

**ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018**

**NEW LIFE CHURCH
CARDIGAN TRUST**

CHARITY REGISTRATION No: 1080146

Independent Examiners Ltd
Sovereign Centre
Poplars
Yapton Lane
Walberton
West Sussex
BN18 0AS

NEW LIFE CHURCH CARDIGAN TRUST
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NEW LIFE CHURCH CARDIGAN TRUST
LEGAL AND ADMINISTRATIVE INFORMATION

CHARITY NUMBER	1080146
START OF FINANCIAL YEAR	1st January 2018
END OF FINANCIAL YEAR	31st December 2018
TRUSTEES AT 31ST DECEMBER 2018	Doug Bell Janice Bell Tom Taylor Jackie Taylor

The existing trustees appoint any new trustees following the provisions laid out in the organisation's governing instrument.

LEGAL STATUS	Unincorporated Trust
GOVERNING INSTRUMENT	Declaration of Trust Dated 29th February 2000

OBJECTS

To advance the Christian faith in accordance with the statement of beliefs appearing in the schedule hereto in the counties of Ceredigion and Pembrokeshire and in such other parts of the United Kingdom or the World as the trustees may from time to time think fit.

CORRESPONDENCE ADDRESS	Erwdeg Llechryd Cardigan Ceredigion SA43 2QL
PRIMARY BANKERS	Barclays Bank Plc 32 High Street Cardigan Dyfed SA43 1HH

INDEPENDENT EXAMINER	C.B. Malzi FMAAT FCIE Independent Examiners Ltd Sovereign Centre Poplars Yapton Lane Walberton West Sussex BN18 0AS
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INDEPENDENT EXAMINER'S REPORT

Report to the trustees/ members of New Life Church Cardigan Trust on the accounts for the year ended 31st December 2018 set out on pages 7 to 15.

Respective responsibilities of trustees and examiner

The charity's trustees are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

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

Basis of independent examiner's statement

My examination was carried out in accordance with 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 the 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 statement below.

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 Charities Act; and
 - to prepare accounts which accord with the accounting records and comply with the accounting requirements of the Charities 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.

C.B Malzi FMAAT FCIE
Independent Examiners Ltd
Sovereign Centre
Yapton Lane
Walberton
West Sussex
BN18 0AS



Date: 2nd October 2019

NEW LIFE CHURCH CARDIGAN TRUST
TRUSTEES REPORT
FOR THE YEAR ENDED 31ST DECEMBER 2018

The everyday running of the charity is implemented by Doug and Janice Bell in agreement with the Trustees. The decisions on how this will work have been put into place over several years so that it mainly functions on an ongoing basis. Any unusual or different circumstances that may arise are decided by the Trustees on their individual merit.

The Trustees meet on a regular basis and are kept well informed of all the activities taking place within the trust.

Our funds come through tithes, offerings and gifts. Any cash is counted and recorded by two stewards. The income and outgoings are recorded in a cash book and transferred onto a spreadsheet, which is linked into production the accounts. The bank is reconciled with the cash book each month. Our income is in cash, cheques or monies paid directly into the bank on a standing order basis.

We do not keep reserves as such, being a Christian Charity. The work we do is based on faith and the people who are employed by the trust know this and work for the trust on this basis. However, we do have Gift Aid which we can claim on some of the gifts we receive.

The current building – New Life Christian Centre, where New Life Church Cardigan Trust meet and the one we are using at the moment is maintained to a high standard in line with the building regulations requirements.

This building is open for seven days each week for people to drop in or seek advice.

The facility is widely used by the community for various needs they may have.

We also support Cruse Bereavement Counselling who have the free use of one of our rooms when it is available.

We also make a room available for the Women's refuge to use for training purposes.

We run a Foodbank and in 2017 we fed over 1200 people in 2018 this has increased by 30%. The foodbank is affiliated to Trussell Trust who carry out an audit each year.

We have a free food giveaway every Friday where local supermarkets provide food which is close to its sell by date which we then pass onto the those who need it.

For the last nineteen years we have provided a free three course meal every Christmas day for those in the community who would otherwise be by themselves. There are around 60-70 people who come every year.

The church offers various clubs during the week e.g. Performing Arts, Furniture Restoration, arts and crafts and we find that local Home Educated families make use of these clubs as well as other members of the community.

