

**REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 SEPTEMBER 2021
FOR
HARVEST CITY CHURCH**

Mark J Rees LLP Chartered Accountants
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HARVEST CITY CHURCH

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HARVEST CITY CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

The trustees present their report with the financial statements of the charity for the year ended 30 September 2021. The trustees have adopted the provisions of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Charities Act 2011 and the requirements of the Statement of Recommended Practice, Accounting and Reporting by Charities.

OBJECTIVES AND ACTIVITIES

Objectives and aims

The objectives of the Fellowship as laid down in the Declaration of Trust dated 27 March 1987 are:

1. The advancement of the Christian Faith in accordance with the doctrines set out in the underwritten Fourth Schedule and the worship of God in the said County and elsewhere by any means whatsoever including (but not by way of limitation) the preaching and proclamation of the Christian Gospel and the teaching of the Christian doctrine and principles and the pastoral care of the Christian people and the printing and distribution of the Bible and Christian literature.
2. The relief of persons who are in conditions of need, hardship, distress or who are aged or sick.
3. The advancement of education on the basis of Christian principles and without prejudice to the generality of the provision of such education in any educational establishment and if the trustees so decide, the provision of one or more charitable educational establishments for the general education of children or adults on the basis of such Christian principles.

The trustees have had due regard to the guidance published by the Charity Commission on public benefit as required by the Charities (Accounts and Reports) Regulations 2008.

Significant activities

The Church is involved in many programmes for the local community - with children and youth groups, and regular groups running activities for all other age brackets and older people. The Church also has members coming from many different cultural backgrounds and is recognised as a Church promoting multicultural understanding.

HARVEST CITY CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

ACHIEVEMENT AND PERFORMANCE

Charitable activities

General Church Activities

The Church currently meets every Sunday morning in person for two services to accommodate the congregation numbers, people have to book their place to comply with the pandemic regulations. We continue to live stream our services too. Our congregation includes people from all over the world reflecting the diversity of our city.

There is also a meeting every Tuesday evening for the purpose of Bible teaching but also increasingly additional smaller group teaching for those involved in singing and music, foundational Christian belief teaching and meetings for new people wishing to join the Church or get baptised. Our partnership classes' this year have resulted in five new members.

We also hold sessions from time to time for those who run businesses to teach about ethical principles involved in running and building your own business. This is run by one of our trustees who has an expertise in this area.

A nine-month intern programme also continues each year for any Church members who wish to study the Bible in greater depth and is useful for developing people's skills in writing and presenting topics and projects. This is run by one of our trustees and elders Ian Mann.

Small groups called 'Harvest Groups' meet once a month to enable people to develop closer friendships, to help those in need of practical help and support and encourage each other with prayer. These groups include up to 15 people of different ages and cultural backgrounds and are a good opportunity to develop friendships with people from very different backgrounds. There are 17 of these groups in total meeting in various homes all over the city.

During the pandemic all our meetings and small group activities have been rearranged in line with government and local guidelines. Since March 2020 most meetings have been either streamed online or arranged via zoom with some limited opportunities to meet face to face during the summer months in 2020. Our Sunday services and Tuesday evening meetings are all available on YouTube and have made our meetings accessible to a wider audience. Our leaders and tech teams continue to work very hard behind the scenes to make sure these meetings run smoothly.

Children and youth work

This is the largest department in the work of the Church.

A parent and toddler group has met every week and enjoyed a varied programme of informal meetings and outings, called Cafe Mama.

All children up to the age of 11 usually attend Junior Church on Sunday mornings and Tuesday evenings. There are over one hundred children in this age group divided into 5 groups according to age. They enjoy a varied programme of games, music and Bible teaching. This group includes children with special needs who are assigned special helpers. The teachers meet together regularly to review policies and child safeguarding. The head of the children's work is Mrs Sarah Woods who is herself a special needs teacher.

The youth work includes young people from aged 11-30 and is divided into 2 groups. It is open to the wider community and the 11-15 age group, called Ignite, now have their own special evening on Friday's and are expanding in numbers, currently with up to 30 children in attendance. The older group aged 16-30, called The Pulse, continue to meet on Saturday evenings and attract up to 30 young people. Both groups have a programme of music and worship, games and Bible teaching.

