

REGISTERED COMPANY NUMBER: 03990456 (England and Wales)

**Report of the Trustees and
Financial Statements for the Year Ended 31 March 2017
for**

South Normanton Community Church
(A company Limited by Guarantee)

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South Normanton Community Church
(A company Limited by Guarantee)

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for the Year Ended 31 March 2017

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South Normanton Community Church
(A company Limited by Guarantee)

Report of the Trustees
for the Year Ended 31 March 2017

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 March 2017. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The objectives of the Charity are:

(a) The advancement of the Christian faith in the UK and overseas - by the church providing numerous activities in the local community and overseas, in the pursuit of this objective. Locally the church offers regular weekly worship, teaching, fellowship and guidance within the community. Overseas the church is involved in numerous humanitarian projects as well as directly supporting two roles.

(b) Develop evangelism and outreach, providing opportunity for all to respond to the Gospel of Jesus Christ and to commit their lives to him.

(c) Opportunity will be sought through social action and evangelism to serve the under privileged, deprived and/ or those who feel rejected.

(d) Provide a relevant and biblical approach to worship using music, drama and other means of a high quality, essential for effective communication in today's culture and to enable Christians to encourage each other in their faith and disciple other people.

(e) Strengthen the faith of Christians through sound biblical teaching, fellowship and prayer so that they feel able to stand for Christ in today's world.

(f) Where possible, to promote and encourage work with children and young people, recognising that they need to be nurtured and respected and to integrate them into the church.

ACHIEVEMENT AND PERFORMANCE

We are continuing to meet as church members. Our aim continues to be to work in the best interests of the wider community.

South Normanton Community Church (www.southnormantoncommunitychurch.com)

We continued to develop moral learning and foundational teaching increasing faith and hope in individual lives and the wider community. Our pastoral care extends into the local community, not just within the confines of the church, and this has continued to grow at a steady pace.

Cyber Café

A youth centre offering various activities, including internet accessible personal computers. The delivery of services has not only been sustained, but also improved by working more closely with our partners.

We work in partnership with the SNaP Development Project which has led to an enhanced provision of youth work, as well as improvements being made to the building.

We continue to seek other funding and negotiate with other partners to explore how by working together we can provide much needed services to local young people.

Faso Fund

Under the aegis of the Faso Fund work continues to be funded and expanded in different parts of the African continent. In Burkina Faso, we continue to support and develop schools (pre-school, primary and secondary), a clinic, maternity unit and orphanage. Solar Panels have been installed on the orphanage and clinic, please see under Charity Shop below.

The number of both employees and the beneficiaries of these projects have continued to grow and we continue to develop sources of funding. The support of works in The Republic of South Africa (called Philisa) has developed by supporting Margaret's House and projects at Kids Beach and Lovers Twist, together with a community/orphanage building being provided at Village 3 near Kids Beach. Also two of our church members have relocated to RSA to further this work. Donations and gifts have continued to be received this year, which brings additional humanitarian aid to parts of Africa.

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Report of the Trustees
for the Year Ended 31 March 2017

ACHIEVEMENT AND PERFORMANCE

The Charity Shop

The charity shop has now operated for seven years and the surplus from the Charity Shop is used to support the work of the Faso Fund.

The shop has also acted as a catalyst for the local community, empowering many local people as volunteers. They are managed by the shop manager and the other staff (mainly volunteers) including a part-time driver who collects and delivers goods/items, using the church minibus.

Partnership Working

In line with our aims and objectives and modus operandi we have developed strong links with (i) Release Financial Charity which delivers free, confidential and non-judgemental money education, debt advice and support services to the local community, (ii) South Normanton Church Together which is the churches working together to benefit the community, initially with the establishment of a foodbank (part of the Trussell Trust Network), and, (iii) South Normanton and Pinxton Development Project (SNaP DP) which provides youth and community services, including business units.

FINANCIAL REVIEW

The Statement of Financial Activities for the year is set out on Page 6 of the Financial statements.

The Trustees are satisfied with the results and year end financial position, taking into account the national economic austerity measures which has decimated many of the life changing works we are involved with. We are reviewing this situation and hope to be able to at least provide a consistent level of activity, which can be maintained during the current year.

Investment Powers

These are governed by the Memorandum and Articles of Association which permit the funds to be invested in any investments, security or property that the Trustees see fit.

Reserves Policy

It is our expressed desire to operate with three months reserves in place. However we are constrained to a certain degree by the method in which our funder's operate. Our policy is only to commit ourselves to expenditure after the funding has been approved.

