

Sheffield Living Waters Christian Fellowship
Unaudited Financial Statements
31 January 2019

PAUL KIRBY & COMPANY LIMITED

Chartered accountants
Davenport House
Bawtry Road
Everton
DN10 5BP

Sheffield Living Waters Christian Fellowship

Financial Statements

Year ended 31 January 2019

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Sheffield Living Waters Christian Fellowship

Trustees' Annual Report

Year ended 31 January 2019

The trustees present their report and the unaudited financial statements of the charity for the year ended 31 January 2019.

Reference and administrative details

Registered charity name Sheffield Living Waters Christian Fellowship

Charity registration number 1049186

Principal office 81 Main Road
Darnall
Sheffield

The trustees

Mr N Hamilton
Mr B Coleman
Mrs M Edley

Independent examiner P Kirby BA FCA

Davenport House
Bawtry Road
Everton
DN10 5BP

Structure, governance and management

Organisational structure

The church is led by a team of elders and other workers taking responsibility for the different aspects of the work. The trustees are responsible for overseeing the general work of the charity. Membership of the charity is open to any individual or corporate body who are interested in furthering the work of the charity. When necessary the charity will recruit and appoint trustees in accordance with its constitution. The trustees have given due regard to guidance published by the Charity Commission in respect of public benefit when fulfilling the objectives of the charity.

Risk analysis

The trustees have identified the principal risks to the charity as those associated with health and safety and property maintenance. The trustees are satisfied with the financial position of the trust.

Charitable constitution

The constitution is set out in the trust deed of the charity dated 22 June 1995.

Sheffield Living Waters Christian Fellowship

Trustees' Annual Report *(continued)*

Year ended 31 January 2019

Objectives and activities

Objects

the Objects of the trust are to advance the gospel of Jesus Christ and the beliefs and practices of the Christian faith consistently with the doctrines and articles of belief set out in the schedule of the trust deed and to promote such other charitable purposes as the trustees in their absolute discretion think fit.

Achievements and performance

Establishment activities

Our three existing trustees (Neil Hamilton Mary Edley and Brian Coleman) have continued to administer the needs of the charity without any further additions or replacement of persons this year.

Groups

The Sheffield Citizen's Advice service terminated their rental agreement with us and no longer use our building having moved to the medical centre in Darnall on a reduced service. This represents potential need for further support for local residents within our very diverse community. Other organisations funding has been restricted or in some cases completely removed which has resulted in closure or a reduction in services.

Relations with other churches

We have continued to share times of joint fellowship with other local churches. I started a period of sabbatical at the end of 2017 which has included visiting other local churches to develop relationships. We continue to work with the Rock Christian Centre through foodbank. This year 211 food vouchers were brought into the Darnall church for the benefit of families in the Darnall area which meant that a total of 536 people were fed. We are working with Meadowhead Christian Fellowship in a more structured manner, their pastor continues to offer me mentoring support and, upon request, they will provide our church with both speaker and worship musicians.

Ethiopian Congregation

This group still use our building for worship. Some of their members join us on Sunday mornings for fellowship.

Youth Work

This year our young people continued to meet for youth nights but no longer meet with the youth at Meadowhead Christian Fellowship following the departure of their youth worker.

Financial review

Funds have been received completely from free will offerings donated by members and visitors together with income tax recovered under HMRC gift aid provisions.

Sheffield Living Waters Christian Fellowship

Trustees' Annual Report *(continued)*

Year ended 31 January 2019

Financial review *(continued)*

The policy of the charity is to utilise its resources to further the objects of the trust and not therefore to establish large reserves. It is the objective of the trustees to maintain sufficient unrestricted reserves to cover six months of general expenditure in the normal course of events.

The charity does not seek to maintain investments and has repaid the loan outstanding on its freehold property.

The trustees' annual report was approved on and signed on behalf of the board of trustees by:

Mr B Coleman
Trustee

Sheffield Living Waters Christian Fellowship

Independent Examiner's Report to the Trustees of Sheffield Living Waters Christian Fellowship

Year ended 31 January 2019

I report to the trustees on my examination of the financial statements of Sheffield Living Waters Christian Fellowship ('the charity') for the year ended 31 January 2019.

Responsibilities and basis of report

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

I report in respect of my examination of the charity's financial statements carried out under section 145 of the 2011 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 financial statements do not accord with those records; or
3. the financial statements 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.

P Kirby BA FCA
Independent Examiner

Date.....

