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Company Registration Number 07161926

KING'S CHURCH AMERSHAM
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**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2013

MONDAY

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**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013**

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KING'S CHURCH AMERSHAM COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT

FOR THE YEAR ENDED 31ST MARCH 2013

The Trustees present their Annual Report together with the audited accounts of the charity for the year ended 31st March 2013

REFERENCES AND ADMINISTRATIVE DETAILS

Registered charity name	King's Church Amersham
Charity registration number	1136061
Company registration number	07161926
Principal office	Raans Road, Amersham, Bucks, HP6 6LX
Registered office	Raans Road, Amersham, Bucks, HP6 6LX

THE TRUSTEES

The trustees who served the company during the year were as follows

Paul Lynch	
Michael Peters	
Julian Dagnall	
Andrew Burton	Appointed 19 th July and appointed Chairman on 9 th September
Bryn Neal	Appointed 19 th July
Sara Lister	Appointed 19 th July

Secretary Julian Dagnall

STRUCTURE, GOVERNANCE AND MANAGEMENT

The charity is a company limited by guarantee

During the year, the charity operated with 6 trustees, 3 full time employees, 3 part-time employees and 2 interns

None of the trustees has any beneficial interest in the company. All of the trustees are members of the company and guarantee to contribute £1 in the event of a winding-up

There are no connected charities as defined by the SORP

OBJECTIVES AND ACTIVITIES;

The charity's objectives are to advance the Christian faith in accordance with the Statement of Beliefs, to relieve sickness and financial hardship, and to provide facilities for educational, recreational and other leisure time occupation in the interests of social welfare

KING'S CHURCH AMERSHAM COMPANY LIMITED BY GUARANTEE

TRUSTEES' ANNUAL REPORT (continued)

FOR THE YEAR ENDED 31ST MARCH 2013

ACHIEVEMENTS AND PERFORMANCE, FINANCIAL REVIEW

Having acquired freehold land in Amersham on the Hill in the previous financial year at a cost of £2 as part of an arrangement with the local Council and a developer, the significant events of 2013 for the charity were -

- 1 On 3rd April 2012, the issuing of a Uniting Direction by the Charity Commission linking King's Church Amersham ("the reporting charity") to Old Town Baptist Chapel Trust Amersham ("the linked charity") number 4046701. This Direction links the charities for both registration and accounting purposes and therefore the assets of the Old Town Baptist Chapel Trust Amersham, amounting to £751,626 are included in these accounts
- 2 The appointment of three new Trustees to the Board on 19th July 2012 to take the Board of Trustees to six. The enlarged Board of Trustees formally met for the first time on 9th September 2012 and then subsequently a further five times during the financial year
- 3 The entering into a Declaration of Trust with the Old Town Baptist Chapel Trust Amersham ("OTBCTA") on 9th September 2012. This Trust governs the respective ownership percentages held by the OTBCTA and KCA of the new church building constructed in Raans Road. This signing of this Trust followed agreement between the two organisations, the Baptist Union and the Charity Commission that funds arising from the sale of the Old Town Baptist Chapel could be used to co-own the new church building in Raans Road
- 4 The entering into contracts on 10th September 2012 with Jarvis to commence building a new 400 seat church building in Raans Road at a total cost of £2.818m
- 5 The entering into a development loan with Handelsbanken, on 30th August 2012, for up to £1.3m in order to finance the new building
- 6 On 1st January 2013 the former charity King's Church Amersham transferred its activities together with its assets and liabilities to KCA, which assumed financial and legal responsibility for the day to day running of Church operations from that date

The new church building in Raans Road was successfully completed on time and to budget in November 2013 which meant that KCA did not require the full £1.3m development loan, requiring instead a loan of only £875,000, an outcome that was considered to be a great success by the Trustees

RESPONSIBILITIES OF THE TRUSTEES

The trustees (who are also the directors of Kings Church Amersham for the purposes of company law) are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standard (United Kingdom Generally Accepted Accounting Practice)

**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

TRUSTEES' ANNUAL REPORT (continued)

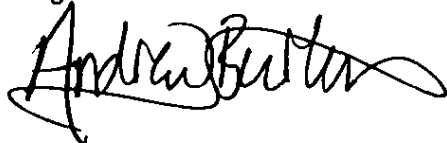
FOR THE YEAR ENDED 31ST MARCH 2013

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including 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 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 charitable company will continue in operation

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. The trustees are also responsible for safeguarding the assets of the charitable company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the trustees