During the pandemic, all these meetings and group activities have continued but have transferred to online and zoom with the help of our Junior Church, Ignite and The Pulse leadership.

HARVEST CITY CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

Other groups

The men meet in a group called 'Excel'. They get together bi-monthly for Bible teaching, meals together or other activities such as bowling. The ladies have their own group called 'Shine' that meets once a month for relevant Bible teaching and sometimes other activities like shopping trips or theatre outings.

There is also a group for people who have progressed on from the youth groups or are in the right age bracket. This is called 'Dare' and caters to people in their 30's. They meet monthly for meals out together and have a WhatsApp group.

Our senior and retired members have an active group called 'New Horizons' which meets every few weeks and has a varied programme of outings, meals, movies, skittles etc.

During the pandemic most of the above groups have continued meeting via video conferencing. Outside activities have had to cease and our leaders have been supporting many of our older and more vulnerable members with regular phone calls and food deliveries. We have however begun expanding back into full contact activities across the board in line with government and local regulations.

The Church also runs a group for NHS staff, especially junior medical staff and medical students, which is called 'Medics Corner'. This is mainly supportive in nature and includes discussions on ethics and other topics of relevance as well as sharing up to date medical information. It is run by two GP's.

Since the pandemic the Church has been engaged in supporting our NHS and care workers with regular supportive phone calls and food deliveries.

The Church attracts a number of students attending Leicester's universities and colleges. This group usually has a weekly invitation to a home for Sunday lunch. This has temporarily ceased since March 2020 due to the pandemic and is due to be reviewed.

Relationships within the community

The following events are areas where we were involved in supporting or building relationships with the community, however much of this was placed on hold during the pandemic in 2021.

Normally each August Bank Holiday Sunday we hold an annual summer fayre at Judgemeanow Community College. This includes many activities for children and is free to the local community. It has become an increasingly popular event and attracts families from all cultures and faiths.

Again, normally in autumn each year we organise an 'Out of Africa and Beyond' event also at Judgemeanow Community College. This is a truly multicultural event that celebrates the many cultures represented by our Church, around thirty different nations, and many visitors enjoy the programme of music, dancing, Biblical message and the variety of different foods.

For the previous two years we have held a Christmas market at our own premises and have had the privilege of working with our local Asda supermarket charity worker to arrange prizes etc. Members of the local community have come in to run stalls.

HARVEST CITY CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

Our many groups and activities are open to all of the community and attract regular visitors, especially our youth work. We have an 'Acts of Kindness' initiative to encourage people to donate food to be given to those in need especially during the Christmas period.

During the pandemic this has become a much larger part of the work that the Church does and so we have partnered with charities in Leicester to help with giving out food weekly to many people that are in need.

Other care for the sick and elderly in the congregation and outside is carried out informally by harvest groups and their members alongside other small groups also.

Due to the pandemic, it was decided to close our 'Potspoon Café'. With falling foot traffic and an inability to support volunteers we decided to close the Café without an immediate plan to reopen.

Relationships with other churches

Harvest City Church is part of a worldwide group of Churches called 'Ministers Fellowship Global' (MFG). Our senior Pastors, Chip and Sarah Kawalsingh, are on the leadership team for MFG and regularly visit other Churches in many countries including Canada, the USA, the West Indies, Netherlands and Japan to encourage and help their Pastors and Churches.

Other Church members including members of our youth group also accompany our Pastors on their ministry trips and benefit from that experience. MFG holds regional meetings in the UK twice a year attended by all our leaders and also an international conference once a year. Unfortunately, due to the pandemic the yearly conference, travelling itinerary and other regional conferences and meetings have been cancelled. However there have been virtual conferences done online via webinars and smaller regional leaders' meetings have continued via that method also.

Our senior Pastors have continued to support other Church leaders more remotely via phone and video conferencing.

Our Church has continued to support the work of an orphanage in Hyderabad India.

Our Pastor has written a number of books and materials for Church teaching. These include 'God, a Mocha and Me', 'An Extra Shot', 'Fruits of The Spirit', 'Battle For The Mind', 'Hope' prayer cards, 'Giants Will Fall', 'Partnership Guide', 'Leadership Guide' and 'Introduction to Systematic Theology'. He has recently completed writing a series of 5 booklets on essentials of the Christian faith. Many of these materials are also in use in Churches around the UK and internationally.

