

Charity Number

701196

THE KING'S CHURCH, HALIFAX

Report and Accounts

for the year

31 March 2021

THE KING'S CHURCH, HALIFAX

Contents for the year ended 31 March 2021

	Page
Trust Information	1
Trustees Report	2-5
Trustees Responsibilities	6
Independent Examiner's Report	7
Statement of Financial Activities	8
Balance Sheet	9
Notes to the Accounts	10-13

THE KING'S CHURCH, HALIFAX

Trust Information

for the year ended 31 March 2021

Charity Number	701196
Trustees	P. B.McMahon (Chair) P. D.Clift P. R .Hamlett J. Crabtree A. Prosser P. Leeming
Address	The King's Centre Park Road HALIFAX HX1 2TS
Independent Examiner	S J Sutcliffe FCCA Torevell Dent Limited 1-3 St Ann's Place Pellon Lane Halifax HX1 5RB
Bankers	Yorkshire Bank 7 Waterhouse Street HALIFAX HX1 1XZ
Solicitors	Finn Gledhill 1 - 7 Harrison Road HALIFAX HX1 2AG

THE KING'S CHURCH, HALIFAX

Trustees Annual Report

for the year ended 31 March 2021

The trustees submit their Annual Report and Accounts for the period ended 31 March 2021, which have been prepared in accordance with FRS 102, Accounting and Reporting by Charities 2005, and the Charities Act 2016.

Structure, Governance and Management

Governing document

The King's Church, Halifax Trust is constituted by a Deed of Trust and is a Registered Charity, No.701196. Its address is The King's Centre, Park Road, Halifax HX1 2TS.

Trustees:

Mr Paul McMahan Chair
Mr Paul Clift
Mr Peter Hamlett
Mr Jeffrey Crabtree
Mr Adrian Prosser
Mr Peter Leeming

Aims and Objectives

The prime objective of the Charity is the advancement of the Christian faith locally, nationally and internationally by any means including the preaching and proclamation of the Christian Gospel, the teaching of Christian doctrine and principles and the pastoral care of Christian people.

Other objectives are: -

- a) The relief of persons who are in conditions of need, hardship or distress or who are aged or sick.
- b) The advancement of education on the basis of Christian principles.

The charity made a number of staff changes during the year, as a result the charity now employs a full time Senior Pastor; a part time administrator (from November 2020); a part time Children's Worker (from January 2021); a part time caretaker; and supports other workers who have pastoral care of the church.

Paul McMahan continues as a part time Pastor to support Neil Deakin as Senior Pastor.

In November 2020 the full time Administrator, Trish Howe retired after faithfully, and excellently, serving the Church for over thirty years; she remains a part of the congregation and Church family.

In addition to the new post of part time Children's Worker, the Church will be appointing a part time Operations Manager from June 2021.

The finances of the church are very predominantly dependent upon the free will offerings of its members.

Review of progress and achievements

The vision of the church remains as:

Welcoming in His presence
Taking out His power
Living as His people

THE KING'S CHURCH, HALIFAX

Trustees Annual Report (continued)

for the year ended 31 March 2021

Review of progress and achievements

During the 2020/21 period the Church, along with wider society, has been significantly impacted upon by the Corona virus pandemic. The Church was required to close in March 2020 and reopened in July 2020 when allowed and in adherence to government guidelines on social distancing and following the restrictions on worship. Following further national and local lockdown arrangements, the Church again re-opened and a small number of the congregation has attended Church on Sundays. From May 2021, when restrictions eased further, the number attending Church on Sundays has started to increase.

Whilst the Church has not been able to operate and 'open' normally, the Sunday Church service moved online with pre-recorded contributions from worship leaders, children's workers as well as the 'message' being delivered by the Pastors and other senior leaders. In order to facilitate this change in delivery, investment was made to further develop the website; and IT equipment required for this new way of doing things was purchased. The meetings were recorded and have been made available on Facebook and You Tube. In addition, DVD copies of the meetings were available for anyone not able to access them online.

