

Report and Financial Statements

For the year ended 31 December 2021

**FOUNTAIN OF LIFE
PENTECOSTAL HOLINESS CHURCH**

Charity No: 1040574

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Report of the Trustees for the Year Ended 31 December 2021

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FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Reference and Administrative information

Charity Name: Fountain of Life Pentecostal Holiness Church

Charity Registration Number: 1040574

Registered Office and Operational Address: 139 Ashville Road, Leytonstone, London E11 4DX

Trustees
Reverend Harold Presley (Chair person)
Mr Clement Julien
John Amosu

Independent Examiner: Samuel Durojaiye FCPA
Samuelson & Co UK Ltd
Certified Public Accountants & Tax Consultants
596 Kingsland Road
Hackney, London
E8 4AH

Bankers : Barclays Bank Plc
Holloway and Kingsland Branch

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Report of the Trustees for the Year Ended 31 December 2021

The trustees present their report along with the financial statements of the charity for the year ended 31st December 2021.

The financial Statement has been prepared in accordance with the accounting policies set out on page 4 and comply with the charity's trust deed and applicable below.

Constitution, Objects and Principal Activities of the Charity together with the Organisation of our work

Our Charity's purposes as set out in the objects contained in the Declaration of Trust are:

- A. Advance of the Christian faith
- B. Relief of people who are in conditions of hardship or distress or who are aged, sick or disabled
- C. Promotion of fulfilment of such other charitable purposes beneficial to the community.

The trust was involved in Christian Outreach programmes designed to increase Christianity awareness and spread the gospel of our Lord Jesus Christ.

Ensuring Our Work Delivers Our Aims

We review our aims, objectives and activities each year. This review looks at what we achieved and the outcomes of our work in the previous 12 months. The review looks at the success of each key activity and the benefits they have brought to those groups of people we are set up to help.

The review also helps us ensure our aim, objectives and activities remained focused on our stated purposes. We have referred to the guidance contained in the Charity Commission's general guidance on public benefit when reviewing our aim and objectives and in planning our future activities. In particular, the trustees consider how planned activities will contribute to the aims and objectives they have set.

Development Activities and Achievements in the Year

The Trustees are pleased to report that the Church has continued to be successful spiritually by ministering to many people. The Church has improved in membership strength and reaching out through partnerships and to the community. In the years, the church has continued with widening her participation collaborative work with the Waltham Forest Homeless project.

The church members and the Pastor fed the homeless every first Friday of the month. In line with our mission statement 'Loving Jesus, Lifting People, Launching Ministries', we worked in partnership with The London School of Ministry, Pentecostal Holiness British Conference. We also supported supported two ministries namely GHACOE Ministry in Ghana and Mission Catalyst in India and Kenya with £12,900. We worked with families and children around Leytonstone (Ashville Road area) in sharing the gospel and putting on different activities on Saturdays and during the holidays for the children.

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Who used and benefited from our Services?

Our Church Services are presented with both the regular congregants and the visitors or seekers in mind. We minister to the physical, mental and spiritual needs of people in our services giving specific consideration to the seekers or new comers in our midst who may not necessarily have a church background and as such may not understand the processes and procedures of Christianity. We have also helped relief poverty and hardship amongst both regular and irregular congregants who are suffering from a period of financial hardship due to unemployment and lack of financial resources.

Financial Review

The total Incoming resources for the year amounted to £117,849. The net incoming resources was (£2,707)

Principal Funding Sources

The principal funding sources for the charity are currently by way of Donations and Gifts from congregants through the offering basket passed during Church services and through bank standing orders.

Investment Policy

The Charity have cash that are set out in the Charity balance sheets. The objective of the investment policy is to invest in cash at banks where the capital is protected. No bank interest was achieved in the period . The Charity currently has a policy of keeping any surplus liquid funds in cash at banks where immediate access and security of funds is guaranteed.

Reserves Policy

The Board of Trustees has examined the Charity's requirements for reserves in light of the main risks to the organisation. It has established a policy whereby the unrestricted funds not committed or invested in tangible fixed assets held by the charity should be between 3 and 6 months of the expenditure.

