

An Invitation To Love Jesus

Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted funds £	Endowment funds £	Total 2022 £
Income and Endowments from:				
Donations	2	388,067	406,210	794,277
Income from trading activities	3	109,966	-	109,966
Other income	4	65	-	65
Total income		<u>498,098</u>	<u>406,210</u>	<u>904,308</u>
Expenditure on:				
Cost of generating funds	5	(44,525)	-	(44,525)
Charitable expenditure	6	(94,363)	-	(94,363)
Support costs	6	(434,110)	(6,884)	(440,994)
Total expenditure		<u>(572,998)</u>	<u>(6,884)</u>	<u>(579,882)</u>
Net (expenditure)/income		<u>(74,900)</u>	<u>399,326</u>	<u>324,426</u>
Net movement in funds		<u>(74,900)</u>	<u>399,326</u>	<u>324,426</u>
Reconciliation of funds				
Total funds carried forward	17	<u>(74,900)</u>	<u>399,326</u>	<u>324,426</u>
		Note	Unrestricted funds £	Total 2021 £
Income and Endowments from:				
Donations			333,825	333,825
Income from trading activities			98,082	98,082
Other income			53,481	53,481
Total income			<u>485,388</u>	<u>485,388</u>
Expenditure on:				
Cost of generating funds			(41,275)	(41,275)
Charitable expenditure			(60,353)	(60,353)
Support costs			(357,807)	(357,807)
Total expenditure			<u>(459,435)</u>	<u>(459,435)</u>
Net income			<u>25,953</u>	<u>25,953</u>
Net movement in funds			<u>25,953</u>	<u>25,953</u>
Reconciliation of funds				
Total funds carried forward		17	<u>25,953</u>	<u>25,953</u>


All of the charity's activities derive from continuing operations during the above two periods.
The funds breakdown for 2021 is shown in note 17.

An Invitation To Love Jesus

(Registration number: 101422) Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	11	2,103,970	1,740,935
Current assets			
Stocks	12	5,975	6,050
Debtors	13	5,797	3,937
Cash at bank and in hand	14	<u>38,624</u>	<u>67,879</u>
		50,396	77,866
Creditors: Amounts falling due within one year	15	<u>(56,804)</u>	<u>(42,481)</u>
Net current (liabilities)/assets		<u>(6,408)</u>	<u>35,385</u>
Total assets less current liabilities		2,097,562	1,776,320
Creditors: Amounts falling due after more than one year	16	<u>-</u>	<u>(3,184)</u>
Net assets		<u>2,097,562</u>	<u>1,773,136</u>
Funds of the charity:			
Endowment funds			
		399,326	-
Unrestricted income funds			
Unrestricted funds		<u>1,698,236</u>	<u>1,773,136</u>
Total funds	17	<u>2,097,562</u>	<u>1,773,136</u>

The financial statements on pages 8 to 21 were approved by the trustees, and authorised for issue on 27 October 2023 and signed on their behalf by:

DocuSigned by:

442657149B6D46A.....
 Mrs Bridget Madden
 Trustee

DocuSigned by:

CADD4AC27D547C.....
 Mrs Marie Madden
 Trustee

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

An Invitation To Love Jesus meets the definition of a public benefit entity under FRS 102. The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

Raising funds

These are costs incurred in attracting voluntary income, the management of investments and those incurred in trading activities that raise funds.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them. All expenditure is accounted for on an accrual basis.

Support costs

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources, for example, allocating property costs by floor areas, or per capita, staff costs by the time spent and other costs by their usage.

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

The historic cost of fixed assets up to 31st December 2014 is its estimated purchase cost, together with any incidental costs of acquisition. New fixed assets acquired since 1st January 2015 are recorded at purchase cost together with any incidental costs of acquisition. Depreciation is calculated so as to write off the cost less their estimated residual values, on a straight-line basis over the expected useful economic lives of the assets concerned.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Buildings	2% straight line
Plant & machinery	15% straight line
Fixtures & fittings	7% straight line
Motor vehicles	25% reducing balance

Stock

Stock is valued at the lower of cost and estimated selling price less costs to complete and sell, after due regard for obsolete and slow moving stocks. Cost is determined using the first-in, first-out (FIFO).