Our Church supports various Christian ministries as mentioned above. These gifts are always discussed with the trustees and approved by them. The recipient organisations are mainly associated with MFG or Portland Bible College. This is the college where Pastors Chip and Sarah Kawalsingh received their theological and musical training degrees.

Recipient organisations include:

- Ministers Fellowship Global.
- Ministers Fellowship West Indies.
- (These organisations support Churches and charitable work in Eastern Europe, Africa, India, and the West Indies etc.)
- Light of Life Full Gospel Church (an MFG Church in Toronto).
- Northside City Church.
- Freedom Fellowship Church.
- Shine, our ladies fellowship, charitable donation to Leicester City's Charity Link initiative (Charitable organisations working with the homeless.)

HARVEST CITY CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

FINANCIAL REVIEW

Overview of finances

The Church remains in a healthy financial state. However due to the ongoing pandemic, with the additional lockdown issues in Leicester, the Church has spent the months from March 2020 with only limited opportunities for face to face meetings. For many of our members this remains an ongoing difficult time in terms of employment and finances which has had an inevitable impact on our Church income with donations having dropped during this financial year.

We own our Church premises in St Johns St Leicester and up until March 2020 also hired an additional meeting hall at Judgemeanow College on Sunday mornings and Tuesday evenings in order to accommodate increasing congregation numbers.

We currently have over £80,000 in our current bank account and over £900,000 in the savings account; this has accumulated for the future purchase of a larger premises to house our present congregation and plan for future growth.

We continue to actively look at possible suitable properties.

We received a one-off donation this year for £27,500.

Reserves policy

It is the policy of the trustees to maintain the unrestricted fund not committed or invested in fixed assets less related borrowing, at a level which equates with a range of between three to twelve months unrestricted expenditure, in order to provide sufficient funds to finance expenditure on charitable activities and governance costs.

At 30 September 2021 the total funds held are £1,503,804. This includes £413,876 in tangible fixed assets and £1,330 in restricted funds.

As mentioned above the charity has continued to build its reserves in order to fund a future purchase of a larger premises.

FUTURE PLANS

The charity looks forward to further achieving its charitable objectives during the forthcoming year. It is anticipated that the income and activities of the charity will continue to expand.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, a Trust Deed dated 27 March 1987 and was formally registered as a charity on 13 May 1987. The charity was formerly known as Beaumont Christian Fellowship.

Organisational structure

Overall responsibility for the Fellowship lies with the trustees of whom there are seven, with an elder responsible for overseeing the Church. These two bodies, the trustees and eldership, while having distinct roles have common members and between them are responsible for the formulating and implementation of policies designed to further the objectives of the Fellowship.

New trustees are appointed under the authority of the existing body of trustees.

The induction and training of new trustees is provided by the existing trustees as appropriate to the charity's objectives. The Declaration of Trust provides for a minimum of three trustees with no maximum limit. The trustees meet on a regular basis and are responsible for the overall policy for running the charity and advising on all matters relating to staffing and finance.

HARVEST CITY CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

STRUCTURE, GOVERNANCE AND MANAGEMENT

Probity and overview

The policies and activities of the Church are currently formulated by a group of 7 trustees. The chairman of the trustees and Church Senior Pastor is Mr Andy Paul Chip Kawalsingh.

The trustees have regular meetings, with minutes taken, and all financial decisions including donations and salaries are discussed and agreed upon prior to implementation. The trustees meet every year to discuss and decide the salaries of our leaders Pastor Chip (Andy) and Sarah Kawalsingh - the decision is made by the other trustees and is based on the work they do and the increase in their responsibilities. It is also influenced by the increase in membership and finances. It is noted that they donate around 20% of their salaries back to the Church in gifts and offerings. Three trustees (Chip Kawalsingh, Ian Mann and Tatenda Kandi) are also employed by the Church but trustees themselves receive no remuneration for being trustees.

