

Charity Registration No. NIC 101476

Company Registration No. NI 618382 (Northern Ireland)

CHRISTIAN FELLOWSHIP CHURCH
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2022
PAGES FOR FILING WITH REGISTRAR

CHRISTIAN FELLOWSHIP CHURCH

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CHRISTIAN FELLOWSHIP CHURCH

LEGAL AND ADMINISTRATIVE INFORMATION

Directors	Ewan Boyle Neil Gamble Richard Gardiner Colin Stewart John Lander
Operations manager	Arlene McDowell
Charity number	NIC 101476
Company number	NI 618382
Registered office	10 Belmont Road Belfast Co Down BT4 2AN
Independent Auditor	Johnston Kennedy DFK 10 Pilots View Registered Auditors Heron Road Belfast BT3 9LE
Administration address	10 Belmont Road Belfast Co Down BT4 2AN
Bankers	Ulster Bank Arches Retail Park Belfast BT5 4AF
Solicitors	Stephen Perrott & Company Solicitors 49 High Street Holywood Co Down BT18 9AB

CHRISTIAN FELLOWSHIP CHURCH

DIRECTORS' REPORT (INCLUDING THE STRATEGIC REPORT)

FOR THE YEAR ENDED 31 DECEMBER 2022

The directors have pleasure in presenting their report together with the audited financial statements for the year ended 31 December 2022. The directors have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" (FRS 102) in preparing the annual report and financial statements of the charity.

Directors

The following directors have held office since 1 January 2022:

Ewan Boyle
Neil Gamble
Colin Stewart
Richard Gardiner
John Lander
Jill Boyd

(Appointed 12 December 2021, resigned 1 April 2022)

Directors' interests

None of the directors of the company held a beneficial interest in the assets of the company

There were no emoluments paid to directors during the current year. Directors did not claim any expenses during the current year in their capacity as directors.

Structure, governance and management

Christian Fellowship Church is a company limited by guarantee, incorporated on 13 May 2013, and registered with The Charity Commission for Northern Ireland on 11 March 2014. It is governed by its Memorandum and Articles of Association.

Organisational structure

The company is not for profit and limited by guarantee, the liability of the members is limited to £1.

The organisation is governed by its Elders who meet regularly. Day-to-day management activities are coordinated through the Operations Manager and the Operations Team. The Operations Team consists of senior staff members. Appointments to the Operations Team are approved by the Elders.

The Elders who served in 2022 were:

Jill Boyd
Ewan Boyle
Neil Gamble
Richard Gardiner
Andrew Gibson
John Lander
Arlene McDowell
Kathryn Purcell
Colin Stewart

In line with the policy that no staff elder should be a director of CFC, Jill Boyd resigned from her position as director in 2022, when she was appointed as Interim Pastor at CFC Inner East.

Neil Gamble took a sabbatical break from eldership in 2022 and will be returning to the role in late 2023 or early 2024.

New directors are briefed on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision making process, the operational plan and recent financial position of the charity. They are free to discuss any issue with other directors or key employees. Directors are encouraged to attend any appropriate external training events where these will facilitate the undertaking of their role.

CHRISTIAN FELLOWSHIP CHURCH

DIRECTORS' REPORT (INCLUDING THE STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Principal Objectives and activities

Christian Fellowship Church is a Christ centred community dedicated to impacting Belfast, Ireland and the nations with the love of God in the power of the Holy Spirit.

CFC is a group of people from all backgrounds who are walking in God's grace and are on a journey of transformation with Him.

We believe that God has called us to impact our city, our country and the nations with the love of Jesus and the power of the Holy Spirit. This is the foundation for everything we do.

We are passionate about seeing people growing in their relationship with God and to do this we meet together every Sunday to worship God and to experience a relevant and powerful message, which teaches truths from the Bible and also during the week to further develop and explore God's truth for us and our world.

These alongside courses such as Alpha and the Marriage Course continue to provide opportunities for individuals to grow in their faith.

In setting our objectives and planning our activities for the year the directors have given careful consideration to the Charity Commission for Northern Ireland's guidance on public benefit to ensure that the activities have helped to achieve the charity's purposes and provide a benefit to the beneficiaries.

The Christian Fellowship Church uses members of the Church community to provide some of the services above. Any private benefit received by the members is purely incidental to the purposes of our work.

