

COMPANY REGISTRATION NUMBER: NI643495
CHARITY REGISTRATION NUMBER: 106726

Foundation Church
Company Limited by Guarantee
Financial Statements
31 January 2023

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Company Limited by Guarantee
Financial Statements
Year ended 31 January 2023

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Foundation Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report)

Year ended 31 January 2023

The trustees, who are also the directors for the purposes of company law, present their report and the unaudited financial statements of the charity for the year ended 31 January 2023.

Reference and administrative details

Registered charity name	Foundation Church
Charity registration number	106726
Company registration number	NI643495
Principal office and registered office	2d Knockwood Crescent Belfast BT5 6GE

The trustees

Dr D Varney	
D Browne	(Appointed 26 November 2022)
S Kirwan	(Appointed 26 November 2022)
K Gribben	(Appointed 26 November 2022)

Independent examiner	Johnston Graham Limited 216/218 Holywood Road Belfast BT4 1PD
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Structure, governance and management

The Organisation is a charitable company limited by guarantee, incorporated on 30 January 2017.

The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed by these articles. In the event of the company being wound up members are required to contribute an amount not exceeding £1.

Foundation Church is in compliance with legal and other governed obligations. The company was normally granted charitable status by the NI Charity Commission on 10 July 2017 and its charity reference is 106726.

Trustee meetings and decisions comply with the Articles of Association.

Foundation Church

Company Limited by Guarantee

Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 January 2023

Objectives and activities

The Objectives of the church are:

- The promotion and practice of the Christian faith.
- This in turn contributes to the spiritual, psychological and physical well-being of participants.

Foundation Church carries out its purpose by holding weekly public worship services and through performing charitable works among local communities in Belfast and throughout Northern Ireland.

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

Achievements and performance

Foundation Church is a relatively new originations.

Weekly public worship services are held each sunday.

The church also carries out increasing amounts of charitable activities among local communities in Belfast and throughout Northern Ireland.

Financial review

The statement of Financial Activities set out on page 4 shows income for the year of £45,296. Expenditure for the year totalled £48,991 showing a deficit of £3,695. This brings the unrestricted funds to £18,655 at 31 January 2023.

Plans for future periods

The trustees (who are also the directors of Foundation Church Belfast for the purposes of company law) are responsible for preparing the Trustees Annual Report and the financial statements in accordance with applicable law and regulations.

Company law requires the trustees to prepare financial statements for each financial year. Under that law the trustees 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 trustees 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 charitable company and the income and expenditure of the charitable company for that period.

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- 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;

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Trustees' Annual Report (Incorporating the Director's Report) *(continued)*

Year ended 31 January 2023

Small company provisions

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

The trustees' annual report was approved on 19 October 2023 and signed on behalf of the board of trustees by:

A handwritten signature in black ink, consisting of a stylized initial 'D' followed by a long horizontal stroke.

Dr D Varney
Trustee

Foundation Church

Company Limited by Guarantee

Independent Examiner's Report to the Trustees of Foundation Church

Year ended 31 January 2023

I report to the trustees on my examination of the financial statements of Foundation Church ('the charity') for the year ended 31 January 2023.

Responsibilities and basis of report

As the trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the financial statements in accordance with the requirements of Charities Act (Northern Ireland) 2008 (the '2008 Act') and the Companies Act 2006 ('the 2006 Act'). You are satisfied that the accounts of the company are not required by charity or company law to be audited and have chosen instead to have an independent examination.

Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's financial statements as carried out under section 65 of the 2008 Act. In carrying out my examination I have followed the general Directions given by the Charity Commission for Northern Ireland under section 65(9)(b) of the 2008 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with my examination giving me cause to believe that in any material respect:

1. accounting records were not kept in respect of the charity as required by section 386 of the 2006 Act; or
2. the financial statements do not accord with those records; or
3. the financial statements do not comply with the accounting requirements of section 396 of the 2006 Act 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; or
4. the financial statements have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102).