Changes in Fixed Assets

The movements in fixed asset are set out in the notes to the accounts.

FUTURE PLANS

The trustees regularly review its ongoing performance against its objectives. Our current future plans are detailed below: -

- Continue to outwork our strategy of working into the community by developing our relationship with South Normanton and Pinxton Development Project [SNaPDP].
- Other expressions of the aforementioned strategy are also demonstrated by, in particular, The Cyber Café and links with the Release Financial Charity.
- After recognising the need to train and develop our personnel, a formal training program has been implemented and is reviewed regularly, and is seen as an on-going requirement to maintain the quality of our service delivery.
- We are committed to working in partnership and compacts alongside other organisations to increase capacity in the local community.
- Challenging social injustice by addressing financial, social, educational and environmental needs, and continuing to develop improved methods to measure the outcomes of our projects.

South Normanton Community Church
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Report of the Trustees
for the Year Ended 31 March 2017

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Organisation is a charitable company limited by guarantee with no share capital, incorporated on 11 May 2000 and registered as a Charity on 19 March 2001. The company was established under a Memorandum of Association which established the objects and powers of the charitable company and is governed under its Articles of Association.

Recruitment and Appointment of Trustees

The Board of Trustees consisting of the three elected members administer the Charity.

Trustee Induction and Training

New Trustees undergo an orientation day to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the committee and decision making processes, the business plan and recent financial performance of the Charity. During the induction day they meet key employees and other trustees. Trustees are encouraged to attend appropriate external training events where these will facilitate the undertaking of their role.

Related parties

Full disclosure of all related parties and the transactions therewith are contained in the notes to the financial statements.

Public Benefit

The Trustees have had regard to the guidance, which from early 2008 meant we should report on the Charity's public benefit.

The two underlying principles are:

- (i) there must be an identifiable benefit or benefits - that arise from our aims, and,
- (ii) benefit must be to the public, or a section of the public - who do our aims intend to benefit.

As well as benefiting people with spiritual well-being, we serve the community in general, with a specific emphasis or focus on young people. The public benefit of each of our activities are detailed in the section 'Achievements and Performance'.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

03990456 (England and Wales)

Registered Charity number

1085935

Registered office

39 High Street
South Normanton
Alfreton
Derbyshire
DE55 2AG

Trustees

P J Stears	- resigned 20.5.2016
P S Kawalec	- resigned 25.9.2016
R King	- appointed 2.5.2016
M Oldershaw	- appointed 2.5.2016
	- resigned 7.12.2016
Mrs C A King	- appointed 15.9.2016
Mrs B M Ripley	- appointed 14.9.2016

South Normanton Community Church
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Report of the Trustees
for the Year Ended 31 March 2017

REFERENCE AND ADMINISTRATIVE DETAILS

Independent examiner

Wayne Thomas ACA
Bates Weston LLP
Chartered Accountants
The Mills
Canal Street
Derby
DE1 2RJ

Bankers

National Westminster Bank Plc
1 Chesterfield Road
Alfreton
Derbyshire
DE55 7ZR

Approved by order of the board of trustees on 5/9/17 and signed on its behalf by:


.....
R King - Trustee

Independent Examiner's Report to the Trustees of
South Normanton Community Church
(A company Limited by Guarantee)

I report on the accounts for the year ended 31 March 2017 set out on pages six to fourteen.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied myself that the charity is not subject to audit under company law and is eligible for independent examination, it is my responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of the independent examiner's report

My examination was carried out in accordance with the General Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements
- to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)

have not been met; or

- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Wayne Thomas ACA
Bates Weston LLP
Chartered Accountants
The Mills
Canal Street
Derby
DE1 2RJ

12 SEP 2017

Date:

South Normanton Community Church
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Statement of Financial Activities
for the Year Ended 31 March 2017

	Notes	Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and grants	2	43,858	44,112	87,970	97,915
Other trading activities	3	-	42,207	42,207	40,616
Other income		3,900	-	3,900	3,075
Total		47,758	86,319	134,077	141,606
EXPENDITURE ON					
Charitable activities					
Charitable Activities		43,857	78,046	121,903	127,433
Support Costs		3,658	7,267	10,925	8,645
Total		47,515	85,313	132,828	136,078
NET INCOME		243	1,006	1,249	5,528
RECONCILIATION OF FUNDS					
Total funds brought forward		4,822	75,359	80,181	74,653
TOTAL FUNDS CARRIED FORWARD		5,065	76,365	81,430	80,181