Public benefit statement

CFC's missions statement is "to be a Christ centred community dedicated to impacting Belfast, Ireland and the nations with the love of God in the power of the Holy Spirit."

We believe that bringing people into a relationship with God will allow them to live the way they were meant to and that this in turn has an impact on our society, children, relationships, economy etc.

In each of our sites we want to 'be a community', providing a place where people can belong and become who God intended them to be, and to 'bless a community', by contributing to the spiritual, social, economic and physical need of our city, nation and beyond.

To do this we run a variety of programmes and activities that include children's and youth work, community outreach, a food bank, a professionally accredited counselling service, support for parents and marriages, community space for meetings and overseas development work.

We believe that God has called us to impact our city, our country and the nations with the love of Jesus and the power of the Holy Spirit. This is the foundation for everything we do.

CHRISTIAN FELLOWSHIP CHURCH

DIRECTORS' REPORT (INCLUDING THE STRATEGIC REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Key Developments

2022 was a year that saw the easing of the pandemic restrictions across the UK, allowing us to return to relative normality within CFC. Although our media team did a fantastic job of keeping our communities connected via our online services for 2 years, as we moved away from online sessions, masks, and social distancing, it was so good to be able to meet again in person, and gather in our various congregations, across our sites.

It was a year of rebuilding community and deepening relationships within CFC, and a year when we saw members returning, with new families and individuals joining us. Many of the newcomers had watched our services online during the pandemic and already felt connected to CFC. At the Exploring Membership evening in June, around 70 people came, wanting to find out more about becoming members of CFC. At the end of the year, we were delighted to welcome over 1,000 people at the special Christmas Service at East.

One of our main focuses in 2022 was on Connect Groups. We appointed Ryan Karayiannis as Connect Pastor during the year to strengthen, develop and support our Connect coordinators and leaders across all the sites, and provide resources for the groups. Under his leadership we saw the number of Connect groups grow, and the number of people joining the groups increase too.

In CFC Antrim, the refurbishment work was finished on our newly purchased premises, and the first Sunday service was held in the building in July 2022. As well as providing an excellent meeting space for the CFC congregation every week, the new Antrim building opened its doors to partner with local charities including Oasis Antrim, foodbanks, and Antrim Council, and also provided a room for a community advisor to help people on benefits.

CFC Hollywood saw the appointment of a new Pastor in September 2022, Carl McManus. Carl took over the role from Andrew Gibson, and as he had previously served on the CFC Hollywood's leadership team, the transition was incredibly smooth. Under Carl's leadership CFC Hollywood thrived, seeing an influx of new families and pre-covid ministries restart again.

CFC Inner East continued to meet in the Ballymac Centre throughout 2022. Site Pastors Leanne and Thomas Todd took a well-earned short sabbatical during the year, with Jill and Aaron Boyd stepping in temporarily to pastor the congregation there. The church stayed closely involved with the local community projects and remained dedicated to serving the people living in the surrounding area.

CFC South worked on strengthening relationships and community ties in 2022, as they partnered closely with the YMCA to reach out into the local neighbourhood. They ran Community Fun Days and various special events and saw an encouraging growth in both kids and young people attending their weekly programmes.

SLC had been badly impacted by the covid masking restrictions, but they continued to meet during 2022, led by site Pastor Adam McCormick and the core team members.

CFC was able to maintain its connections with its mission partners throughout 2022 in India, Thailand, Asia and Portugal, providing financial support and even sending out volunteer teams. Locally CFC partnered with Oasis, CAP, Alpha, The Larder, Food Banks, Life House, Home Plus, and a local school to name but a few, as part of our call to help people find and follow Jesus. In November 2022 our congregations raised an amazing £74,000 in the Compassion Appeal to bless individuals and families in need.

The figures contained in these accounts once again reflect the faithfulness of God and the incredible ongoing generosity of the CFC members. This generosity, combined with lower operating costs due to restricted church activities, has resulted in a surplus of funds for the year.

Risk management

The directors have a risk management strategy that is implemented by the Operations staff and escalated to the directors as appropriate, this comprises:

- a regular review of the risks the company may face;
- the establishment of systems and procedures to manage those risks identified in the plan; and
- the implementation of procedures designed to minimise any potential impact on the company should those risks materialise.