Trade debtors

Trade debtors are amounts due from customers for merchandise sold or services performed in the ordinary course of business.

Trade debtors are recognised initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment. A provision for the impairment of trade debtors is established when there is objective evidence that the charity will not be able to collect all amounts due according to the original terms of the receivables.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Trade creditors

are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Accounts payable are classified as current liabilities if the does not have an unconditional right, at the end of the reporting period, to defer settlement of the creditor for at least twelve months after the reporting date. If there is an unconditional right to defer settlement for at least twelve months after the reporting date, they are presented as non-current liabilities.

are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

Borrowings

Interest-bearing borrowings are initially recorded at fair value, net of transaction costs. Interest-bearing borrowings are subsequently carried at amortised cost, with the difference between the proceeds, net of transaction costs, and the amount due on redemption being recognised as a charge to the Statement of Financial Activities over the period of the relevant borrowing.

Interest expense is recognised on the basis of the effective interest method and is included in interest payable and similar charges.

Borrowings are classified as current liabilities unless the charity has an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees discretion in furtherance of the objectives of the charity.

Financial instruments

Classification

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Recognition and measurement

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are only offset in the statement of financial position when, and only when there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Debt instruments

Debt instruments which meet the following conditions are subsequently measured at amortised cost using the effective interest method:

- (a) The contractual return to the holder is (i) a fixed amount; (ii) a positive fixed rate or a positive variable rate; or (iii) a combination of a positive or a negative fixed rate and a positive variable rate.
- (b) The contract may provide for repayments of the principal or the return to the holder (but not both) to be linked to a single relevant observable index of general price inflation of the currency in which the debt instrument is denominated, provided such links are not leveraged.
- (c) The contract may provide for a determinable variation of the return to the holder during the life of the instrument, provided that (i) the new rate satisfies condition (a) and the variation is not contingent on future events other than (1) a change of a contractual variable rate; (2) to protect the holder against credit deterioration of the issuer; (3) changes in levies applied by a central bank or arising from changes in relevant taxation or law; or (ii) the new rate is a market rate of interest and satisfies condition (a).
- (d) There is no contractual provision that could, by its terms, result in the holder losing the principal amount or any interest attributable to the current period or prior periods.
- (e) Contractual provisions that permit the issuer to prepay a debt instrument or permit the holder to put it back to the issuer before maturity are not contingent on future events, other than to protect the holder against the credit deterioration of the issuer or a change in control of the issuer, or to protect the holder or issuer against changes in levies applied by a central bank or arising from changes in relevant taxation or law.
- (f) Contractual provisions may permit the extension of the term of the debt instrument, provided that the return to the holder and any other contractual provisions applicable during the extended term satisfy the conditions of paragraphs (a) to (c).

Debt instruments that are classified as payable or receivable within one year on initial recognition and which meet the above conditions are measured at the undiscounted amount of the cash or other consideration expected to be paid or received, net of impairment.

With the exception of some hedging instruments, other debt instruments not meeting these conditions are measured at fair value through profit or loss.

Commitments to make and receive loans which meet the conditions mentioned above are measured at cost (which may be nil) less impairment.

Investments

Investments in non-convertible preference shares and non-puttable ordinary or preference shares (where shares are publicly traded or their fair value is reliably measurable) are measured at fair value through profit or loss. Where fair value cannot be measured reliably, investments are measured at cost less impairment.

Investments in subsidiaries and associates are measured at cost less impairment. For investments in subsidiaries acquired for consideration including the issue of shares qualifying for merger relief, cost is measured by reference to the nominal value of the shares issued plus fair value of other consideration. Any premium is ignored.

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Derivative financial instruments

The charity uses derivative financial instruments to reduce exposure to foreign exchange risk and interest rate movements. The charity does not hold or issue derivative financial instruments for speculative purposes.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each reporting date. The resulting gain or loss is recognised in statement of financial activities immediately unless the derivative is designated and effective as a hedging instrument, in which event the timing of the recognition in statement of financial activities depends on the nature of the hedge relationship.