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

The notes form part of these financial statements

South Normanton Community Church
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Balance Sheet
At 31 March 2017

	Notes	Unrestricted funds £	Restricted funds £	2017 Total funds £	2016 Total funds £
FIXED ASSETS					
Tangible assets	9	-	-	-	196
CURRENT ASSETS					
Debtors	10	2,063	4,455	6,518	4,155
Cash at bank and in hand		3,872	73,636	77,508	78,772
		<u>5,935</u>	<u>78,091</u>	<u>84,026</u>	<u>82,927</u>
CREDITORS					
Amounts falling due within one year	11	(2,341)	(255)	(2,596)	(2,942)
NET CURRENT ASSETS		<u>3,594</u>	<u>77,836</u>	<u>81,430</u>	<u>79,985</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>3,594</u>	<u>77,836</u>	<u>81,430</u>	<u>80,181</u>
NET ASSETS		<u><u>3,594</u></u>	<u><u>77,836</u></u>	<u><u>81,430</u></u>	<u><u>80,181</u></u>
FUNDS	12				
Unrestricted funds				3,594	4,822
Restricted funds				<u>77,836</u>	<u>75,359</u>
TOTAL FUNDS				<u><u>81,430</u></u>	<u><u>80,181</u></u>

The notes form part of these financial statements

South Normanton Community Church
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Balance Sheet - continued
At 31 March 2017

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 March 2017.

The members have not required the charitable company to obtain an audit of its financial statements for the year ended 31 March 2017 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small charitable companies.

The financial statements were approved by the Board of Trustees on 5/9/17 and were signed on its behalf by:

R King
R King - Trustee

The notes form part of these financial statements

South Normanton Community Church
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Notes to the Financial Statements
for the Year Ended 31 March 2017

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Shop income represents the amounts receivable for goods sold to customers. It is recognised at the point of sale.

Donations, grants and gifts are accounted for when received. Any resultant deed of covenant or gift aid tax claim is included as part of the income for the year.

No amount is included in the financial statements for volunteer time in line with the SORP (FRS 102).

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Expenditure includes any VAT which cannot be fully recovered and is included within the costs of activities.

Direct charitable expenditure is allocated to the relevant category or mission outreach as shown in the income and expenditure account. Administrative expenditure is classified according to the nature of the cost.

Support costs are those that assist the work of the charity but do not directly represent charitable activities and include management, finance, and governance costs. They are incurred directly in support of expenditure on the objects of the charity.

Tangible fixed assets and depreciation

Tangible fixed assets are stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost over the expected useful economic lives.

Music PA Equipment	- 25% on cost
Equipment	- 25% on cost
Trailers and motor vehicles	- 25% on cost
Computer equipment	- 25% on cost

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

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Notes to the Financial Statements - continued
for the Year Ended 31 March 2017

1. ACCOUNTING POLICIES - continued

Taxation

The charity is an exempt charity within the meaning of schedule 3 of the Charities Act 2011 and is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes.

Fund accounting

Funds held by the Charity are either:

Unrestricted general funds - these are funds which can be used for any purpose which is in accordance with the Charity's objectives and at the discretion of the Trustees.

Restricted funds - these are funds that can only be used for a particular restricted purpose within the objectives of the Charity. Restrictions arise when specified by either the donor or by way of indication when certain funds are raised. Expenditure is accounted for on a paid basis with any liabilities being met by the general fund until sufficient funds are received to settle these.

Pension costs and other post-retirement benefits

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

Company details

The Charity is a company limited by guarantee. The members of the company are the trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

2. DONATIONS AND GRANTS

	2017	2016
	£	£
Donations	72,385	83,957
Gift aid recoverable	15,585	13,958
	<u>87,970</u>	<u>97,915</u>

3. OTHER TRADING ACTIVITIES

	2017	2016
	£	£
Shop income	<u>42,207</u>	<u>40,616</u>

4. SUPPORT COSTS

	Management	Finance	Governance costs	Totals
	£	£	£	£
Support Costs	<u>6,794</u>	<u>741</u>	<u>3,390</u>	<u>10,925</u>

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

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Notes to the Financial Statements - continued
for the Year Ended 31 March 2017

4. SUPPORT COSTS - continued

Management

	2017 Support Costs £	2016 Total activities £
Trustees' expenses	-	360
Insurance	603	856
Telephone	400	417
Printing, postage and stationery	788	834
Cleaning	1,103	1,491
Management costs	3,900	3,075
	<u>6,794</u>	<u>7,033</u>

Finance

	2017 Support Costs £	2016 Total activities £
Bank charges	741	279
	<u>741</u>	<u>279</u>

Governance costs

	2017 Support Costs £	2016 Total activities £
Accountancy fees	1,920	1,890
Professional fees	1,470	1,363
	<u>3,390</u>	<u>3,253</u>

5. NET INCOME/(EXPENDITURE)

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

	2017 £	2016 £
Depreciation - owned assets	<u>196</u>	<u>312</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 March 2017 nor for the year ended 31 March 2016.