CHRISTIAN FELLOWSHIP CHURCH

DIRECTORS' REPORT (INCLUDING THE STRATEGIC REPORT) (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Financial review

The results are set out on pages 11 to 25. Christian Fellowship Church generated a net unrestricted surplus for the year of £168,125 (2021: net unrestricted surplus of £264,710). The level of free reserves at 31 December 2022 was a surplus of £145,822 (2021: surplus of £315,821).

Investments power and policy

Under the Memorandum and Articles of Association, the charity has the power to invest its unrestricted funds in any way the Directors consider appropriate. The Directors have operated a policy of ensuring that any reserve funds are held in an interest bearing account.

Reserves level

The Directors continue to review and monitor the reserves of the Company. This encompasses the nature of income and expenditure streams, the need to match variable income with fixed commitments and the nature of the reserves. To enable the efficient and effective management of the charity the directors have determined that free reserves at a level in excess of three months operating costs should be held. At the year end free reserves amounted to £145,822 which equates to over 1 month operating costs. Annual budgets are prepared and monitored on an ongoing basis to ensure free reserves are managed in line with this reserve policy.

Plans for future periods

After the lifting of the covid restrictions in 2022, the focus in 2023 is to bring people together again within all of our congregations and build up our church communities. We will continue to gather in person, each week, at all of our sites, restarting those ministries that were suspended during the pandemic, and developing new ones.

We will continue to invest in our online Sunday services, as we endeavour to stay connected to all the people who watch regularly, and we will also partner with local people, communities, charities and groups in our neighbourhoods and overseas.

The Elders, as always, continue to monitor the church finances to ensure the best use of our resources.

Employee involvement

Our staff have once again proved their wonderful value to CFC and the city. Their sacrifice, commitment, energy, wisdom and love is beautiful to watch. We thank God for them and for all the volunteers that make the ministry of CFC possible.

Reference and administrative details

The organisations' details are as disclosed on the company information page.

CHRISTIAN FELLOWSHIP CHURCH

DIRECTORS' REPORT (INCLUDING THE STRATEGIC REPORT) (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

Directors' Responsibilities

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the incoming resources and application of resources, including the income and expenditure of the company for that period.

In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in operation.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and the group and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Statement of disclosure to the auditor

We, the directors of the company who held office at the date of approval of these Financial Statements, as set out above, each confirm so far as we are aware, that:

- There is no relevant audit information of which the company's auditors are unaware; and
- We have taken all the steps that we ought to have taken as directors in order to make ourselves aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Political and charitable donations

During the year the company paid over £134,760 (2021: £93,672) for mission support and the company made donations for missions gifts of £80,665 (2021: £84,486) and honoraria amounting to £17,112 (2021: £13,760) and no political contributions.

Auditors

The auditors, Johnston Kennedy DFK, are deemed to be re-appointed under Section 487 (2) of the Companies Act 2006.

On behalf of the board



Ewan Boyle
Director

Date: 21/9/2023

CHRISTIAN FELLOWSHIP CHURCH

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CHRISTIAN FELLOWSHIP CHURCH

Opinion

We have audited the financial statements of Christian Fellowship Church (the 'charity') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and the notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 December 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charity's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Other information

The directors are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

CHRISTIAN FELLOWSHIP CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CHRISTIAN FELLOWSHIP CHURCH

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of our audit:

- the information given in the directors' report, which includes the strategic report prepared for the purposes of company law, for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report included within the Strategic report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report and the Directors' Report.

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of directors

As explained more fully in the statement of directors' responsibilities, the directors, who are also the trustees of the charity for the purpose of company law, are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

CHRISTIAN FELLOWSHIP CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CHRISTIAN FELLOWSHIP CHURCH

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

- the nature of the industry and sector, control environment and performance;
- results of our enquiries of management about their own identification and assessment of the risks of irregularities;
- any matters we identified having obtained and reviewed the charitable company's documentation of their policies and procedures relating to:
 - identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
 - detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
 - the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team and relevant internal specialists where necessary regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory frameworks that the charitable company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies Act 2006, the Charities Act (Northern Ireland) 2008 and Taxation Legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the charitable company's ability to operate or to avoid a material penalty.

