets	8	-	1,013
Current assets			
Debtors	9	235,916	34,483
Cash at bank and in hand		<u>51,804</u>	<u>64,368</u>
		287,720	98,851
Current liabilities			
Creditors falling due within one year	10	(15,202)	(3,888)
Net current assets and liabilities		272,518	94,963
Total assets less current liabilities		<u>272,518</u>	<u>95,977</u>
Non-current liabilities			
Creditors falling due after one year	11	(46,583)	-
Net assets		<u>225,935</u>	<u>95,977</u>
The funds of the charity:			
Unrestricted funds	13	100,185	95,977
Restricted funds		<u>125,750</u>	<u>-</u>
		<u>225,935</u>	<u>95,977</u>

The financial statements were approved by the Board of Trustees on 25 March 2019

SIGNED BY MR A FEHLER ON 25 MARCH 2019

 Mr A R Fehler (Chair)

Charitable No. 1161307

The accompanying accounting policies and notes form an integral part of these financial statements.

Notes to the financial statements

1 Company information

Christ Church Walkley is a Charitable Incorporated Organisation registered with the Charities commission in England and Wales on 16 April 2015 (registered number: 1161307). The registered office is 192-194 Howard Road, Sheffield, S6 3RX.

2 Basis of preparation

The financial statements have been prepared in accordance with applicable United Kingdom accounting standards including 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)) and the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). The financial statements have been prepared on the historical cost basis.

The accounts (financial statements) have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair view'. This departure has involved following Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

Christ Church Walkley meets the definition of a public benefit entity under FRS 102, and applied the sections in FRS 102 as applicable.

The financial statements are presented in Sterling (£).

Going concern

The Trustees have prepared these financial statements on the going concern basis. The Trustees have reviewed forecasts to June 2020 and believe that the Charity will be able to meet its liabilities as they fall due. Based on the information currently available in respect of the future, the Trustees consider that the Charity has the plans and resources to manage its risks successfully.

3 Principal Accounting Policies

Income

Donations, gifts and legacies are recognised in the statement of financial activities when it is probable that the income will be received and all conditions will be met. The charity has relied significantly upon volunteers in carrying out its activities during the year. In accordance with paragraph 6.18 of the SORP, the role of volunteers has not been recognised as income from donated services in the accounts.

Other income and expenditure

Investment income is taken into account when receivable and expenditure, including irrecoverable VAT, when incurred by the charity, regardless of when payment is made. Grants payable are taken into account at the earlier of when they are paid or become constructive obligations.

Tangible fixed assets

Tangible fixed assets are stated at cost, net of depreciation. No depreciation is charged during the period of development or construction.

Depreciation is calculated to write down the cost or estimated residual value of all tangible fixed assets over their expected useful lives. All depreciation is on a straight line basis, and assets are depreciated as follows:

Fixtures & Fittings in leasehold property - over the length of lease

Debtors

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

Creditors

Short term trade creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Leases

Rentals payable under operating leases are charged to the SOFA on a straight-line basis over the lease term, unless the rental payments are structure to increase in line with expected general inflation, in which case the group recognises annual rent expense equal to amounts owed to the lessor.

Retirement benefits: Defined contribution pension scheme

Contributions payable to the schemes in respect of each accounting period are included in the statement of financial activities in that period.

Cash flow statement

The company has taken advantage of the exemption provided by the FRS 102 SORP and has not prepared a Cash Flow Statement for the year.

Funds

Unrestricted funds are donations and other income received or generated for the objects of the charity without specified purpose and are available for purposes as directed by the trustees. Restricted funds are amounts received where the donor has specified the purpose for which it should be used.

4 Significant judgements and estimates

Preparation of the financial statements requires management to make significant judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. The items in the financial statements where these judgements, estimates and assumptions have been made include:

Valuations and useful economic lives of fixed assets

In assessing the fair value of assets, the trustees have used their judgement in selecting suitable valuation methods and inputs and in estimating the useful economic lives (UELS) of assets. UELs have been reviewed and changes have been recognised through an adjustment to the asset's depreciation charge in the income statement.