The trustees also review the accounts and check all policies are up to date and implemented - this has included the data protection act, all health and safety policies and making sure all Junior Church staff are up to date in child protection training. One of our trustees Ian Mann is in charge of all the health and safety protocols in the Church and these are reviewed by the trustees every year. These include fire risk assessment, health and safety policy, safeguarding, data protection, employee complaints policy.

The Church treasurer is trustee Mrs Tanya Goffin and the Church secretary is now trustee Mr James Johnston.

Day to day running of the Church is carried out by Pastor Chip Kawalsingh with the particular help of Mr Ian Mann (trustee employed by the Church) and other trustees as needed. They are assisted by 5 office staff - 4 full time and 1 part time.

The music and worship team are led by Mrs Sarah Kawalsingh who is employed full time by the Church. She oversees the training of new musicians especially from the younger age groups. The ignite and pulse groups have their own music bands. Members of the worship team have written new songs over the last few years and the Church has produced two music CD's 'Salvation is Here' and 'Unveil My Eyes'.

Related parties

Details of related parties and transactions with them are given in the notes to the financial statements.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number

518785

Principal address

Unit 1
St Margaret's Business Centre
14 St John Street
Leicester
LE1 3WL

Trustees

Rev AP Kawalsingh (Chair)
Mr LP Venning
Mrs T Goffin (Treasurer)
Mr I Mann
Mr N Gallagher
Mr J Johnston (Secretary)
Mr T Kandi

HARVEST CITY CHURCH

REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 SEPTEMBER 2021

REFERENCE AND ADMINISTRATIVE DETAILS

Independent Examiner

Mr P Bott FCA
The Institute of Chartered Accountants
Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
LE1 7RU

Bankers

Virgin Money
3 Eastgates
Leicester
LE1 5YA

Solicitors

Croftons Solicitors LLP
The Lexicon
10 – 12 Mount Street
Manchester
M2 5FA

Freehold Property

Rev AP Kawalsingh, Mrs T Goffin and Mr LP Venning hold title to the Freehold Property on behalf of the charity.

Approved by order of the board of trustees on 28 April 2022 and signed on its behalf by:

Mr J Johnston (Secretary) - Trustee

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF HARVEST CITY CHURCH

Independent examiner's report to the trustees of Harvest City Church

I report to the charity trustees on my examination of the accounts of Harvest City Church (the Trust) for the year ended 30 September 2021.

Responsibilities and basis of report

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

Independent examiner's statement

Since your charity's gross income exceeded £250,000 your examiner must be a member of a listed body. I can confirm that I am qualified to undertake the examination because I am a registered member of The Institute of Chartered Accountants which is one of the listed bodies.

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 Trust 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.

Use of our report

This report is made solely to the charity's members. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity's members as a body, for our work, for this report, or for the opinions we have formed.

Mr P Bott FCA
The Institute of Chartered Accountants
Mark J Rees LLP Chartered Accountants
Granville Hall
Granville Road
Leicester
LE1 7RU

3 May 2022

HARVEST CITY CHURCH

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 SEPTEMBER 2021

		Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
INCOME AND ENDOWMENTS FROM	Notes				
Donations and legacies	2	551,030	-	551,030	509,613
Charitable activities	4				
Advancement of Christian faith		8,117	3,750	11,867	28,522
Investment income	3	3,954	-	3,954	9,640
Total		<u>563,101</u>	<u>3,750</u>	<u>566,851</u>	<u>547,775</u>
EXPENDITURE ON					
Charitable activities	5				
Advancement of Christian faith		443,276	3,850	447,126	519,166
Other		1,791	-	1,791	865
Total		<u>445,067</u>	<u>3,850</u>	<u>448,917</u>	<u>520,031</u>
NET INCOME/(EXPENDITURE)		<u>118,034</u>	<u>(100)</u>	<u>117,934</u>	<u>27,744</u>
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>1,384,440</u>	<u>1,430</u>	<u>1,385,870</u>	<u>1,358,126</u>
TOTAL FUNDS CARRIED FORWARD		<u><u>1,502,474</u></u>	<u><u>1,330</u></u>	<u><u>1,503,804</u></u>	<u><u>1,385,870</u></u>