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

Sheffield Living Waters Christian Fellowship

Statement of Financial Activities

Year ended 31 January 2019

		2019	2018
		Unrestricted funds	Total funds
	Note	£	£
Income and endowments			
Donations and legacies	4	24,377	21,222
Investment income	5	2,304	4,731
Total income		<u>26,681</u>	<u>25,953</u>
Expenditure			
Expenditure on charitable activities	6,7	23,414	24,875
Total expenditure		<u>23,414</u>	<u>24,875</u>
Net income and net movement in funds		<u>3,267</u>	<u>1,078</u>
Reconciliation of funds			
Total funds brought forward		147,210	146,132
Total funds carried forward		<u>150,477</u>	<u>147,210</u>

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

The notes on pages 8 to 13 form part of these financial statements.

Sheffield Living Waters Christian Fellowship

Statement of Financial Position

31 January 2019

	Note	2019 £	£	2018 £
Fixed assets				
Tangible fixed assets	12		107,217	109,151
Current assets				
Debtors	13	3,800		3,300
Cash at bank and in hand		40,486		35,785
		<u>44,286</u>		<u>39,085</u>
Creditors: amounts falling due within one year	14	<u>1,026</u>		<u>1,026</u>
Net current assets			<u>43,260</u>	<u>38,059</u>
Total assets less current liabilities			<u>150,477</u>	<u>147,210</u>
Net assets			<u><u>150,477</u></u>	<u><u>147,210</u></u>
Funds of the charity				
Unrestricted funds			<u>150,477</u>	<u>147,210</u>
Total charity funds	15		<u><u>150,477</u></u>	<u><u>147,210</u></u>

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

Mr B Coleman
Trustee

The notes on pages 8 to 13 form part of these financial statements.

Sheffield Living Waters Christian Fellowship

Statement of Cash Flows

Year ended 31 January 2019

	2019 £	2018 £
Cash flows from operating activities		
Net income	3,267	1,078
<i>Adjustments for:</i>		
Depreciation of tangible fixed assets	1,934	2,081
Dividends, interest and rents from investments	(2,304)	(4,731)
Accrued expenses	–	551
<i>Changes in:</i>		
Trade and other debtors	(500)	200
Cash generated from operations	2,397	(821)
Net cash from/(used in) operating activities	2,397	(821)
Cash flows from investing activities		
Dividends, interest and rents from investments	2,304	4,731
Purchase of tangible assets	–	(264)
Net cash from investing activities	2,304	4,467
Net increase in cash and cash equivalents	4,701	3,646
Cash and cash equivalents at beginning of year	35,785	32,139
Cash and cash equivalents at end of year	40,486	35,785

The notes on pages 8 to 13 form part of these financial statements.

Sheffield Living Waters Christian Fellowship

Notes to the Financial Statements

Year ended 31 January 2019

1. General information

The charity is a public benefit entity and a registered charity in England and Wales and is unincorporated. The address of the principal office is 81 Main Road, Darnall, Sheffield, S9 5HL.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (Charities SORP (FRS 102)) and the Charities Act 2011.

3. Accounting policies

Basis of preparation

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

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

Going concern

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

Fund accounting

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

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

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

Sheffield Living Waters Christian Fellowship

Notes to the Financial Statements *(continued)*

Year ended 31 January 2019

3. Accounting policies *(continued)*

Incoming resources

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

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

Resources expended

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

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

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

Tangible assets

All fixed assets are initially recorded at cost.

Sheffield Living Waters Christian Fellowship

Notes to the Financial Statements *(continued)*

Year ended 31 January 2019

3. Accounting policies *(continued)*

Depreciation

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

- 1% straight line
- 25% reducing balance
- 10% reducing balance

Impairment of fixed assets

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

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

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

Financial instruments

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

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

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

Debt instruments are subsequently measured at amortised cost.

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

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

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

Sheffield Living Waters Christian Fellowship

Notes to the Financial Statements *(continued)*

Year ended 31 January 2019

3. Accounting policies *(continued)*

Financial instruments *(continued)*

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

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

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

4. Donations and legacies

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Donations				
Gifts and offerings	<u>24,377</u>	<u>24,377</u>	<u>21,222</u>	<u>21,222</u>

5. Investment income

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Rental income	<u>2,304</u>	<u>2,304</u>	<u>4,731</u>	<u>4,731</u>

6. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2019 £	Unrestricted Funds £	Total Funds 2018 £
Direct charitable activities	22,939	22,939	24,400	24,400
Support costs	<u>475</u>	<u>475</u>	<u>475</u>	<u>475</u>
	<u>23,414</u>	<u>23,414</u>	<u>24,875</u>	<u>24,875</u>

7. Expenditure on charitable activities by activity type

	Activities undertaken directly £	Support costs £	Total funds 2019 £	Total fund 2018 £
Direct charitable activities	22,939	—	22,939	24,400
Governance costs	<u>—</u>	<u>475</u>	<u>475</u>	<u>475</u>
	<u>22,939</u>	<u>475</u>	<u>23,414</u>	<u>24,875</u>

Sheffield Living Waters Christian Fellowship

Notes to the Financial Statements *(continued)*

Year ended 31 January 2019

8. Net income

Net income is stated after charging/(crediting):

	2019	2018
	£	£
Depreciation of tangible fixed assets	<u>1,934</u>	<u>2,081</u>

9. Independent examination fees

	2019	2018
	£	£
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>475</u>	<u>475</u>

10. Staff costs

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

	2019	2018
	£	£
Wages and salaries	<u>15,602</u>	<u>15,599</u>

The average head count of employees during the year was 1 (2018: 1).