Trustees' expenses

	2017 £	2016 £
Trustees' expenses	<u>-</u>	<u>360</u>

There were no trustees' expenses paid for the year ended 31 March 2017.

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Notes to the Financial Statements - continued
for the Year Ended 31 March 2017

7. STAFF COSTS

The average number of staff during the year was 6, (2016 - 7).

This includes 5 staff members who were employed by other agencies and we act as a 'salary bureau'.

	2017	2016
	£	£
Salaries and wages	60,236	72,641

During the year no employee received emoluments exceeding £60,000.

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and grants	59,437	38,478	97,915
Other trading activities	-	40,616	40,616
Other income	3,075	-	3,075
Total	62,512	79,094	141,606
EXPENDITURE ON			
Charitable activities			
Charitable Activities	60,077	67,356	127,433
Support Costs	3,010	5,635	8,645
Total	63,087	72,991	136,078
NET INCOME	(575)	6,103	5,528
RECONCILIATION OF FUNDS			
Total funds brought forward	5,397	69,256	74,653
TOTAL FUNDS CARRIED FORWARD	4,822	75,359	80,181

South Normanton Community Church
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Notes to the Financial Statements - continued
for the Year Ended 31 March 2017

9. TANGIBLE FIXED ASSETS

	Music PA Equipment £	Equipment £	Trailers and motor vehicles £	Computer equipment £	Totals £
COST					
At 1 April 2016 and 31 March 2017	4,123	9,785	17,853	2,860	34,621
DEPRECIATION					
At 1 April 2016	3,927	9,785	17,853	2,860	34,425
Charge for year	196	-	-	-	196
At 31 March 2017	4,123	9,785	17,853	2,860	34,621
NET BOOK VALUE					
At 31 March 2017	-	-	-	-	-
At 31 March 2016	196	-	-	-	196

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade debtors	-	42
Other debtors	1,890	-
Gift aid recoverable	4,075	3,560
Prepayments	553	553
	<u>6,518</u>	<u>4,155</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2017 £	2016 £
Trade creditors	200	-
Social security and other taxes	476	1,052
Accruals	1,920	1,890
	<u>2,596</u>	<u>2,942</u>

South Normanton Community Church
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Notes to the Financial Statements - continued
for the Year Ended 31 March 2017

12. MOVEMENT IN FUNDS

	At 1.4.16 £	Net movement in funds £	At 31.3.17 £
Unrestricted funds			
General fund	4,822	(1,228)	3,594
Restricted funds			
FASO Fund	9,865	6	9,871
Special Projects Fund	46,056	(54)	46,002
Cybercafe Fund	588	560	1,148
Charity Shop Fund	18,850	1,965	20,815
	<u>75,359</u>	<u>2,477</u>	<u>77,836</u>
TOTAL FUNDS	<u>80,181</u>	<u>1,249</u>	<u>81,430</u>

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	47,758	(48,986)	(1,228)
Restricted funds			
FASO Fund	37,648	(37,642)	6
Special Projects Fund	-	(54)	(54)
Cybercafe Fund	2,789	(2,229)	560
Charity Shop Fund	45,882	(43,917)	1,965
	<u>86,319</u>	<u>(83,842)</u>	<u>2,477</u>
TOTAL FUNDS	<u>134,077</u>	<u>(132,828)</u>	<u>1,249</u>

The FASO Fund has been set up to provide health, care, education and general holistic provisions, as well as to further the Christian faith in Burkino Faso and other parts of Africa.

The Cyber Café has been set up to serve the needs of the local community by the provision of a drop-in centre and training facility for young people.

The Charity Shop was established to raise money to support / deepen the work of the FASO Fund.

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 March 2017.

14. FIRST YEAR ADOPTION

The company has adopted SORP (FRS 102) with a transition date of 1 April 2015.

No transition adjustments arose other than required changes to disclosures.