The notes form part of these financial statements

HARVEST CITY CHURCH

BALANCE SHEET 30 SEPTEMBER 2021

	Notes	Unrestricted fund £	Restricted fund £	2021 Total funds £	2020 Total funds £
FIXED ASSETS					
Tangible assets	12	413,876	-	413,876	409,249
CURRENT ASSETS					
Stocks	13	11,925	-	11,925	10,880
Debtors	14	101,292	-	101,292	47,557
Cash at bank and in hand		999,266	1,330	1,000,596	934,535
		<u>1,112,483</u>	<u>1,330</u>	<u>1,113,813</u>	<u>992,972</u>
CREDITORS					
Amounts falling due within one year	15	(23,885)	-	(23,885)	(16,351)
NET CURRENT ASSETS		<u>1,088,598</u>	<u>1,330</u>	<u>1,089,928</u>	<u>976,621</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,502,474</u>	<u>1,330</u>	<u>1,503,804</u>	<u>1,385,870</u>
NET ASSETS		<u>1,502,474</u>	<u>1,330</u>	<u>1,503,804</u>	<u>1,385,870</u>
FUNDS	16				
Unrestricted funds				1,502,474	1,384,440
Restricted funds				1,330	1,430
TOTAL FUNDS				<u>1,503,804</u>	<u>1,385,870</u>

The financial statements were approved by the Board of Trustees and authorised for issue on 28 April 2022 and were signed on its behalf by:

Rev AP Kawalsingh (Chair) - Trustee

Mrs T Goffin (Treasurer) - Trustee

The notes form part of these financial statements

HARVEST CITY CHURCH

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2021

	Notes	2021 £	2020 £
Cash flows from operating activities			
Cash generated from operations	1	92,650	24,991
Interest paid		(462)	(1,918)
Net cash provided by operating activities		<u>92,188</u>	<u>23,073</u>
Cash flows from investing activities			
Purchase of tangible fixed assets		(30,081)	(18,271)
Interest received		3,954	8,288
Net cash used in investing activities		<u>(26,127)</u>	<u>(9,983)</u>
Change in cash and cash equivalents in the reporting period			
		66,061	13,090
Cash and cash equivalents at the beginning of the reporting period			
		<u>934,535</u>	<u>921,445</u>
Cash and cash equivalents at the end of the reporting period			
		<u><u>1,000,596</u></u>	<u><u>934,535</u></u>

The notes form part of these financial statements

HARVEST CITY CHURCH

NOTES TO THE CASH FLOW STATEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2021

1. RECONCILIATION OF NET INCOME TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2021	2020
	£	£
Net income for the reporting period (as per the Statement of Financial Activities)	117,934	27,744
Adjustments for:		
Depreciation charges	25,454	22,517
Interest received	(3,954)	(8,288)
Interest paid	462	1,918
Increase in stocks	(1,045)	(6,508)
(Increase)/decrease in debtors	(53,735)	7,075
Increase/(decrease) in creditors	7,534	(19,467)
	<hr/>	<hr/>
Net cash provided by operations	92,650	24,991
	<hr/> <hr/>	<hr/> <hr/>

2. ANALYSIS OF CHANGES IN NET FUNDS

	At 1.10.20	Cash flow	At 30.9.21
	£	£	£
Net cash			
Cash at bank and in hand	934,535	66,061	1,000,596
	<hr/>	<hr/>	<hr/>
	934,535	66,061	1,000,596
	<hr/>	<hr/>	<hr/>
Total	934,535	66,061	1,000,596
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

The notes form part of these financial statements

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 SEPTEMBER 2021

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention.

Income

All incoming resources including donations, gifts and grants are included on the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Donations, gifts and grants have been included as income from incoming resources from charitable activities where these relate to specific expenditure to be incurred, but as voluntary income where they have been given with greater freedom of use. Income receivable under gift aid includes the related income tax recoverable. Investment income comprising interest receivable is included when receivable by the charity.

Expenditure

Expenditure is accounted for on an accruals basis inclusive of the attributable VAT which cannot be recovered and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources. Costs of charitable activities include those costs incurred in respect of the charity's main activities and providing services for its beneficiaries. Grants payable are accounted for at the earlier of when they are paid or become legally enforceable. Governance costs include those costs incurred in meeting the constitutional and statutory requirements of the charity.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Freehold property	- 2% on cost excluding land
Furniture and equipment	- 20% on reducing balance

All tangible fixed assets are capitalised and included at cost.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

The charity is exempt from tax on its charitable activities.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

1. ACCOUNTING POLICIES - continued

Fund accounting

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Hire purchase and leasing commitments

Rentals paid under operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The charity contributes to a defined contribution pension scheme. Contributions payable to the charity's pension scheme are charged to the Statement of Financial Activities in the period to which they relate.