The expenditure for 2021 is £120,556 and therefore the targeted reserves should be between £30,139 and £60,278 in general funds. The reserves are needed to meet the working capital requirements of the charity and the trustees are confident that at this level they would be able to continue the current activities of the Charity in the event of a significant drop in funding. This general reserve policy was met and exceeded as in earlier years.

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Plans for Future Periods

The Charity plans continuing the activities outlined above in the forthcoming years subject to satisfactory funding arrangements.

Structure, Governance and Management

Governing Document

The Organisation is a charitable organisation constituted under a Constitution dated 21st July 1994 and registered as a charity on 2nd September 1994. The charity was established under a Constitution which established the objects and powers of the charity and is governed under its terms. In the event of the Charity wound up members are required to so decide by three-quarters majority.

Trustees Induction and Training

Most trustees are already familiar with the practical work of the charity having been friends of the Church for a number of years. Additionally, new trustees are invited and encouraged to function in the capacity as friends of the Church in order to understand the offerings of the Church and its market. Additionally new trustees would be invited as required and encouraged to attend a series of short training sessions to familiarise themselves with the charity and the context within which it operates.

These sessions would be led by the chair person, secretary and treasurer of the Charity and cover:

- 1) The Obligations of Trustees
- 2) The Main documents which set out the operational framework for the charity including the Declaration of Trust
- 3) Resourcing and the current financial position as set out in the latest published accounts
- 4) Future plans and objectives

Risk Management

The Trustees have identified the major strategic risks to which Fountain of Life Pentecostal Holiness Church is exposed to and has established controls and actions to mitigate them. Each year, risk assessments take place at our office and are subject to continual review and monitoring.

The Trustees take all appropriate steps to moderate and manage the inevitable operational risks to which volunteers staff and assets of Fountain of Life Pentecostal Holiness Church are exposed. Competence based training. Volunteers employers liability insurance, monitoring of new legislative requirements are for examples of steps taken. In particular there are policies and procedures for children and vulnerable adults protection and for health and safety risks.

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Organisation

Fountain of Life Pentecostal Holiness Church is governed by a Board of Trustees to serve the charity and run its affairs. Annually the Board reviews the range of skills it has available and uses its power of co-option to ensure that gaps are filled. The Board also ensures that a number of other criteria are met. The Board are assisted by ministry team. The Board of Trustees meet quarterly and are responsible for the strategic direction and policy of the Charity. A scheme of delegation is in place and day to day responsibility for the provision of the services rest with the trustees.

Responsibilities of the Trustees

Charity law requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable trust as at the balance sheet date and of its incoming resources and applications of resources, including income and expenditure, for the financial year.

In preparing those financial statements the Trustees should follow best practice and:

- 1) Select suitable accounting policies and then apply them consistently;
- 2) Make judgements and estimates that are reasonable and prudent
- 3) Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue on that basis.

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

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Members of the Board of Trustees

Members of the Board of Trustees, and trustees for the purpose of charity law, who served during the year and up to the date of this report are set out on page 1.

In accordance with charity law, as trustees, we certify that:

So far as we are aware, there is no relevant information of which the company's accountants are unaware; and as the trustees of the charity we have taken all steps that we ought to have taken in order to make ourselves aware of any relevant information and to establish that the Charity's accountants are aware of that information'.

This report has been approved by the trustees and signed on their behalf by:

Signature:



Date:

20-12-2022

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

Independent Examiners Report to the Trustees of Fountain of life Pentecostal holiness church for the year ended 31 December 2021

I report on the accounts of the charity for the year ended 31 December 2021, which are set out on pages 10 to 16.

Respective responsibilities of trustees and examiner

The trustees (who are also the directors of the organisation) are responsible for the preparation of financial statements.

The trustees consider that an audit is not required for this year under section 144 (2) of the Charities Act 2011 (2011 Act) and that an independent examination is needed.