Fair value measurement

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

2 Income from donations

	Unrestricted funds General £	Endowment funds Permanent £	Total funds £
Donations;			
Donations	367,787	-	367,787
Forgotten poor of the world	7,596	-	7,596
Christmas draw	2,367	-	2,367
Gift Aid	10,317	-	10,317
Capital donations	-	406,210	406,210
Total for 2022	<u>388,067</u>	<u>406,210</u>	<u>794,277</u>
Total for 2021	<u>333,825</u>	<u>-</u>	<u>333,825</u>

3 Income from other trading activities

	Unrestricted funds General £	Total funds £
Income from trading activities;		
Sale of donated second hand clothes	6,763	6,763
Printing sales	9,870	9,870
Religious shop (St. Joseph's) sales	22,867	22,867
Equestrian centre income	60,828	60,828
Video royalties	9,638	9,638
Total for 2022	<u>109,966</u>	<u>109,966</u>
Total for 2021	<u>98,082</u>	<u>98,082</u>

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

4 Other income

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Government Grants received	-	-	36,054
CJRS Grants received	-	-	12,247
Rates refund	-	-	5,000
Bank interest	65	65	180
	<u>65</u>	<u>65</u>	<u>53,481</u>

5 Cost of generating funds

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Printing supplies	26,880	26,880	22,886
Religious shop (St, Joseph's) purchases	17,645	17,645	18,389
	<u>44,525</u>	<u>44,525</u>	<u>41,275</u>

6 Expenditure on charitable activities

Charitable expenditure

	Unrestricted funds General £	Total 2022 £	Total 2021 £
Donations	120	120	227
Donations to the Forgotten Poor of the World	8,271	8,271	9,129
Hospitality	13,882	13,882	12,737
Music ministry	1,408	1,408	4,416
Photography	8,944	8,944	5,679
Viral video	4,633	4,633	6,141
Equestrian activities (Youth out-reach)	57,105	57,105	22,024
	<u>94,363</u>	<u>94,363</u>	<u>60,353</u>

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

Support costs

	Unrestricted funds General	Endowment funds Permanent	Total 2022	Total 2021
Note	£	£	£	£
Wages and salaries	89,705	-	89,705	81,747
Rent	25,222	-	25,222	28,603
Rates	7,189	-	7,189	7,732
Light & heat	31,227	-	31,227	19,634
Insurance	12,360	-	12,360	9,290
Repairs	85,582	-	85,582	59,336
Telephone and fax	6,268	-	6,268	6,643
Postage	21,411	-	21,411	23,536
Stationery and printing	8,530	-	8,530	9,207
Sundry expenditure	12,837	-	12,837	6,963
Motor expenses	24,814	-	24,814	24,063
Travel and subsistence	6,224	-	6,224	2,697
Legal fees	80	-	80	623
Bank charges	3,336	-	3,336	3,838
Depreciation of land & buildings	38,844	-	38,844	37,753
Depreciation of land & buildings	-	6,884	6,884	-
Depreciation of plant & machinery	42,779	-	42,779	29,837
Depreciation of fixtures & fittings	5,412	-	5,412	3,636
Depreciation of motor vehicles	12,570	-	12,570	8,000
Profit/(Loss) on sale of asset	(3,397)	-	(3,397)	(8,463)
Loan interest	235	-	235	406
Independent Examiner's remuneration	9 2,882	-	2,882	2,726
	<u>434,110</u>	<u>6,884</u>	<u>440,994</u>	<u>357,807</u>

7 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any reimbursed expenses or any other benefits from the charity during the year.

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

8 Staff costs

The aggregate payroll costs were as follows:

The monthly average number of persons (including senior management / leadership team) employed by the charity during the year expressed as full time equivalents was as follows:

	2022 No	2021 No
Printing	2	2
Equestrian	2	1
	<u>4</u>	<u>3</u>

No employee received emoluments of more than £60,000 during the year

9 Independent examiner's remuneration

	2022 £	2021 £
Examination of the financial statements	2,094	1,960
Other fees to examiners		
Fee paid for local compliance in Poland	788	766
Independent Examiner's remuneration	<u>2,882</u>	<u>2,726</u>

10 Taxation

The charity is a registered charity and is therefore exempt from taxation.