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.

Going Concern and Impact of COVID-19

From late March 2020 the COVID-19 pandemic had a significant impact on the charity's operations. After reviewing the charity's forecasts and projections, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. The charity therefore continues to adopt the going concern basis in preparing its financial statements.

2. DONATIONS AND LEGACIES

	2021	2020
	£	£
Tithes and offerings	466,987	428,072
Gift aid - income tax recoverable	84,043	81,541
	<u>551,030</u>	<u>509,613</u>

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

3. INVESTMENT INCOME

	2021	2020
	£	£
Rents received	-	1,352
Bank interest receivable	3,954	8,288
	<u>3,954</u>	<u>9,640</u>

4. INCOME FROM CHARITABLE ACTIVITIES

	2021	2020
	£	£
Teaching and bookshop	3,079	2,104
Hospitality and refreshments	28	214
Donations - Manna Ministries	3,750	3,860
Events	957	9,036
Pot Spoon Café	-	4,574
Miscellaneous	4,053	8,734
	<u>11,867</u>	<u>28,522</u>

5. CHARITABLE ACTIVITIES COSTS

	Direct Costs (see note 6) £	Grant funding of activities (see note 7) £	Support costs (see note 8) £	Totals £
Advancement of Christian faith	336,249	25,199	85,678	447,126
	<u>336,249</u>	<u>25,199</u>	<u>85,678</u>	<u>447,126</u>

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

6. DIRECT COSTS OF CHARITABLE ACTIVITIES

	2021	2020
	£	£
Trustees' remuneration	161,390	171,254
Staff costs	160,783	172,807
Ministry expenses	900	7,993
Teaching and bookshop	1,562	3,608
Hospitality and refreshments	2,826	4,643
Children and youth work	2,286	1,032
Events	6,328	20,335
Pot Spoon Café	174	3,703
	<u>336,249</u>	<u>385,375</u>

7. GRANTS PAYABLE

	2021	2020
	£	£
Advancement of Christian faith	25,199	36,485

The total grants paid to institutions during the year was as follows:

	2021	2020
	£	£
Ministers Fellowship Global	-	10,046
Ministers Fellowship West Indies	2,961	2,500
Voice of Triumph Ministries	1,480	-
Manna International Inc.	3,850	3,980
Northside City Church	-	4,039
Other	4,035	7,310
OSAKA	6,500	-
Royal British Legion	-	100
Shine Charity	-	364
Freedom Fellowship Church	-	579
Chadwick	2,961	-
Franco	1,480	-
	<u>23,267</u>	<u>28,918</u>

Grants payable to individuals amount to £1,932 (2020: £7,567).

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

8. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Advancement of Christian faith	<u>76,870</u>	<u>8,808</u>	<u>85,678</u>

Support costs, included in the above, are as follows:

Management

	2021 Advancement of Christian faith £	2020 Total activities £
Rent of premises	1,356	18,199
Insurance	2,155	2,693
Light, heat and water	5,941	5,761
Travel and transport	2,997	9,376
Postage, stationery and telephone	6,489	7,089
Publicity	7,784	5,044
Sundries	19,454	11,992
Repairs and maintenance	5,240	5,340
Depreciation of tangible assets	25,454	22,516
	<u>76,870</u>	<u>88,010</u>

Governance costs

	2021 Advancement of Christian faith £	2020 Total activities £
Professional expenses	5,126	4,253
Accountancy and legal fees	644	625
Independent examiners remuneration	2,576	2,500
Bank interest	462	1,918
	<u>8,808</u>	<u>9,296</u>

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

9. TRUSTEES' REMUNERATION AND BENEFITS

	2021	2020
	£	£
Trustees' salaries	138,677	148,650
Trustees' pensions paid	22,713	22,604
	<u>161,390</u>	<u>171,254</u>

Trustees' remuneration is made up of salaries paid to Rev AP Kawalsingh £68,000 (2020: £77,473), Mr I Mann £42,177 (2020: £43,177) and Mr T Kandi £28,500 (2020: £28,000).