Notes to the financial statements (continued)

5 Total resources expended	Year to 30 June 2018	Year to 30 June 2017
	£	£
Staff costs (see note 6)	59,246	32,907
Training costs	<u>2,338</u>	<u>1,490</u>
Total people costs	61,584	34,396
Sunday meeting costs	5,860	6,214
Outreach costs	1,396	580
Monies granted	7,200	1,083
Building search costs	-	600
Governance costs	610	470
Administration costs	7,541	9,998
Financing costs	<u>83</u>	<u>40</u>
	<u>84,274</u>	<u>53,380</u>

During the year the following grants were made:

Christ Church Stockport	2,500	-
Open Doors	500	-
Crosslinks	600	-
AMiE	1,000	500
Bessacar Evangelical Church	2,000	-
Friends of Ruskin Park For the Fun Day	500	-
Other (including associated costs)	100	83
Crystal Peaks church	<u>-</u>	<u>500</u>
	<u>7,200</u>	<u>1,083</u>

6 Analysis of staff costs, trustee remuneration and expenses, and the cost of key management personnel

	Year to 30 June 2018	Year to 30 June 2017
	£	£
Salaries and wages	56,250	31,694
Pension costs	<u>2,996</u>	<u>1,213</u>
	<u>59,246</u>	<u>32,907</u>

No employees had employee benefits in excess of £60,000.

The charity trustees were not paid or received any other benefits from employment with the charity in the year, neither were they reimbursed expenses during the year. No charity trustee received payment for professional or other services supplied to the charity. The total amount of donations funded by trustees and connected parties was £4,230 (2017: £4,780) (excluding gift aid). Within the amounts disclosed in note 12 is an interest free loan of £25,000 made by a trustee, which is repayable over 15 years, and remained outstanding at the year end.

Average full time equivalent staff numbers during the period was 2 (2017: 1).

The key management personnel of the charity comprise the Senior Minister. The total employee benefits of the key management personnel of the Trust were £31,161 (2017: £30,826).

7 Taxation

The charity is exempt from tax on income and gains falling within section 505 of the Taxes Act 1988 or section 252 of the Taxation of Chargeable Gains Act 1992 to the extent that these are applied to its charitable objects.

8 Property, Plant & Equipment

	Leasehold Improvements
	£
Cost as at 1 July	6,403
Additions	-
Cost as at 30 June	<u>6,403</u>
Depreciation as at 1 July	5,389
Charge for the year	1,013
Depreciation as at 30 June	<u>6,403</u>
NBV as at 30 June	<u>-</u>
NBV as at 1 July	<u>1,013</u>

9 Debtors	30 June 2018	30 June 2017
	£	£
Prepayments	76	71
Other debtors	232,440	-
Tax recoverable	3,400	34,413
	<u>235,916</u>	<u>34,483</u>

Other debtors is cash transferred to our Solicitors client account in order to facilitate the purchase of a building on 9 July 2018.

10 Creditors falling due within one year	30 June 2018	30 June 2017
	£	£
Accruals & Deferred Income	12,036	3,888
Loans due within one year	3,166	-
	<u>15,202</u>	<u>3,888</u>

11 Creditors falling due after one year	30 June 2018	30 June 2017
	£	£
Loans	46,583	-
	<u>46,583</u>	<u>-</u>

All loans taken out during the year are interest free and none are secured by an express charge on any of the assets of the CIO. A further loan of £90,000, which is secured on the Forbes Road property, was taken out on 9 July 2018 at the point that the building was purchased.

12 Loans	30 June 2018	30 June 2017
	£	£
Interest-free loans:		
due within one year	3,166	-
due between one and five years	21,418	-
due in more than five years	25,165	-
	<u>49,749</u>	<u>-</u>

13 Restricted funds

The restricted funds represent amounts received for specific purposes and the movements in the year are as follows:

	Opening balance	Incoming resources	Outgoing resources	Closing balance
Building Fund	-	125,750	-	125,750
	<u>-</u>	<u>125,750</u>	<u>-</u>	<u>125,750</u>

The restricted funds represent gifts made for the purchase of the Memorial Hall, Forbes Road, Sheffield, which was completed shortly after the year end.

	Fixed assets	Bank & cash balances	Other net assets	Total
Restricted funds	-	-	125,750	125,750
Unrestricted funds	-	51,804	48,381	100,185
	<u>-</u>	<u>51,804</u>	<u>174,131</u>	<u>225,935</u>

14 Leasing commitments

The minimum future operating lease payments are due as follows:

	30 June 2018	30 June 2017
	£	£
In one year or less	3,983	2,333
Between one and five years	14,960	-
	<u>18,943</u>	<u>2,333</u>

15 Post balance sheet events

On 9 July 2018, the charity was delighted to complete the purchase of the Memorial Hall on Forbes Road, Sheffield. The building will provide a permanent place to meet for the church, giving a base for growth well into the future. The purchase price was £310,000, which was funded predominantly by church members. A mortgage of £90,000 was also taken out, which is repayable over 15 years.