There is a Welsh Language class each week which also supplies fellowship for older people.

There is a prayer room which is open every week for anyone to receive prayer for healing.

We work with the other churches in the town and every year we put on a joint event offering families a free day out with entertainment and refreshments. This has become very popular and we are told it is something that the community values very much.

NEW LIFE CHURCH CARDIGAN TRUST
TRUSTEES REPORT (continued)
FOR THE YEAR ENDED 31ST DECEMBER 2018

As churches together we also have a walk of witness every Good Friday morning followed by a joint outdoor service on the quayside by the river.

Our church is also part of Telfi Pastors which is a group of local Christians who walk the streets every Saturday night until the early hours of the morning offering help and support to anyone who needs it.

As our outreach work has grown in Cardigan we are finding that the building we use at present is not large enough to facilitate all that we are doing and intend to do, so with this in mind in August 2018 we came into an agreement with Cornerstone Trust to lease another building from them with the intentions of purchasing this building at a future date.

This building is in the process of being refurbished and we hope to move into the building before December 2019

New Life Church Cardigan is also building an education centre in one of the slums in Dar es Salaam, Tanzania. It is a very poor area and we are working with four local churches to help alleviate the devastating poverty that the people live through, by offering various kinds of education; practical, academic and spiritual. Other churches from other areas of Wales have supported this work by being part of the teams who go out there on a regular basis.

For the future we hope to continue to bring hope, encouragement and support into the community, the region, the nation of Wales and the people in Dar es Salaam. We are looking to extend the work we do with families, youth and children, those who are on their own. To help in whatever way we can to show the love of God for our community.

Trustees' Responsibilities

The Charities Act 2011 require the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the trust and of the surplus of the trust for that period. In preparing those financial statements the trustees are required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Prepare financial statements on the going concern basis unless it is inappropriate to presume that the trust will continue in existence.

The trustees are responsible for keeping proper accounting records, which disclose with reasonable accuracy at any time the financial position of the trust. They are also responsible for safeguarding the assets of the trust and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Trustees on the 23/09/2019

Signed on their behalf by Trustee J. Bell

Print Name: JANICE ANN BELL

NEW LIFE CHURCH CARDIGAN TRUST
STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31ST DECEMBER 2018

	Notes	Unrestricted Funds £	Restricted Funds £	TOTAL 2018 £	TOTAL 2017 £
INCOMING RESOURCES					
Incoming Resources from Generated Funds					
Donations & Legacies	3a	79,994	-	79,994	105,130
Investment Income	3b	-	-	-	-
Charitable Activities	3c	25,120	-	25,120	32,766
Other Incoming Resources	3d	1,320	-	1,320	873
TOTAL INCOMING RESOURCES		106,434	-	106,434	138,769
RESOURCES EXPENDED					
Costs of Generating Funds					
Charitable Activities	4a	120,748	-	120,748	92,022
Governance Costs	4b	4,476	-	4,476	4,549
TOTAL RESOURCES EXPENDED		125,224	-	125,224	96,571
NET INCOMING/ (OUTGOING) RESOURCES		(18,790)	-	(18,790)	42,198
Total Funds Brought Forward		174,185	-	174,185	131,987
Transfer Between Funds		(30,000)	30,000	-	-
TOTAL FUNDS CARRIED FORWARD		125,395	30,000	155,395	174,185

Movements on all reserves and all recognised gains and losses are shown above. All of the organisation's operations are classed as continuing.

The notes on pages 9 to 15 form part of these financial statements.

NEW LIFE CHURCH CARDIGAN TRUST

**BALANCE SHEET
AS AT 31ST DECEMBER 2018**

	Notes	Unrestricted Funds £	Restricted Funds £	Total 31-Dec-18 £	Total 31-Dec-17 £
Fixed Assets					
Tangible Assets	2	203,258	-	203,258	203,258
Current Assets					
Debtors & Prepayments	7	43,660	30,000	73,660	49,492
Cash at Bank and in Hand	6	3,394	-	3,394	78,355
Total Current Assets		47,054	30,000	77,054	127,847
Creditors: amounts falling due within one year	8	67,311	-	67,311	93,118
NET CURRENT ASSETS		(20,257)	30,000	9,743	34,729
TOTAL ASSETS less current liabilities		183,001	30,000	213,001	237,987
Creditors: amounts falling due in more than one year	9	57,606	-	57,606	63,802
NET ASSETS		125,395	30,000	155,395	174,185
Funds of the Charity					
General Funds		125,395	-	125,395	174,185
Restricted Funds	5	-	30,000	30,000	-
Total Funds		125,395	30,000	155,395	174,185