Trustees' pension is made up of contributions of £15,640 (2020: £15,519) for Rev AP Kawalsingh, £6,430 (2020: £6,430) for Mr I Mann and £643 (2020: £654) for Mr T Kandi.

Remuneration paid to the above Trustees reflects the work performed and their responsibility for the charity.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30 September 2021 nor for the year ended 30 September 2020.

10. STAFF COSTS

	2021	2020
	£	£
Wages and salaries	263,082	285,050
Social security costs	22,887	24,464
Other pension costs	13,491	11,943
	<u>299,460</u>	<u>321,457</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Salaried staff - charitable activities	<u>8</u>	<u>8</u>

The emoluments of nil (2020: one) member of staff are within the range of £60,000 to £69,999.

The emoluments of one (2020: nil) member of staff are within the range of £80,000 to £89,999.

The emoluments of nil (2020: one) member of staff are within the range of £90,000 to £99,999.

Staff costs include salaries paid to Mrs S Kawalsingh, wife of Rev AP Kawalsingh, trustee of £45,000 (2020: £54,500) and to Mrs H Venning, wife of Mr LP Venning, trustee of £20,500 (2020: £20,000).

Pension costs include a contribution for Mrs S Kawalsingh, wife of Rev AP Kawalsingh, trustee of £10,350 (2020: £10,235) and for Mrs H Venning, wife of Mr LP Venning trustee of £428 (2020: £414).

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

10. STAFF COSTS - continued

Total remuneration in relation to Key Management Personnel, included within the figures above, amounts to £177,017 (2020: £189,163).

11. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES - 30 SEPTEMBER 2020

	Unrestricted fund £	Restricted fund £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	509,613	-	509,613
Charitable activities			
Advancement of Christian faith	24,662	3,860	28,522
Investment income	9,640	-	9,640
Total	<u>543,915</u>	<u>3,860</u>	<u>547,775</u>
EXPENDITURE ON			
Charitable activities			
Advancement of Christian faith	515,186	3,980	519,166
Other	865	-	865
Total	<u>516,051</u>	<u>3,980</u>	<u>520,031</u>
NET INCOME/(EXPENDITURE)	<u>27,864</u>	<u>(120)</u>	<u>27,744</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>1,356,576</u>	<u>1,550</u>	<u>1,358,126</u>
TOTAL FUNDS CARRIED FORWARD	<u><u>1,384,440</u></u>	<u><u>1,430</u></u>	<u><u>1,385,870</u></u>

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

12. TANGIBLE FIXED ASSETS

	Freehold property £	Furniture and equipment £	Totals £
COST			
At 1 October 2020	448,717	232,609	681,326
Additions	-	30,081	30,081
	<hr/>	<hr/>	<hr/>
At 30 September 2021	448,717	262,690	711,407
	<hr/>	<hr/>	<hr/>
DEPRECIATION			
At 1 October 2020	101,037	171,040	272,077
Charge for year	7,124	18,330	25,454
	<hr/>	<hr/>	<hr/>
At 30 September 2021	108,161	189,370	297,531
	<hr/>	<hr/>	<hr/>
NET BOOK VALUE			
At 30 September 2021	340,556	73,320	413,876
	<hr/>	<hr/>	<hr/>
At 30 September 2020	347,680	61,569	409,249
	<hr/>	<hr/>	<hr/>

Included in cost or valuation of land and buildings is freehold land of £92,500 (2020 - £92,500) which is not depreciated.