As a result of performing the above our procedures to respond to risks identified included the following:

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of management concerning actual and potential litigation and claims
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance and reviewing correspondence with HMRC; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members, including internal specialists, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

CHRISTIAN FELLOWSHIP CHURCH

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE MEMBERS OF CHRISTIAN FELLOWSHIP CHURCH

This report is made solely to the charity members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charity members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charity and the charity members as a body, for our audit work, for this report, or for the opinions we have formed.



.....
James Gage (Senior Statutory Auditor)
for and on behalf of Johnston Kennedy DFK
Statutory Auditor
Chartered Accountants
Registered Auditors
10 Pilots View
Heron Road
Belfast
BT3 9LE

Date: 21/9/2023

CHRISTIAN FELLOWSHIP CHURCH

STATEMENT OF FINANCIAL ACTIVITIES INCLUDING INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
<u>Income and endowments from:</u>					
Donations and legacies	4	1,009,965	260,308	1,270,273	1,228,869
Charitable activities	5	42,327	323	42,650	20,087
Other trading activities	6	411	-	411	-
Investments	7	28,096	-	28,096	21,109
Other income	8	-	2,400	2,400	90,737
Total incoming resources		1,080,799	263,031	1,343,830	1,360,802
<u>Expenditure on:</u>					
Raising funds	9	21,398	5,880	27,278	29,808
Charitable activities	10	891,276	343,039	1,234,315	1,074,958
Total resources expended		912,674	348,919	1,261,593	1,104,766
Net gains/(losses) on investments	14	-	112,269	112,269	-
Transfer between funds	20&21	(97,653)	97,653	-	-
Net movement in funds		70,472	124,034	194,506	256,036
Fund balances at 1 January 2022		2,044,799	652,628	2,697,427	2,441,391
Fund balances at 31 December 2022	20&21	2,115,271	776,662	2,891,933	2,697,427

Continuing Operations

The statement of financial activities has been prepared on the basis that all operations are continuing operations.

Comparatives

The comparative amounts by funds have been disclosed in notes 2 & 3.

Total recognised gains and losses

There are no recognised gains and losses other than those passing through the Statement of Financial Activities.

Historical cost

The results as disclosed in the Statement of Financial Activities and the net incoming resources for the year have been presented on an historical cost basis.

The notes on pages 14 to 25 form part of these financial statements

CHRISTIAN FELLOWSHIP CHURCH

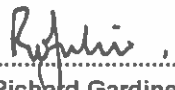
BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	15	2,304,585		1,799,554	
Investment properties	16	680,000		567,731	
		<u>2,984,585</u>		<u>2,367,285</u>	
Current assets					
Debtors	17	45,250		31,047	
Cash at bank and in hand		312,249		475,388	
		<u>357,499</u>		<u>506,435</u>	
Creditors: amounts falling due within one year	18	<u>(117,585)</u>		<u>(61,558)</u>	
Net current assets		239,914		444,877	
Total assets less current liabilities		<u>3,224,499</u>		<u>2,812,162</u>	
Creditors: amounts falling due after more than one year	19	<u>(332,566)</u>		<u>(114,735)</u>	
Net assets		<u><u>2,891,933</u></u>		<u><u>2,697,427</u></u>	
Income funds					
Restricted funds	20	776,662		652,628	
Unrestricted funds	21	2,115,271		2,044,799	
	22	<u><u>2,891,933</u></u>		<u><u>2,697,427</u></u>	

The financial statements were approved by the Directors and authorised for issue on 21/1/2023... and signed on its behalf by:


 Ewan Boyle
 Director


 Richard Gardiner
 Director

Company Registration No. NI 618382
 Charity Registration No. NIC 101476

The notes on pages 14 to 25 form part of these financial statements

CHRISTIAN FELLOWSHIP CHURCH

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash generated from operations	27		95,829		280,485
Investing activities					
Purchase of tangible fixed assets		(539,278)		(221,141)	
Income from investments		28,096		21,109	
Net cash used in investing activities			(511,182)		(200,032)
Financing activities					
Proceeds of new bank loans		283,703		-	
Repayment of bank loans		(31,489)		(17,745)	
Net cash generated from/(used in) financing activities			252,214		(17,745)
Net (decrease)/increase in cash and cash equivalents			(163,139)		62,708
Cash and cash equivalents at beginning of year			475,388		412,680
Cash and cash equivalents at end of year			312,249		475,388

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

Christian Fellowship Church is a private company limited by guarantee incorporated in Northern Ireland. The registered office and principal office is 10 Belmont Road, Belfast, Co Down, BT4 2AN. The nature of the charity's operations and principal activities are given in the directors' report on page 3 of these financial statements.