The charity's gross income did not exceed £250,000 and I am qualified to undertake the examination by being a Certified Public Accountant.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

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

Basis of independent examiner's report

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

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

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:

1a) to keep accounting records in accordance with section 386 of the Companies Act 2006; and

1b) to prepare accounts which accord with the accounting records, comply with the accounting requirements of section 396 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities 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.

Samuel Durojaiye FCPA
Samuelson & Co UK Ltd
Certified Public Accountants & Tax Consultants
596 Kingsland Road
Hackney, London
E8 4AH

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

STATEMENT OF FINANCIAL ACTIVITIES (INCLUDING INCOME AND EXPENDITURE ACCOUNT)
FOR THE YEAR ENDED 31 DECEMBER 2021

	Notes	Unrestricted	Restricted	Endowment	Total Funds	
		Funds	Funds	Funds	2021	2020
		£	£	£	£	£
INCOME						
Incoming resources	2	117,849	-	-	117,849	81,230
Other incoming resources		-	-	-		
Total incoming resources		117,849	-	-	117,849	81,230
RESOURCES EXPENDED	3					
Costs of generating funds		-	-	-	-	-
Missionary and Charitable giving	3a	12,900	-	-	12,900	14,827
Activities directly relating to the work of the church	3b	105,264	-	-	105,264	72,661
Church management and administration	3c	2,392	-	-	2,392	2,392
TOTAL RESOURCES EXPENDED		120,556	-	-	120,556	89,880
Net Incoming/(Outgoing) Resources	-	2,707	-	-	2,707	8,650
Gains and Losses on Investments		-	-	-	-	-
NET MOVEMENT IN FUNDS		- 2,707	-	-	2,707	8,650
ACCUMULATED FUNDS						
B/F AT 01/01/2021		176,665	-	-	176,665	185,315
ACCUMULATED FUNDS						
C/F AT 31/12/2021		173,958	-	-	173,958	176,665

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

BALANCE SHEET AS AT 31ST DECEMBER 2021

	Notes	2021		2020	
		£	£	£	£
<u>FIXED ASSETS</u>					
Tangible Assets	4	657,404		656,454	
Longtime Investment		25,000		25,000	
			682,404		681,454
<u>CURRENT ASSETS</u>					
Debtors/Pledges/Prepayments	6	-		-	
Bank/Cash Balances		142,104		145,751	
			142,104		145,751
<u>CURRENT LIABILITIES</u>					
Amount falling due within one year	7	550		550	
			550		550
Net Assets/Liabilities			823,958		826,655
Revaluation account			650,000		650,000
Accumulated Funds B/F	5	176,665		185,315	
Excess Income/ (Deficits)		- 2,707		- 8,650	
Accumulated Funds C/F			173,958		176,665
			823,958		826,665

APPROVED BY THE BOARD OF TRUSTEES ON:
AND SIGNED ON THEIR BEHALF BY:

Signed:

The notes on pages 11- 14 form part of these financial statements

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDING 31 DECEMBER 2021

1) ACCOUNTING POLICIES

- a. The accounts are prepared under the historical cost convention with the exception of investments which are stated at market value. They comply with the requirements of Statement of Recommended Practice Accounting Charities ('SORP') and are in accordance with applicable accounting standards.
- b. General accumulated funds are unrestricted funds available to the church for its general purposes and include funds designated by the Church for a particular purpose; the use of such designated funds remain at the discretion of the Church's Trustees.
- c. There is no Restricted Fund at the moment
- d. The governance, management and administration expenses reported in note 3 relate to the whole of the Church's activities and a proportion of these charges are allocated to expenditure headings on a basis consistent with the use of the resources
- e. Investments are stated at market value. It is the Church's policy to keep valuations up to date such that when investments are sold there is no gain or loss arising to previous years.
- f. Tangible assets are included at cost and depreciation is provided on a straight line basis, in order to write off the assets over their useful lives.
- g. All expenditures is accounted for on an Accrual Basis.