Although much of the 'normal' work of the Church had to stop due to the pandemic, most of the staff employed by the Church were required to work in a different and more flexible way. However, when the building was closed, the caretaker was placed on furlough. This was changed to 'flexible furlough' when the Church started to re-open in a limited way, as allowed by Government rules.

The Healing Rooms ministry had ceased to meet at Jubilee House during the year because of the pandemic but appointments for 'Zoom Prayer' were made available. Healing Rooms hope to restart face to face meetings in October 2021.

Mary Spencer has continued as the prayer coordinator for the Church although the frequency of the House of Prayer meetings has reduced in response to lockdown requirements. These have recommenced in 2021.

The child sponsorship scheme to help educate some of the children in Uganda continued, although, as the education delivery was stopped for some months in summer 2020, payments were delayed until this re-started in the autumn term.

The local initiative of 'Chaplaincy outreach' that aims to reach out and engage with people in and around Halifax also ceased, but this was able to re-start earlier in 2021 when outdoor engagement with people was again allowed.

The Drop in Centre based in Ebenezer Methodist Church has historically been supported by quite a number of Church members. It was required to change its operation in response to the pandemic but members continue to support.

The King's Coffee House Ltd continues to function as a separate trading company. The café was required to close in March 2020. However, as a response to the pandemic and the Church's desire to enable the café to provide a 'meals on wheels' service in summer 2020, the Church financially supported the café during this period. The provision of 'meals on wheels' to vulnerable members of our Church and also the wider community, was very much appreciated by the recipients.

THE KING'S CHURCH, HALIFAX

Trustees Annual Report (continued)

for the year ended 31 March 2021

Review of progress and achievements

The normal Church 'family life' events i.e. meal events such as BBQ, buffets, Christmas meal and the usual annual car rally were cancelled this year. However, the community of the Church continued to be encouraged through the delivery of God's word via a range of opportunities, Zoom Prayer etc. As well as reaching out to people on an individual level via Connect Groups and the work of the Pastors, senior leaders and other pastoral staff. Prayer support continued to be given via email requests and communications, of which, praise God, many were answered.

The Church continued to invest in the facilities and fabric of the Church buildings with the opportunity of the Church being closed taken advantage of in order to develop and redecorate the upstairs hall at King's Church as well as improving its functionality and IT resources. In addition, a major redevelopment of the reception and foyer area to make it more welcoming, as well as providing practical office spaces, started in March 2021, and is currently nearing completion.

Although the Church has been significantly impacted by the pandemic, the Church members have continued in the faithful support of the Church with many changing the way that they 'give' in order to continue to provide tithes and offerings in an electronic and online format. Although the Church income has dropped, so too has expenditure; therefore the Trustees remain confident that the Church will continue as a going concern.

The Church continues to comply with the requirement to provide a pension scheme which it has done via Peoples Pension, as part of 'auto enrolment' that came in to effect from November 2016. The Church complied with the requirement to re-enrol appropriate staff on to the pension scheme in November 2019 and this process will be required again in November 2022.

Finances

The attached financial statements show the current state of the finances.

The total income of the Church has decreased from £177,411 in 2019/20 to £142,710 in 2020/21; however, expenditure also decreased from £170,399 in 2019/20 to £147,443 in 2020/21. As a result the Church finances report an in year deficit of £4,733 for the 2020/21 year, for which we give thanks to God for His blessing and provision during this difficult time; and we continue to be extremely grateful to members for their continued financial support.

Stagecoach Dance School started to use the building to deliver dance classes on Saturdays and during some of the school holiday periods, restrictions permitted, and this has been the main source of room hire income for the year, with all other meetings being required to cease. As a result, room hire is reduced from £13,654 in 2019/20 to £7,800 in 2020/21; however represents a positive position considering the circumstances.

In being blessed ourselves, the Church continued to bless others by making several donations to the following other churches and charities during the year: Open Doors (£2,000); Barnabas Fund (£2,000); Eurovision (£1,000); Deo Musoke (£1,000); St Georges Crypt (£500); Jesus Worship House, Philippines (£500); Ian Rossol (£500); Charles Kudzerama (£514): A further balance of tithe of tithes of £3,100 intended to be distributed in 2020/21

THE KING'S CHURCH, HALIFAX

Trustees Annual Report (continued)

for the year ended 31 March 2021

Finances

was carried forward in to 2021/22 and has already been distributed along with £10,600 relating to tithe of tithes for 2020/21.