1.1 Accounting convention

The charity constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with 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) (second edition - October 2019), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act (Northern Ireland) 2008, the Companies Act 2006 and UK Generally Accepted Practice as it applies from 1 January 2019.

The financial statements are prepared in sterling, which is the functional currency of the charity. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention.

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

1.2 Income and expenditure

Income is recognised when the charity is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. The majority of costs are directly attributable to charitable activities. Where costs cannot be directly attributed to particular headings they have been allocated to charitable activities on a basis consistent with use of the resources. Staff costs and overhead expenses are allocated to activities on the basis of staff time spent on those activities.

1.3 Support Costs

Support costs are those functions that assist the work of the charity but do not directly represent charitable activities. Support costs include back office costs, finance, human resources, payroll and governance costs which support the charity's activities. These costs have been allocated against the expenditure on charitable activities.

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

1.4 Fund Accounting

The charity has different types of funds for which it is responsible, and which require separate disclosure. These are as follows:

(a) Restricted funds - Funding received which can only be used for a specific purpose as determined by the funder. Such purposes are within the overall aims of the organisation and are set out in the notes to the financial statements.

(b) Unrestricted funds - Funds which are expendable at the discretion of the directors in the furtherance of the objectives of the charity. In addition the funds may be held in order to finance capital investment and working capital.

1.5 Tangible fixed assets

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life, as follows:

Fixtures and equipment	20% Straight line
Tenants Improvement	20% Straight line
Property	Not depreciated

1.6 Leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

1.7 Investment properties

Investment property, which is property held to earn rentals and/or for capital appreciation, is initially recognised at cost, which includes the purchase cost and any directly attributable expenditure. Subsequently it is measured at fair value at the reporting end date. The surplus or deficit on revaluation is recognised in profit or loss.

1.8 Financial instruments

The charity has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the charity's balance sheet when the charity becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest method unless the arrangement constitutes a financing transaction, where the transaction is measured at the present value of the future receipts discounted at a market rate of interest. Financial assets classified as receivable within one year are not amortised.

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors and bank loans are initially recognised at transaction price unless the arrangement constitutes a financing transaction, where the debt instrument is measured at the present value of the future payments discounted at a market rate of interest. Financial liabilities classified as payable within one year are not amortised.

Debt instruments are subsequently carried at amortised cost, using the effective interest rate method.

Trade creditors are obligations to pay for goods or services that have been acquired in the ordinary course of operations from suppliers. Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities. Trade creditors are recognised initially at transaction price and subsequently measured at amortised cost using the effective interest method.

1.9 Pensions

The company operates a defined contribution pension scheme. Pension contributions in respect of the scheme for employees are charged to the profit and loss account as they become payable in accordance with the rules of the scheme. The assets are held separately from those of the company in an independently administered fund. Differences between the amounts charged in the income and expenditure account and payments made to pension funds are treated as assets or liabilities.

1.10 Taxation

The company is a registered charity and is not liable to tax on funds generated from activities within the scope of the charitable exemptions.

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

2 Statement of Financial Activities: Unrestricted funds

	Notes	2022 £	2021 £
Income and endowments from:			
Donations and legacies		1,009,965	986,543
Income from charitable activities		42,327	19,086
Other trading activities		411	-
Income from investments		28,096	21,109
Other income		-	55,737
Total incoming resources		1,080,799	1,082,475
Expenditure on:			
Raising funds		21,398	24,279
Charitable activities		891,276	793,486
Resources expended		912,674	817,765
Net gains on investments	14	-	-
Incoming resources before transfers		168,125	264,710
Transfer between funds		(97,653)	(74,380)
Net movement in funds		70,472	190,330
Reconciliation of funds:			
Total funds brought forward		2,044,799	1,854,469
Total funds carried forward		2,115,271	2,044,799