I confirm that there are no other matters to which your attention should be drawn to enable a proper understanding of the accounts to be reached.

Elaine Mulholland
For and on behalf of
Johnston Graham Limited

Independent Examiner

216/218 Holywood Road
Belfast
BT4 1PD

Foundation Church

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Statement of Financial Activities (including income and expenditure account)

Year ended 31 January 2023

		2023		2022
	Note	Unrestricted funds £	Total funds £	Total funds £
Income and endowments				
Donations and legacies	5	45,296	45,296	31,591
Investment income	6	—	—	11
Total income		<u>45,296</u>	<u>45,296</u>	<u>31,602</u>
Expenditure				
Expenditure on charitable activities	7,8	(48,991)	(48,991)	(17,987)
Total expenditure		<u>(48,991)</u>	<u>(48,991)</u>	<u>(17,987)</u>
Net (expenditure)/income and net movement in funds		<u>(3,695)</u>	<u>(3,695)</u>	<u>13,615</u>
Reconciliation of funds				
Total funds brought forward		22,350	22,350	8,735
Total funds carried forward		<u>18,655</u>	<u>18,655</u>	<u>22,350</u>

The statement of financial activities includes all gains and losses recognised in the year. All income and expenditure derive from continuing activities.

Foundation Church
Company Limited by Guarantee
Statement of Financial Position
31 January 2023

	Note	2023 £	£	2022 £
Fixed assets				
Tangible fixed assets	13		3,233	1,492
Current assets				
Cash at bank and in hand		15,611		21,405
Creditors: amounts falling due within one year	14	189		547
Net current assets			15,422	20,858
Total assets less current liabilities			18,655	22,350
Funds of the charity				
Unrestricted funds			18,655	22,350
Total charity funds	15		18,655	22,350

For the year ending 31 January 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476;
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of financial statements.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

These financial statements were approved by the board of trustees and authorised for issue on 19 October 2023, and are signed on behalf of the board by:



Dr D Varney
Trustee

Foundation Church

Company Limited by Guarantee

Notes to the Financial Statements

Year ended 31 January 2023

1. General information

The charity is a public benefit entity and a private company limited by guarantee, registered in Northern Ireland and a registered charity in Northern Ireland. The address of the registered office is 2d Knockwood Crescent, Belfast, BT5 9GE.

2. Statement of compliance

These financial statements have been prepared in compliance with FRS 102, 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland', the 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) (Charities SORP (FRS 102)) and the Companies Act 2006.

3. Accounting policies

Basis of preparation

The financial statements have been prepared on the historical cost basis, as modified by the revaluation of certain financial assets and liabilities and investment properties measured at fair value through income or expenditure.

The financial statements are prepared in sterling, which is the functional currency of the entity.

Going concern

There are no material uncertainties about the charity's ability to continue.

Judgements and key sources of estimation uncertainty

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the amounts reported. These estimates and judgements are continually reviewed and are based on experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Fund accounting

Unrestricted funds are available for use at the discretion of the trustees to further any of the charity's purposes.

Designated funds are unrestricted funds earmarked by the trustees for particular future project or commitment.

Restricted funds are subjected to restrictions on their expenditure declared by the donor or through the terms of an appeal, and fall into one of two sub-classes: restricted income funds or endowment funds.