The Church received £4,865 from HMRC in relation to Coronavirus Job Retention Scheme (furlough).

The Charity's bankers remain The Yorkshire Bank, which became Virgin Money in March 2021.

The Charity's independent examiners are Torevell Dent Limited, 1-3 St Ann's Place, Pellon Lane, Halifax.

Paul Mc Mahon
Chair
28 September 2021

THE KING'S CHURCH, HALIFAX

Statement of Trustees Responsibilities

for the year ended 31 March 2021

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards.

The law applicable to charities in England and Wales, the Charity Act 2011 and the provisions of the trust deed 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 charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements, the trustees are required to

- Select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011 and the provisions of the trust deed. They 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.

THE KING'S CHURCH, HALIFAX

Independent Examiner's Report to the Trustees of The King's Church, Halifax

I report to the trustees on my examination of the accounts of The King's Church Halifax for the year ended 31 March 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 sections 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 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.



S J Sutcliffe FCCA
Torevell Dent Limited
Chartered Certified Accountant
1-3 St Ann's Place
Pellon Lane
Halifax
HX1 5RB

Date: 28 September 2021

THE KING'S CHURCH, HALIFAX

**Statement of Financial Activities
for the year ended 31 March 2021**

	Unrestricted Funds	Restricted Funds	2021 Total Funds	2020 Total Funds
Notes	£	£	£	£
Incoming Resources:				
Incoming from generated funds:				
Voluntary income	126,232	60	126,292	158,492
Incoming from charitable activities:				
Other income	16,418	-	16,418	18,919
	<u>142,650</u>	<u>60</u>	<u>142,710</u>	<u>177,411</u>
Resources Expended:				
Costs of generating funds				
Charitable activities	3 141,098	4,095	145,193	168,467
Governance costs	3 2,250	-	2,250	1,932
	<u>143,348</u>	<u>4,095</u>	<u>147,443</u>	<u>170,399</u>
Net (Outgoing)/Incoming Resources	(698)	(4,035)	(4,733)	7,012
Balance as at 1 April 2020	52,614	736,980	789,594	782,582
Balance as at 31 March 2021	<u>51,916</u>	<u>732,945</u>	<u>784,861</u>	<u>789,594</u>

THE KING'S CHURCH, HALIFAX

Balance Sheet
for the year ended 31 March 2021

	Notes	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Fixed Assets					
Tangible assets	4	13,055	733,044	746,099	746,755
Current Assets					
Debtors	5	6,775	-	6,775	12,704
Cash at bank		54,095	7,819	61,914	55,740
		60,870	7,819	68,689	68,444
Creditors:					
Amounts falling due within one year	6	(22,009)	(7,918)	(29,927)	(25,605)
		38,861	(99)	38,762	42,839
Net Assets		51,916	732,945	784,861	789,594
Funds					
Unrestricted funds				51,916	52,614
Restricted funds				732,945	736,980
				784,861	789,594

The financial statements were approved by the Trustees on 28th September 2021 and signed on their behalf by:-

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P. B. McMahon

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J. Crabtree

.....
P. D. Clift

.....
A. Prosser

.....
P.R. Hamlett

.....
P. Leeming

THE KING'S CHURCH, HALIFAX

Notes to the Accounts for the year ended 31 March 2021

1. Accounting Policies

a) Accounting Convention

The financial statements have been prepared under the historical cost convention, and in accordance with applicable Accounting Standards, the Statement of Recommended Practice, Accounting by Charities 2005 and the Charities Act 2011.

b) Incoming Resources

All incoming resources 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.

c) Resources Expended

Resources expended comprise all expenditure directly relating to the objects of the charity. When necessary, costs are allocated between direct charitable expenditure, fund raising and management and administration on an equitable basis

d) Fixed Assets

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

Freehold Property	- nil
Office Equipment	- 20% on written down value
Furnishings	- 20% on written down value
Musical Equipment	- 20% on written down value
Technical and Other Equipment	- 20% on written down value
Motor Vehicle	- 25% on cost

No depreciation is charged on Freehold Property as this is maintained to a standard to ensure that its value is at least equal to the value at which it is disclosed in the Financial Statements.

e) Taxation

The charity is exempt from tax on its charitable activities.

f) 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.