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

3 Statement of Financial Activities: Restricted funds

	Notes	2022	2021
		£	£
Income and endowments from:			
Donations and legacies		260,308	242,326
Charitable activities		323	1,001
Other income		2,400	35,000
Total incoming resources		263,031	278,327
Expenditure on:			
Raising funds		5,880	5,529
Charitable activities		343,039	281,472
Total resources expended		348,919	287,001
Net outgoing resources before transfers		(85,888)	(8,674)
Net gains on investments		112,269	-
Transfer between funds		97,653	74,380
Net incoming/(outgoing) resources		124,034	65,706
Reconciliation of funds:			
Total funds brought forward		652,628	586,922
Total funds carried forward		776,662	652,628

4 Donations and legacies

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Offerings	845,627	13,520	859,147	874,297
Gift Aid	164,338	34,524	198,862	196,295
Appeals and missional support	-	212,264	212,264	158,277
	1,009,965	260,308	1,270,273	1,228,869

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Charitable activities

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Fees and contributions	42,327	323	42,650	20,087
	<u>42,327</u>	<u>323</u>	<u>42,650</u>	<u>20,087</u>

6 Other trading activities

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Merchandise contribution	411	-	411	-
	<u>411</u>	<u>-</u>	<u>411</u>	<u>-</u>

7 Income from investments

	Unrestricted funds £	Restricted funds £	Total 2022 £	Total 2021 £
Rent and room hire	28,038	-	28,038	21,090
Bank interest	58	-	58	19
	<u>28,096</u>	<u>-</u>	<u>28,096</u>	<u>21,109</u>

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Other income

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Insurance income	-	-	-	11,485
Government furlough support	-	-	-	42,733
Income recovered	-	-	-	1,519
Grant income	-	2,400	2,400	35,000
	<u>-</u>	<u>2,400</u>	<u>2,400</u>	<u>90,737</u>

Insurance income is monies received from insurance company in relation to a claim for property damage.

Government furlough support is monies due under the Coronavirus Job Retention Scheme for the year.

Income recovered relates to monies received to recover lost income.

Grant income relates to monies due in the period from funding bodies.

9 Expenditure on raising funds

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Property management expenses	21,398	-	21,398	24,279
Property loan interest	-	5,880	5,880	5,529
	<u>21,398</u>	<u>5,880</u>	<u>27,278</u>	<u>29,808</u>

10 Expenditure on charitable activities

	Unrestricted funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£
Activity costs	759,006	341,766	1,100,772	952,927
Support costs	132,270	1,273	133,543	122,031
	<u>891,276</u>	<u>343,039</u>	<u>1,234,315</u>	<u>1,074,958</u>

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

11 Net incoming resources

	2022 £	2021 £
Operating surplus is stated after charging/(crediting):		
Depreciation of tangible assets	34,247	31,630
Operating lease rentals	2,412	2,016
Auditors' remuneration	1,430	1,350
	<u> </u>	<u> </u>

12 Employees

Number of employees

The average monthly number of full and part time employees during the year was:

2022 Number	2021 Number
24	24
<u> </u>	<u> </u>

Employment costs

	2022 £	2021 £
Wages and salaries	538,467	522,835
Social security costs	46,329	39,088
Other pension costs	18,323	19,257
Other employee benefits	6,404	5,584
	<u> </u>	<u> </u>
	609,523	586,764
	<u> </u>	<u> </u>

13 Directors' remuneration

No directors received any remuneration or were reimbursed expenditure from the charity during the year in their capacity as directors.

14 Net gains/(losses) on investments

	Restricted funds	Total
	2022 £	2021 £
Revaluation of investment properties	112,269	-
	<u> </u>	<u> </u>

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

15 Tangible fixed assets

	Property improvements £	Tenants improvements £	Fixtures and equipment £	Total £
Cost				
At 1 January 2022	1,710,128	82,021	425,426	2,217,575
Additions	514,693	-	24,585	539,278
At 31 December 2022	2,224,821	82,021	450,011	2,756,853
Depreciation and impairment				
At 1 January 2022	-	61,821	356,200	418,021
Depreciation charged in the year	-	5,553	28,694	34,247
At 31 December 2022	-	67,374	384,894	452,268
Carrying amount				
At 31 December 2022	2,224,821	14,647	65,117	2,304,585
At 31 December 2021	1,710,128	20,200	69,226	1,799,554

16 Investment property

	2022 £
Fair value	
At 1 January 2022	567,731
Net gains or losses through fair value adjustments	112,269
At 31 December 2022	680,000

Investment property comprises solely of buildings. The fair value of the investment properties is not deemed to be materially different than the net book value.