Foundation Church

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Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

3. Accounting policies *(continued)*

Incoming resources

All incoming resources are included in the statement of financial activities when entitlement has passed to the charity; it is probable that the economic benefits associated with the transaction will flow to the charity and the amount can be reliably measured. The following specific policies are applied to particular categories of income:

- income from donations or grants is recognised when there is evidence of entitlement to the gift, receipt is probable and its amount can be measured reliably.
- legacy income is recognised when receipt is probable and entitlement is established.
- income from donated goods is measured at the fair value of the goods unless this is impractical to measure reliably, in which case the value is derived from the cost to the donor or the estimated resale value. Donated facilities and services are recognised in the accounts when received if the value can be reliably measured. No amounts are included for the contribution of general volunteers.
- income from contracts for the supply of services is recognised with the delivery of the contracted service. This is classified as unrestricted funds unless there is a contractual requirement for it to be spent on a particular purpose and returned if unspent, in which case it may be regarded as restricted.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is classified under headings of the statement of financial activities to which it relates:

- expenditure on raising funds includes the costs of all fundraising activities, events, non-charitable trading activities, and the sale of donated goods.
- expenditure on charitable activities includes all costs incurred by a charity in undertaking activities that further its charitable aims for the benefit of its beneficiaries, including those support costs and costs relating to the governance of the charity apportioned to charitable activities.
- other expenditure includes all expenditure that is neither related to raising funds for the charity nor part of its expenditure on charitable activities.

All costs are allocated to expenditure categories reflecting the use of the resource. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs are apportioned between the activities they contribute to on a reasonable, justifiable and consistent basis.

Tangible assets

Tangible assets are initially recorded at cost, and subsequently stated at cost less any accumulated depreciation and impairment losses. Any tangible assets carried at revalued amounts are recorded at the fair value at the date of revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

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Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

3. Accounting policies *(continued)*

Tangible assets *(continued)*

An increase in the carrying amount of an asset as a result of a revaluation, is recognised in other recognised gains and losses, unless it reverses a charge for impairment that has previously been recognised as expenditure within the statement of financial activities. A decrease in the carrying amount of an asset as a result of revaluation, is recognised in other recognised gains and losses, except to which it offsets any previous revaluation gain, in which case the loss is shown within other recognised gains and losses on the statement of financial activities.

Depreciation

Depreciation is calculated so as to write off the cost or valuation of an asset, less its residual value, over the useful economic life of that asset as follows:

Fixtures and fittings - 20% straight line

Impairment of fixed assets

A review for indicators of impairment is carried out at each reporting date, with the recoverable amount being estimated where such indicators exist. Where the carrying value exceeds the recoverable amount, the asset is impaired accordingly. Prior impairments are also reviewed for possible reversal at each reporting date.

For the purposes of impairment testing, when it is not possible to estimate the recoverable amount of an individual asset, an estimate is made of the recoverable amount of the cash-generating unit to which the asset belongs. The cash-generating unit is the smallest identifiable group of assets that includes the asset and generates cash inflows that largely independent of the cash inflows from other assets or groups of assets.

For impairment testing of goodwill, the goodwill acquired in a business combination is, from the acquisition date, allocated to each of the cash-generating units that are expected to benefit from the synergies of the combination, irrespective of whether other assets or liabilities of the charity are assigned to those units.

Financial instruments

A financial asset or a financial liability is recognised only when the charity becomes a party to the contractual provisions of the instrument.

Basic financial instruments are initially recognised at the amount receivable or payable including any related transaction costs.

Current assets and current liabilities are subsequently measured at the cash or other consideration expected to be paid or received and not discounted.

Debt instruments are subsequently measured at amortised cost.

Where investments in shares are publicly traded or their fair value can otherwise be measured reliably, the investment is subsequently measured at fair value with changes in fair value recognised in income and expenditure. All other such investments are subsequently measured at cost less impairment.

Foundation Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

3. Accounting policies *(continued)*

Financial instruments *(continued)*

Other financial instruments, including derivatives, are initially recognised at fair value, unless payment for an asset is deferred beyond normal business terms or financed at a rate of interest that is not a market rate, in which case the asset is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Other financial instruments are subsequently measured at fair value, with any changes recognised in the statement of financial activities, with the exception of hedging instruments in a designated hedging relationship.

Financial assets that are measured at cost or amortised cost are reviewed for objective evidence of impairment at the end of each reporting date. If there is objective evidence of impairment, an impairment loss is recognised under the appropriate heading in the statement of financial activities in which the initial gain was recognised.