Approved by the Trustees on the 23/09/2019

Signed on their behalf by Trustee Ju Bell

Print Name: JANICE ANN BELL

NEW LIFE CHURCH CARDIGAN TRUST
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2018

1. ACCOUNTING POLICIES

Basis of Preparation & Assessment of Going Concern

Basis of Preparation

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) (effective 1st January 2015) - (Charities SORP - FRS102) and the Charities Act 2011.

The Charity meets the definition of a public benefit entity under FRS102. Assets and liabilities are initially recognised at historical cost unless otherwise stated in the relevant accounting policy notes.

Assessment of Going Concern

Preparation of the accounts is on a going concern basis. The trustees consider that there are no material uncertainties about the Charity's ability to continue as a going concern.

Incoming Resources

Recognition of Incoming Resources

These are included in the Statement of Financial Activities (SOFA) when:

- the charity becomes entitled to the resources;
- the trustees are virtually certain they will receive the resources; and
- the monetary value can be measured with sufficient reliability

Incoming Resources with Related Expenditure

Where incoming resources have related expenditure (as with fundraising or contract income) the incoming resource and related expenditure are reported gross in the SOFA.

Grants and Donations

Grants and Donations are only included in the SOFA when the charity has unconditional entitlement to the resources.

Tax Reclaims on Donations and Gifts

Incoming resources from tax reclaims are included in the SOFA during the same period as the gift to which they relate.

Contractual Income and Performance Related Grants

This is only included in the SOFA once the related goods or services have been delivered.

Gifts in Kind

Gifts in kind are accounted for at a reasonable estimate of their value to the charity or the amount actually realised. Gifts in kind for sale or distribution are included in the accounts as gifts only when sold or distributed by the charity. Gifts in kind for use by the charity are included in the SOFA as incoming resources when receivable.

Donated Services and Facilities

These are only included in incoming resources (with an equivalent amount in resources expended) where the benefit to the charity is reasonably quantifiable, measurable and material. The value placed on these resources is the estimated value to the charity of the service or facility received.

NEW LIFE CHURCH CARDIGAN TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST DECEMBER 2018

Expenditure and Liabilities

Liability Recognition

Liabilities are recognised as soon as there is a legal or constructive obligation committing the charity to pay out resources.

Governance Costs

Include costs of the preparation and examination of statutory accounts, the costs of the trustees meetings and cost of any legal advice to trustees on governance or constitutional matters.

Grants with Performance Conditions

Where the charity gives a grant with conditions for its payment being a specific level of service or output to be provided, such grants are only recognised in the SOFA once the recipient of the grant has provided the specified service or output.

Grants Payable without Performance Conditions

These are only recognised in the accounts when a commitment has been made and there are no conditions to be met relating to a grant which remain in control of the charity.

Changes in Accounting Policies and Previous Accounts

There has been no change to the accounting policies (valuation rules and methods of accounting) since last year, and no changes to the previous accounts.

Fixed Assets

These are capitalised if they can be used for more than one year, and cost at least £1,500. They are valued at cost or, if gifted, at the value to the charity on receipt.

Depreciation

Depreciation is calculated at a rate to write off the cost of tangible fixed assets on a reducing balance over their estimated useful lives. The rates applied per annum are as follows:

Equipment	25%
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No depreciation is charged to freehold property as the property is maintained to such a standard that the estimated residual value is not less than cost.