The depreciation rates are as follows:

Freehold Buildings	NIL
Musical Equipment	10% Straight line
Equipment, Fixtures and Fittings	10% Straight line

2) INCOMING RESOURCES

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total Funds	
	£	£	£	2021	2020
	£	£	£	£	£
Tithes and Offerings	117,849	-	-	117,849	81,230
TOTAL INCOMING RESOURCES	117,849	-	-	117,849	81,230

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDING 31 DECEMBER 2021

	Unrestricted	Restricted	Endowment	Total Funds	
	Funds	Funds	Funds	2021	2020
	£	£	£	£	£
3) RESOURCES EXPENDED					
3a. Missionary and charitable givings:	12,900	-	-	12,900	14,827
3b. Activities directly relating to the work of the church:					
Church Running Expenses	66,970	-	-	66,970	39,935
Church Maintenance	24,036	-	-	24,036	19,096
Children Ministry	2,700	-	-	2,700	-
Youth Ministry	2,472	-	-		
Evangelism	3,000	-	-	3,000	846
Welfare	6,086	-	-	6,086	12,784
	105,264	-	-	105,264	87,488
3c. Church management and administration:					
Administration	2,392	-	-	2,392	2,392
TOTAL RESOURCES EXPENDED	120,556	-	-	120,556	89,880

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDING 31 DECEMBER 2021

4) FIXED ASSETS

Cost

At 01 Jan 2021

Additions:

Cost at 31st Dec 2021

Aggregate Depreciation

B/F

Charge for the year

as at 31st Dec 2021

Net Book Value

At 31 Dec 2021

At 31 Dec 2020

<u>Freehold Building</u>	<u>Equipment, Furnitures & Fittings</u>	<u>Total</u>
<u>£</u>	<u>£</u>	<u>£</u>
650,000	21,522	671,522
-	-	-
650,000	21,522	671,522
-	11,966	11,966
-	2,152	2,152
-	14,118	14,118
650,000	7,404	657,404
650,000	9,556	659,556

5 ACCUMULATED FUNDS

Accumulated Fund (2020) B/F

Net Movement of Fund (2021)

Accumulated Fund (2021) C/F

<u>£</u>	<u>£</u>
176,665	
- 2,707	
	173,958

6 DEBTORS AND PREPAYMENTS

Other Debtors

Prepayment and Accrued Income

<u>£</u>
-
-
-

7 CREDITORS AND ACCRUALS

Accountancy and Bookkeeping B/F

Charge for the Year

<u>£</u>
550
550

FOUNTAIN OF LIFE PENTECOSTAL HOLINESS CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2021

TOTAL INCOMING RESOURCES

Tithes, Offering and Appeal

EXPENDITURES

A. MISSIONARY/CHARITABLE GIVING

International mission support
 Tithes to IPHC (British Conference)

B. CHURCH RUNNING ACTIVITIES

Social Events and Sundries
 Light & Heating
 Fire & Alarm
 Water rates
 Honorarium
 Telephone expenses
 Worship Ministry
 Benevolent
 Mission Expenses
 Insurance

C. CHURCH MAINTENANCE

Building refurbishment & maintenance

D CHILDREN MINISTRY

E YOUTH MINISTRY

F EVANGELISM

G WELFARE/COMMUNITY EXPENSES

Welfare & Love offering

H ADMINISTRATION

Accountancy fee
 Depreciation

NET INCOMING (OUTGOING) RESOURCES

	2021		2020	
	£	£	£	£
	117,849	117,849	81,230	81,230
	12,900	12,900	13,300	14,827
	-		1,527	
	5,758	66,970	10,537	39,935
	3,106		3,411	
	845		677	
	167		658	
	24,000		18,927	
	781		686	
	23,500		1,540	
	7,802		-	
	-		2,500	
	1,011		1,000	
		66,970		39,935
	24,036		19,096	
		24,036		19,096
	2,700		-	
		2,700		-
	2,472		-	
		2,472		-
	3,000		846	
		3,000		846
	6,086		12,784	
		6,086		12,784
	550		550	
	1,842		1,842	
		2392		2392
		120,556		89,880
		2,707	-	8,650