For all equity instruments regardless of significance, and other financial assets that are individually significant, these are assessed individually for impairment. Other financial assets are either assessed individually or grouped on the basis of similar credit risk characteristics.

Any reversals of impairment are recognised immediately, to the extent that the reversal does not result in a carrying amount of the financial asset that exceeds what the carrying amount would have been had the impairment not previously been recognised.

4. Limited by guarantee

The company is limited by guarantee and has no authorised or issued share capital.

5. Donations and legacies

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Donations				
Donations	34,745	34,745	25,849	25,849
Gift Aid	10,551	10,551	5,742	5,742
	<u>45,296</u>	<u>45,296</u>	<u>31,591</u>	<u>31,591</u>

6. Investment income

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Bank interest receivable	—	—	11	11
	<u>—</u>	<u>—</u>	<u>11</u>	<u>11</u>

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Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

7. Expenditure on charitable activities by fund type

	Unrestricted Funds £	Total Funds 2023 £	Unrestricted Funds £	Total Funds 2022 £
Support costs	48,991	<u>48,991</u>	17,987	<u>17,987</u>

8. Expenditure on charitable activities by activity type

	Support costs £	Total funds 2023 £	Total fund 2022 £
Activity type 1	48,991	<u>48,991</u>	<u>17,987</u>

9. Net (expenditure)/income

Net (expenditure)/income is stated after charging/(crediting):

	2023 £	2022 £
Depreciation of tangible fixed assets	<u>1,062</u>	<u>501</u>

10. Independent examination fees

	2023 £	2022 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<u>396</u>	<u>360</u>

11. Staff costs

The total staff costs and employee benefits for the reporting period are analysed as follows:

	2023 £	2022 £
Wages and salaries	<u>32,271</u>	<u>2,354</u>

The average head count of employees during the year was Nil (2022: Nil).

No employee received employee benefits of more than £60,000 during the year (2022: Nil).

12. Trustee remuneration and expenses

No payments were made to the trustees in respect of their position as a trustee of the company. However, Dr D Varney received a salary of £27,000 from the company in respect of professional services provided throughout the year.

Foundation Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

13. Tangible fixed assets

	Fixtures and fittings £
Cost	
At 1 February 2022	2,507
Additions	<u>2,803</u>
At 31 January 2023	<u>5,310</u>
Depreciation	
At 1 February 2022	1,015
Charge for the year	<u>1,062</u>
At 31 January 2023	<u>2,077</u>
Carrying amount	
At 31 January 2023	<u>3,233</u>
At 31 January 2022	<u>1,492</u>

14. Creditors: amounts falling due within one year

	2023 £	2022 £
Social security and other taxes	–	187
Other creditors	<u>189</u>	<u>360</u>
	<u>189</u>	<u>547</u>

15. Analysis of charitable funds

Unrestricted funds

	At 1 February 20 22 £	Income £	Expenditure £	At 31 January 2 023 £
General funds	<u>22,350</u>	<u>45,296</u>	<u>(48,991)</u>	<u>18,655</u>
	At 1 February 20 21 £	Income £	Expenditure £	At 31 January 20 22 £
General funds	<u>8,735</u>	<u>31,602</u>	<u>(17,987)</u>	<u>22,350</u>

Foundation Church

Company Limited by Guarantee

Notes to the Financial Statements *(continued)*

Year ended 31 January 2023

16. Analysis of net assets between funds

	Unrestricted Funds	Total Funds 2023
	£	£
Tangible fixed assets	3,233	3,233
Current assets	15,422	15,422
Net assets	<u>18,655</u>	<u>18,655</u>
	Unrestricted Funds	Total Funds 2022
	£	£
Tangible fixed assets	1,492	1,492
Current assets	20,859	20,859
Net assets	<u>22,351</u>	<u>22,351</u>