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

THE KING'S CHURCH, HALIFAX

Notes to the Accounts for the year ended 31 March 2021

2. Net income/(deficit) of trading subsidiary

The charity owns 100% of the share capital of The King's Coffee House Limited whose principal activity is the operation of a café for the benefit of the general public in addition to church groups and members. One of the charity's trustees sit on the Board of Directors of this company but receive no remuneration for doing so.

A summary of the result of the trading subsidiary for the year ended 31st March 2021 is as follows :

	£
Turnover	29,963
Government grants received	11,634
Cost of sales	(37,867)
Administration expenses	<u>(3,649)</u>
Net Profit	81
Corporation tax	-
Profit after tax	<u>81</u>

Accounts for the above subsidiary have been filed with the Registrar of Companies.

3. Resources Expended

	Unrestricted Funds	Restricted Funds	2021 Total Funds	2020 Total Funds
	£	£	£	£
Charitable activities:				
Pastoral support and expenses	7,000	-	7,000	29,605
Mission and other charitable gifts	30,068	-	30,068	25,477
Premises expenses	22,921	-	22,921	28,003
Administration costs	75,817	-	75,817	70,652
Events and activities	1,199	-	1,199	9,276
Depreciation	4,093	-	4,093	4,029
Renovations	-	4,095	4,095	1,425
	<u>141,098</u>	<u>4,095</u>	<u>145,193</u>	<u>168,467</u>
Governance costs:				
Independent examiner's fee	2,250	-	2,250	1,932
	<u>2,250</u>	<u>-</u>	<u>2,250</u>	<u>1,932</u>

THE KING'S CHURCH, HALIFAX

Notes to the Accounts for the year ended 31 March 2021

4. Tangible Fixed Assets

Unrestricted funds:

	Motor	Office equipment	Furnishings	Musical equipment	Technical and other equipment	Total
At 1 April 2020	2,326	312	4,322	505	6,246	13,711
Additions	-	564	526	-	2,478	3,568
Disposals	-	-	-	-	-	0
	2,326	876	4,848	505	8,724	17,279
Depreciation for period	1,163	175	970	110	1,806	4,224
Eliminated on disposals	-	-	-	-	-	-
At 31 March 2021	1,163	701	3,878	395	6,918	13,055

Restricted funds:

	Freehold 5 St James Street	Freehold King's Centre Park Road	Total
At 1 April 2020	120,000	613,044	733,044
Depreciation for period	-	-	-
At 31 March 2021	120,000	613,044	733,044

5. Debtors and prepayments

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Income tax recoverable	3,452	-	3,452	9,720
Other debtors	3,323	-	3,323	2,984
Coffee House rent debtor	-	-	-	-
	6,775	-	6,775	12,704

6. Creditors - due within one year

	Unrestricted Funds £	Restricted Funds £	2021 Total Funds £	2020 Total Funds £
Specified funds	-	7,918	7,918	5,256
Accruals	22,009	-	22,009	20,349
	22,009	7,918	29,927	25,605

THE KING'S CHURCH, HALIFAX

Notes to the Accounts for the year ended 31 March 2021

7. Staff Costs	2021	2020
	£	£
Salaries and Wages	61,673	53,841
Social Security Costs	5,115	4,969
	<u>66,788</u>	<u>58,810</u>

8. Transactions with trustees

One of the trustees is also engaged in Ministry and in accordance with the Trust Deed, ministry fees and expenses were paid to him during the year as follows :

	2021	2020
	£	£
P. B.McMahon	<u>8,120</u>	<u>30,381</u>