Andrew Burton
Chairman of the Board of Trustees

27 March 2014

KING'S CHURCH AMERSHAM COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITORS REPORT TO THE MEMBERS OF KING'S CHURCH AMERSHAM

We have audited the financial statements of the King's Church Amersham for the year ended 31 March 2013, which comprise the Statement of Financial Activities, the Balance Sheet and the related notes numbered 1 to 14. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein

This report is made solely to the Members, as a body, in accordance with regulations made by Section 154 of the Charities Act 2011. Our work has been undertaken so that we might state to the charity's Trustees 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's Trustees as a body, for our audit work, for this report, or for the opinions we have formed

Respective responsibilities of trustees and auditors

As described in the Statement of Trustees' Responsibilities the Trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view

We have been appointed as auditors under the Companies Act 2006 and report in accordance with that Act. Our responsibility is to audit the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland)

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of

- whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed,
- the reasonableness of significant accounting estimates made by the trustees,
- and the overall presentation of the financial statements

In addition, we read all the financial and non-financial information in the Trustees' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 31 March 2013 and of its incoming resources and application of resources, for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities,
- have been prepared in accordance with the requirements of the Charities Act 2006

**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

**INDEPENDENT AUDITORS REPORT (cont)
TO THE MEMBERS OF KING'S CHURCH AMERSHAM**

Matters on which we are required to report by exception

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.

- the information given in the Trustees' Report is inconsistent in any material respect with the financial statements, or
- sufficient accounting records have not been kept, or
- the financial statements are not in agreement with the accounting records and returns, or
- we have not received all the information and explanations we require for our audit

28 March 2014

James Foskett (Senior Statutory Auditor)
For and on behalf of Cansdales

Chartered Accountants
Statutory Auditor
Bourbon Court
Nightingales Corner
Little Chalfont
Bucks
HP7 9QS

**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31ST MARCH 2013

	Notes	Unrestricted funds 2013 £	Restricted funds 2013 £	Endowment funds 2013 £	Total 2013 £	Total 2012 £
Incoming resources						
Voluntary income						
Donations and gifts		63,332	1,653	-	64,985	-
Net proceeds from sale of property		-	-	751,626	751,626	-
Towards church activities		966	-	-	966	-
Investment income - interest receivable		2,827	-	-	2,827	-
Total incoming resources		67,125	1,653	751,626	820,404	-
Resources expended						
Church activities	2	62,788	-	-	62,788	-
Governance costs - Audit & legal fees	4	5,112	52	-	5,164	-
Total resources expended		67,900	52	-	67,952	-
Net movement in funds		(775)	1,601	751,626	752,452	-
Fund balances at 1 April 2013		-	-	-	-	-
Transfer ex King's Church Amersham		1,876,338	393,265	-	2,269,603	-
Capital Expenditure on building		365,719	(365,719)	-	-	-
Fund balances at 31 March 2013		2,241,282	29,147	751,626	3,022,055	-

There are no other gains or losses other than the result for the year

All of the activities of the charity are classed as continuing


KING'S CHURCH AMERSHAM COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

FOR THE YEAR ENDED 31ST MARCH 2013

		<u>2013</u>		<u>2012</u>	
		£	£	£	£
Non-current assets					
Property, plant and equipment	7		1,553,575		2
Current assets					
Debtors	8		94,928	-	
Cash at bank and in hand			<u>1,618,966</u>	-	
			1,713,894	-	
Creditors, amounts falling due within one year	9		<u>(210,414)</u>	<u>(2)</u>	
Net current assets			1,503,480	(2)	
Total assets less current liabilities			<u>3,057,055</u>	-	
Creditors: amounts falling due after one year	10		(35,000)	-	
Net assets	13		<u>3,022,055</u>	<u>-</u>	
Income funds					
Restricted funds	11		29,147	-	
Unrestricted funds			2,241,282	-	
Endowment Funds	12		751,626		
Total church funds			<u>3,022,055</u>	<u>-</u>	

The accounts were approved by the Trustees on 27 March 2014


Andrew Burton
Trustee


Julian Dagnall
Trustee

KING'S CHURCH AMERSHAM COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2013

1. Accounting Policies

1.1 Basis of accounting

The financial statements have been prepared under the historical cost convention and in accordance with applicable United Kingdom accounting standards, the Charities Act 2011, the Statement of Recommended Practice "Accounting and Reporting by Charities" issued in March 2005 (SORP 2005) and the Companies Act 2006, and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008)

1.2 Incoming resources

Income represents funds received by the Charity for the support of its objectives and activities. Donations are recognised when received and income tax recoverable is recognised on an accruals basis. Legacies from a person's death estate are recognised when the amounts become receivable.