13. STOCKS

	2021 £	2020 £
Stocks	11,925	10,880
	<hr/>	<hr/>

14. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Other debtors	400	1,315
Income tax recoverable	84,003	38,239
Accrued income	16,889	8,003
	<hr/>	<hr/>
	101,292	47,557
	<hr/>	<hr/>

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

15. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021 £	2020 £
Social security and other taxes	6,941	7,208
Other creditors	12,777	4,325
Accruals and deferred income	4,167	4,818
	<u>23,885</u>	<u>16,351</u>

16. MOVEMENT IN FUNDS

	At 1.10.20 £	Net movement in funds £	At 30.9.21 £
Unrestricted funds			
General fund	1,384,440	118,034	1,502,474
Restricted funds			
Manna Ministries fund	1,430	(100)	1,330
TOTAL FUNDS	<u>1,385,870</u>	<u>117,934</u>	<u>1,503,804</u>

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	563,101	(445,067)	118,034
Restricted funds			
Manna Ministries fund	3,750	(3,850)	(100)
TOTAL FUNDS	<u>566,851</u>	<u>(448,917)</u>	<u>117,934</u>

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

16. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.10.19 £	Net movement in funds £	At 30.9.20 £
Unrestricted funds			
General fund	1,356,576	27,864	1,384,440
Restricted funds			
Manna Ministries fund	1,550	(120)	1,430
TOTAL FUNDS	<u>1,358,126</u>	<u>27,744</u>	<u>1,385,870</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	543,915	(516,051)	27,864
Restricted funds			
Manna Ministries fund	3,860	(3,980)	(120)
TOTAL FUNDS	<u>547,775</u>	<u>(520,031)</u>	<u>27,744</u>

The Manna Ministries fund consists of donations received specifically for the purpose of making subsequent grants to Manna International Inc. for the sponsorship of orphaned children in India.

HARVEST CITY CHURCH

NOTES TO THE FINANCIAL STATEMENTS - continued FOR THE YEAR ENDED 30 SEPTEMBER 2021

17. EMPLOYEE BENEFIT OBLIGATIONS

The charity contributes to a personal pension scheme in respect of certain employees. The total costs payable in the year were £36,203 (2020: £34,547).

18. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 30 September 2021.

HARVEST CITY CHURCH

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 SEPTEMBER 2021

	2021 £	2020 £
INCOME AND ENDOWMENTS		
Donations and legacies		
Tithes and offerings	466,987	428,072
Gift aid - income tax recoverable	84,043	81,541
	<u>551,030</u>	<u>509,613</u>
Investment income		
Rents received	-	1,352
Bank interest receivable	3,954	8,288
	<u>3,954</u>	<u>9,640</u>
Charitable activities		
Teaching and bookshop	3,079	2,104
Hospitality and refreshments	28	214
Donations - Manna Ministries	3,750	3,860
Events	957	9,036
Pot Spoon Café	-	4,574
Miscellaneous	4,053	8,734
	<u>11,867</u>	<u>28,522</u>
Total incoming resources	566,851	547,775
EXPENDITURE		
Charitable activities		
Trustees' salaries	138,677	148,650
Trustees' pensions paid	22,713	22,604
Salaries	124,405	136,400
Social security	22,887	24,464
Pensions	13,491	11,943
Ministry expenses	900	7,993
Teaching and bookshop	1,562	3,608
Hospitality and refreshments	2,826	4,643
Children and youth work	2,286	1,032
Events	6,328	20,335
Pot Spoon Café	174	3,703
Carried forward	336,249	385,375

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HARVEST CITY CHURCH

DETAILED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 SEPTEMBER 2021

	2021	2020
	£	£
Charitable activities		
Brought forward	336,249	385,375
Grants to institutions	23,267	28,918
Grants to individuals	1,932	7,567
	<hr/>	<hr/>
	361,448	421,860
Other		
Hire of plant and machinery	1,791	865
Support costs		
Management		
Rent of premises	1,356	18,199
Insurance	2,155	2,693
Light, heat and water	5,941	5,761
Travel and transport	2,997	9,376
Postage, stationery and telephone	6,489	7,089
Publicity	7,784	5,044
Sundries	19,454	11,992
Repairs and maintenance	5,240	5,340
Depreciation of freehold property	7,124	7,124
Depreciation of furniture and equipment	18,330	15,392
	<hr/>	<hr/>
	76,870	88,010
Governance costs		
Professional expenses	5,126	4,253
Accountancy and legal fees	644	625
Independent examiners remuneration	2,576	2,500
Bank interest	462	1,918
	<hr/>	<hr/>
	8,808	9,296
Total resources expended	448,917	520,031
	<hr/>	<hr/>
Net income	117,934	27,744
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