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

11 Tangible fixed assets

	Land and buildings £	Furniture and equipment £	Motor vehicles £	Other tangible fixed asset £	Total £
Cost					
At 1 January 2022	1,895,976	53,017	70,398	252,947	2,272,338
Additions	<u>390,393</u>	<u>24,242</u>	<u>-</u>	<u>54,889</u>	<u>469,524</u>
At 31 December 2022	<u>2,286,369</u>	<u>77,259</u>	<u>70,398</u>	<u>307,836</u>	<u>2,741,862</u>
Depreciation					
At 1 January 2022	370,383	17,132	20,118	123,770	531,403
Charge for the year	<u>45,728</u>	<u>5,412</u>	<u>12,570</u>	<u>42,779</u>	<u>106,489</u>
At 31 December 2022	<u>416,111</u>	<u>22,544</u>	<u>32,688</u>	<u>166,549</u>	<u>637,892</u>
Net book value					
At 31 December 2022	<u>1,870,258</u>	<u>54,715</u>	<u>37,710</u>	<u>141,287</u>	<u>2,103,970</u>
At 31 December 2021	<u>1,525,593</u>	<u>35,885</u>	<u>50,280</u>	<u>129,177</u>	<u>1,740,935</u>

12 Stock

	2022 £	2021 £
Stocks	<u>5,975</u>	<u>6,050</u>

13 Debtors

	2022 £	2021 £
Trade debtors	-	1,926
VAT recoverable	5,452	1,666
Other debtors	<u>345</u>	<u>345</u>
	<u>5,797</u>	<u>3,937</u>

14 Cash and cash equivalents

	2022 £	2021 £
Cash at bank	<u>38,624</u>	<u>67,879</u>

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

15 Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans	3,322	3,193
Trade creditors	31,375	26,323
Accruals	22,107	12,965
	<u>56,804</u>	<u>42,481</u>

16 Creditors: amounts falling due after one year

	2022 £	2021 £
Bank loans	-	3,184

17 Funds

	Incoming resources £	Resources expended £	Balance at 31 December 2022 £
Unrestricted funds			
General	498,098	(572,998)	(74,900)
Endowment funds			
Permanent	406,210	(6,884)	399,326
Total funds	<u>904,308</u>	<u>(579,882)</u>	<u>324,426</u>
	Incoming resources £	Resources expended £	Balance at 31 December 2021 £
Unrestricted funds			
General	485,388	(459,435)	25,953
Endowment funds			
Permanent	-	-	-
Total funds	<u>485,388</u>	<u>(459,435)</u>	<u>25,953</u>

An Invitation To Love Jesus

Notes to the Financial Statements for the Year Ended 31 December 2022 (continued)

18 Analysis of net assets between funds

	Unrestricted funds General £	Total funds at 31 December 2022 £
Tangible fixed assets	2,103,970	2,103,970
Current assets	50,396	50,396
Current liabilities	(56,806)	(56,806)
Total net assets	2,097,560	2,097,560
	Unrestricted funds General £	Total funds at 31 December 2021 £
Tangible fixed assets	1,740,935	1,740,935
Current assets	77,866	77,866
Current liabilities	(42,481)	(42,481)
Creditors over 1 year	(3,184)	(3,184)
Total net assets	1,773,136	1,773,136

19 Related party transactions

During the year the charity made the following related party transactions:

All the staff are related to two of the trustees

The activity of charity is supported by its volunteers, and it is not unusual for volunteers to be related to some of the trustees. When a paid employment position is being considered then the charity first looks to its pool of volunteers for possible candidates. The volunteers are all committed to the religious ethos of the charity, which is considered a vital qualification by the trustees, and they will have experience of working within the charity. Any offer of employment and related salary is approved by a meeting of the trustees by secret ballot. Any related trustees leave any meeting before any discussions on the employment of their relative and the secret ballot.