2. TANGIBLE FIXED ASSETS

		Land & Building £	General Equipment £	Total 2018 £
Cost	01-Jan-18	203,258	18,292	221,550
Additions		-	-	-
Cost at	31-Dec-18	203,258	18,292	221,550
Depreciation	01-Jan-18	-	18,292	18,292
Charge		-	-	-
Depreciation at	31-Dec-18	-	18,292	18,292
Net Book Value	31-Dec-18	203,258	-	203,258
Net Book Value	31-Dec-17	203,258	-	203,258

The annual commitments under non-cancelling operating leases and capital commitments are as follows:

31st December 2018: See note 9 of the Reports & Financial Statements

31st December 2017: See note 9 of the Reports & Financial Statements

NEW LIFE CHURCH CARDIGAN TRUST

**NOTES TO THE FINANCIAL STATEMENTS (continued)
FOR THE YEAR ENDED 31ST DECEMBER 2018**

3. INCOMING RESOURCES

	Unrestricted Funds £	Restricted Funds £	TOTAL 2018 £	TOTAL 2017 £
a) Donations, Legacies & Similar Income				
Covenanted Tithes	28,171	-	28,171	24,792
Gifts & Offerings	19,568	-	19,568	50,657
Weekly Offering	22,171	-	22,171	20,109
Gift Aid Tax Recoverable	10,084	-	10,084	9,572
Grants	-	-	-	-
	79,994	-	79,994	105,130
b) Investment Income				
Interest Received	-	-	-	-
	-	-	-	-
c) Charitable Activities				
Christian Education	6,262	-	6,262	9,561
Food Bank	7,215	-	7,215	7,251
Missions	863	-	863	5,339
New Life Community Project	9,000	-	9,000	9,000
School of the Sprit	1,780	-	1,780	1,615
	25,120	-	25,120	32,766
d) Other Incoming Resources				
Sundry Income	1,320	-	1,320	873
	1,320	-	1,320	873

NEW LIFE CHURCH CARDIGAN TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST DECEMBER 2018

4. RESOURCES EXPENDED

	Notes	Unrestricted Funds £	Restricted Funds £	TOTAL 2018 £	TOTAL 2017 £
a) Charitable Activities					
Advertising & Publicity		-	-	-	326
Books & Publications		-	-	-	301
Building Fund Expenses		26,142	-	26,142	2,901
Charitable Missions		1,741	-	1,741	6,644
Cleaning Costs		548	-	548	608
Conference Costs		113	-	113	-
Depreciation Expense		-	-	-	490
Equipment Costs		1,459	-	1,459	1,638
Food Bank		11,228	-	11,228	10,133
Gifts & Ministries		14,012	-	14,012	4,734
Healing Rooms		180	-	180	180
License & Subscriptions		939	-	939	776
Printing, Postage & Stationery		1,402	-	1,402	571
Refreshment Costs		1,257	-	1,257	1,017
Repairs & Maintenance		3,170	-	3,170	1,315
Salaries & Wages	10	52,040	-	52,040	56,975
School of the Spirit		2,302	-	2,302	164
Sundry Expenses		748	-	748	188
Telephone Costs		398	-	398	359
Utility Costs		2,391	-	2,391	2,019
Water Rates		678	-	678	683
		120,748	-	120,748	92,022

b) Governance Costs

Bank & Interest Charges	2,612	-	2,612	2,836
Independent Examiners Fees	1,080	-	1,080	1,020
Insurances Costs	784	-	784	693
	4,476	-	4,476	4,549

5. RESTRICTED FUNDS

	Balance 01-Jan-18 £	Income £	Expenditure £	Transfers £	Balance 31-Dec-18 £
West Side Lower Mwldan - Building Fund	-	-	-	30,000	30,000
	-	-	-	30,000	30,000

The Restricted Funds are represents by the Charity's net current assets.

NEW LIFE CHURCH CARDIGAN TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST DECEMBER 2018

6. CASH AT BANK AND IN HAND

	Unrestricted Fund £	Restricted Fund £	Total 31-Dec-18 £	Total 31-Dec-17 £
Cash at Bank & In Hand	3,394	-	3,394	78,355
	3,394	-	3,394	78,355

7. DEBTORS AND PREPAYMENTS

	Unrestricted Fund £	Restricted Fund £	Total 31-Dec-18 £	Total 31-Dec-17 £
New Life Community Project Loans	43,660	-	43,660	49,492
West Side Lower Mwdan - Building Deposit	-	30,000	30,000	-
	43,660	30,000	73,660	49,492