No employee received employee benefits of more than £60,000 during the year (2018: Nil).

11. Trustee remuneration and expenses

Mr B Coleman received remuneration of £15,600 (2016 - £15,600) during the year.

12. Tangible fixed assets

	Land and buildings £	Fixtures and fittings £	Equipment £	Total £
Cost				
At 1 February 2018 and 31 January 2019	<u>124,682</u>	<u>22,233</u>	<u>8,533</u>	<u>155,448</u>
Depreciation				
At 1 February 2018	20,746	20,692	4,859	46,297
Charge for the year	<u>1,247</u>	<u>320</u>	<u>367</u>	<u>1,934</u>
At 31 January 2019	<u>21,993</u>	<u>21,012</u>	<u>5,226</u>	<u>48,231</u>
Carrying amount				
At 31 January 2019	<u>102,689</u>	<u>1,221</u>	<u>3,307</u>	<u>107,217</u>
At 31 January 2018	<u>103,936</u>	<u>1,541</u>	<u>3,674</u>	<u>109,151</u>

Sheffield Living Waters Christian Fellowship

Notes to the Financial Statements *(continued)*

Year ended 31 January 2019

13. Debtors

	2019	2018
	£	£
Income tax recoverable under gift aid	<u>3,800</u>	<u>3,300</u>

14. Creditors: amounts falling due within one year

	2019	2018
	£	£
Accruals and deferred income	<u>1,026</u>	<u>1,026</u>

15. Analysis of charitable funds

Unrestricted funds

	At 1 February 2018 £	Income £	Expenditure £	At 31 January 2019 £
General funds	<u>147,210</u>	<u>26,681</u>	<u>(23,414)</u>	<u>150,477</u>

	At 1 February 2017 £	Income £	Expenditure £	At 31 January 2018 £
General funds	<u>146,132</u>	<u>25,953</u>	<u>(24,875)</u>	<u>147,210</u>

16. Analysis of net assets between funds

	Unrestricted Funds £	Total Funds 2019 £
Tangible fixed assets	107,217	107,217
Current assets	44,286	44,286
Creditors less than 1 year	(1,026)	(1,026)
Net assets	<u>150,477</u>	<u>150,477</u>

	Unrestricted Funds £	Total Funds 2018 £
Tangible fixed assets	109,151	109,151
Current assets	39,085	39,085
Creditors less than 1 year	(1,026)	(1,026)
Net assets	<u>147,210</u>	<u>147,210</u>

Sheffield Living Waters Christian Fellowship

Management Information

Year ended 31 January 2019

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

Sheffield Living Waters Christian Fellowship

Detailed Statement of Financial Activities

Year ended 31 January 2019

	2019 £	2018 £
Income and endowments		
Donations and legacies		
Gifts and offerings	<u>24,377</u>	<u>21,222</u>
Investment income		
Rental income	<u>2,304</u>	<u>4,731</u>
Total income	<u><u>26,681</u></u>	<u><u>25,953</u></u>
Expenditure		
Expenditure on charitable activities		
Wages and salaries	15,602	15,599
Rates and water	450	408
Light and heat	1,201	1,323
Repairs and maintenance	450	936
Insurance	690	828
Establishment costs	718	1,382
Legal and professional fees	475	475
Depreciation	1,934	2,081
Tithes and direct giving	492	1,269
Worship and pastoral activity	1,402	574
	<u>23,414</u>	<u>24,875</u>
Total expenditure	<u><u>23,414</u></u>	<u><u>24,875</u></u>
Net income	<u><u>3,267</u></u>	<u><u>1,078</u></u>

Sheffield Living Waters Christian Fellowship
Notes to the Detailed Statement of Financial Activities
Year ended 31 January 2019

	2019 £	2018 £
Expenditure on charitable activities		
<i>Activities undertaken directly</i>		
Wages and salaries	15,602	15,599
Rates & water	450	408
Light & heat	1,201	1,323
Repairs & maintenance	450	936
Insurance	690	828
Establishment costs	718	1,382
Depreciation	1,934	2,081
Tithes and direct giving	492	1,269
Worship and pastoral activity	1,402	574
	<u>22,939</u>	<u>24,400</u>
Governance costs		
Governance costs - accountancy fees	475	475
	<u>475</u>	<u>475</u>
Expenditure on charitable activities	<u><u>23,414</u></u>	<u><u>24,875</u></u>