17 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
Activity debtors	8,553	1,610
Other debtors	23,044	17,836
Prepayments and accrued income	13,653	11,601
	45,250	31,047

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

18 Creditors: amounts falling due within one year

	2022 £	2021 £
Bank loans	52,128	17,745
Other taxation and social security	89	5,742
Operating creditors	25,371	14,494
Other creditors	700	700
Accruals and deferred income	39,297	22,877
	<u>117,585</u>	<u>61,558</u>

The company's property loans are secured by a legal charge over the properties at 179, 181, 183, 185 & 187 Hollywood Road, Belfast, the company's interest in 2 Lough Road, Antrim and a debenture.

19 Creditors: amounts falling due after more than one year

	2022 £	2021 £
Bank loans	<u>332,566</u>	<u>114,735</u>
Analysis of loans		
Repayable after 5 years	83,187	-
Wholly repayable within 5 years	301,507	132,480
Included in current liabilities	<u>(52,128)</u>	<u>(17,745)</u>
	<u>332,566</u>	<u>114,735</u>

20 Restricted income funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Net gain on investments £	Balance at 31 December 2022 £
Buildings	435,250	400	(5,880)	23,953	112,269	565,992
Acts42Day	24,653	18,663	(16,241)	-	-	27,075
Missional	191,660	243,968	(326,425)	73,700	-	182,903
Vision 20:20	1,065	-	(373)	-	-	692
	<u>652,628</u>	<u>263,031</u>	<u>(348,919)</u>	<u>97,653</u>	<u>112,269</u>	<u>776,662</u>

The transfer to building fund from unrestricted funds relates to property loan repayments made from rent received and an amount of fund property additions.

The directors transferred £73,700 from general funds to support the missional activities of the church.

The net gain on investments of £112,269 relates to the unrealised gain on investment for properties.

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

21 Unrestricted income funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Balance at 31 December 2022 £
Unrestricted funds	2,044,799	1,080,799	(912,674)	(97,653)	2,115,271

22 Analysis of net assets between funds

	Tangible Fixed assets £	Net current assets £	Total 2022 £	Total 2021 £
Restricted income funds				
Buildings	565,992	-	565,992	435,250
Acts42Day	-	27,075	27,075	24,653
Missional	63,757	119,146	182,903	191,660
Vision 20:20	692	-	692	1,065
	<u>630,441</u>	<u>146,221</u>	<u>776,662</u>	<u>652,628</u>
Unrestricted income funds				
Designated funds	1,969,449	-	1,969,449	1,728,978
Free reserves	-	145,822	145,822	315,821
	<u>1,969,449</u>	<u>145,822</u>	<u>2,115,271</u>	<u>2,044,799</u>
	<u>2,599,890</u>	<u>292,043</u>	<u>2,891,933</u>	<u>2,697,427</u>

23 Financial commitments

The company had no financial commitments as at 31 December 2022 and at 31 December 2021.

24 Capital commitments

At 31 December 2022 the charity had capital commitments as follows:

Contracted for but not provided in the financial statements:

Acquisition of property, plant and equipment	26,960	-
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25 Non-audit service provision

In common with many other charities of our size and nature we use our auditors to assist with the preparation of the financial statements.

CHRISTIAN FELLOWSHIP CHURCH

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

26 Company Status

The company is a company limited by guarantee and does not have share capital.

27 Cash generated from operations	2022 £	2021 £
Surplus for the year	194,506	256,036
Adjustments for:		
Investment income recognised in statement of financial activities	(28,096)	(21,109)
Fair value gains and losses on investment properties	(112,269)	-
Depreciation and impairment of tangible fixed assets	34,247	31,630
Movements in working capital:		
(Increase)/decrease in debtors	(14,203)	17,060
Increase/(decrease) in creditors	21,644	(3,132)
Cash generated from operations	95,829	280,485

28 Analysis of changes in net debt

	At 1 January 2022 £	Cash flows £	At 31 December 2022 £
Cash at bank and in hand	475,388	(163,139)	312,249
Loans falling due within one year	(17,745)	(34,383)	(52,128)
Loans falling due after more than one year	(114,735)	(217,831)	(332,566)
	<u>342,908</u>	<u>(415,353)</u>	<u>(72,445)</u>