8. CREDITORS ACCRUALS AND DEFERRED INCOME: AMOUNT FALLING DUE WITHIN ONE YEAR

	Note	Unrestricted Fund £	Restricted Fund £	Total 31-Dec-18 £	Total 31-Dec-17 £
Loan		-	-	-	40,000
Loan - D & J Bell	12	57,423	-	57,423	43,290
Stewardship Mortgage		8,808	-	8,808	8,808
Independent Examiners Fees		1,080	-	1,080	1,020
		67,311	-	67,311	93,118

9. CREDITORS AND LONG TERM LIABILITIES: AMOUNT FALLING DUE IN MORE THAN ONE YEAR

	Unrestricted Fund £	Restricted Fund £	Total 31-Dec-18 £	Total 31-Dec-17 £
Stewardship Mortgage	57,606	-	57,606	63,802
	57,606	-	57,606	63,802

New Life Church Cardigan Trust acquired Land & Building at NLPC, Middlemaldon, Cardigan, SA43 1HV at a cost of £203,258. Stewardship have provided the mortgage of £119,875 over a 20 year fixed term period at a annual interest rates of 6.00%, with a monthly repayments of £743.20. The mortgage commenced on the 7th October 2009, with maturity on the 7th October 2029.

NEW LIFE CHURCH CARDIGAN TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST DECEMBER 2018

10. STAFF COSTS AND NUMBERS

	TOTAL 2018 £	TOTAL 2017 £
Gross Wages and Salaries	52,040	51,379
Employer's National Insurance Costs	-	-
Pension Contributions	-	-
	<u>52,040</u>	<u>51,379</u>

Employees who were engaged in each of the following activities:

	TOTAL 2018	TOTAL 2017
Activities in furtherance of organisation's objects	6	6

No employees received emoluments in excess of £60,000 (2017:None). All employed members of staff are paid through the PAYE system.

11. TRUSTEES AND RELATED PARTY TRANSACTIONS

During the financial year trustees D Bell & J Bell received a total gross income of £20,774 (2017:£18,811) in salary related payments in accordance with clause 21 of the Declaration of Trust and in furthering the charity's objects.

No other payments were made to trustees or any persons connected with them during this financial period.

12. TRANSACTIONS BETWEEN THE CHARITY AND THE TRUSTEES

Trustee Mr D. Bell & Mrs J. Bell have made regular loans to the Charity. The Charity and the Trustees have agreed to borrow monies from Trustees Mr D. Bell & Mrs J. Bell to meet the shortfall of income over expenditure and to enable the Charity to continue to meet its financial obligation and to achieve its charitable objects. The Trustees have agreed to repay the loan amounts when the funds become available for the purpose. Trustee Mr D. Bell & Mrs J. Bell have agreed to the loan being free of any interest chargeable in furtherance of the Charity's object.

The details of the loan amounts may be found in note 8 of The Reports & Financial Statements for the year ended 31st December 2018. The loan outstanding to Mr D. Bell & Mrs J. Bell currently stands at £57,423 (2017:£43,290) as at the 31st December 2018.

No other material transaction took place between the organisation and a trustee or any person connected with them.

NEW LIFE CHURCH CARDIGAN TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31ST DECEMBER 2018

13. RISK ASSESSMENT

The Trustees actively review the major risks which the charity faces on a regular basis and believe that maintaining the free reserves stated, combined with the annual review of the controls over key financial systems carried out on an annual basis will provide sufficient resources in the event of adverse conditions. The trustees have also examined other operational and business risks which they face and confirm that they have established systems to mitigate the significant risks.

14. RESERVES POLICY

The Trustees have considered the level of reserves they wish to retain, appropriate to the charity's needs. This is based on the charity's size and the level of financial commitments held. The trustees aim to ensure the charity will be able to continue to fulfil its charitable objectives even if there is a temporary shortfall in income or unexpected expenditure. The trustees will endeavour not to set aside funds unnecessarily.

15. PUBLIC BENEFIT

The Charity acknowledges its requirement to demonstrate clearly that it must have charitable purposes or 'aims' that are for the public benefit. Details of how the charity has achieved this are provided in the Trustees report. The Trustees confirm that they have paid due regard to the Charity Commission guidance on public benefit before deciding what activities the charity should undertake.