1.3 Resources expended

Expenditure is recognised when incurred, inclusive of VAT which is not recoverable.

1.4 Tangible fixed assets and depreciation

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:

Freehold Buildings	50 years	No depreciation is to be charged until the building is fit for purpose
Premises improvements	10 years	
Church equipment	Between 1 and 10 years	

Improvements to the Church premises in Old Amersham were carried out in 1996 and 1997 and the cost of these is included in the financial statements as premises improvements. The Church premises were sold in December 2012 on a sale and lease back arrangement whereby the Church continues to occupy the premises until the end of December 2013. The written down value of these improvements will be carried in the Balance Sheet until these premises are vacated.

Individual items of furniture or equipment are capitalised where the benefit of the expenditure will extend for a minimum of three accounting periods.

1.5 Pensions

The Charity provides contributions to the personal pension funds of the ministers and administrative staff. The pension costs charged in the financial statements represent the contributions payable by the charity during the period.

1.6 Fund accounting

The funds held by the charity are:

- Unrestricted general funds - these are funds which can be used in accordance with the objects of the charity at the discretion of the Trustees,
- Endowment Funds - these represent the funds held by Old Town Baptist Chapel Trust Amersham, a linked charity (see note 12).

KING'S CHURCH AMERSHAM COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2013

- Restricted funds - these are funds which can only be used for particular purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes. Gift aid related to restricted donations is treated as restricted income.

1.7 Taxation

The Church is not subject to income Tax. It is entitled to claim from H M Revenue & Customs the tax associated with income received under gift aid.

1.8 Connected charities

The church is closely linked with the Amersham Old Town Christian (Baptists) Fellowship Trust but no grants were made to or from this Trust during the year.

2. Church Activities

	Staff costs (note 6) 2013 £	Depreciation (note 7) 2013 £	Other costs 2013 £	Total 2013 £	Total 2012 £
Grants payable - see note 3	-	-	3,237	3,237	-
Church Ministry - see note below	33,410	-	1,550	34,960	-
Church activities - direct Administration	-	-	6,437	6,437	-
Church maintenance/operating costs	1,766	1,837	2,910	6,513	-
Church administration	7,272	-	4,369	11,641	-
	<u>42,448</u>	<u>1,837</u>	<u>18,503</u>	<u>62,788</u>	<u>-</u>

Church Ministry include the cost of Pastors, Youth and Children workers' salaries, pensions and expenses and the cost of visiting speakers. The cost of other employees is included in Administration.

**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2013

3. Grants Payable

	Unrestricted funds 2013 £	Restricted funds 2013 £	Total 2013 £	Total 2012 £
Grants to institutions				
ROPE	-	-	-	-
King's Church Ghana	1,875	-	1,875	-
Revelation Life	-	-	-	-
Other	-	-	-	-
	<u>1,875</u>	<u>-</u>	<u>1,875</u>	<u>-</u>
Grants to individuals (4 grants)	1,362	-	1,362	-
	<u>3,237</u>	<u>-</u>	<u>3,237</u>	<u>-</u>

4. Governance Costs

	2013 £	2012 £
Audit fees	5,184	-
Consultant fees	(20)	-
	<u>5,164</u>	<u>-</u>

5. Trustees

P Lynch received remuneration for his services as pastor to the Church. His total remuneration, including pension contributions, amounted to £12,848.

In addition, he received reimbursement of expenses totalling £889.

6. Employees

Number of employees

The average monthly number of employees during the period was

	2013 Number	2012 Number
Pastoral	5	-
Administration	1	-
Manual	2	-
	<u>8</u>	<u>-</u>

**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2013

Employment Costs

	2013	2012
	£	£
Wages and salaries	36,811	-
Social security costs	3,517	-
Other pension costs	<u>2,121</u>	<u>-</u>
	<u>42,449</u>	<u>-</u>

There were no employees whose annual emoluments were £60,000 or more

7. Tangible fixed assets

	Freehold Land & Buildings	Premises Improvement	Church equipment	Total
	£	£	£	£
Cost				
At 1 April 2012	2			2
Additions	1,536,825	101,634	74,528	1,712,987
Disposals		-	-	-
At 31 December 2012	<u>1,536,827</u>	<u>101,634</u>	<u>74,528</u>	<u>1,712,989</u>
Depreciation				
At 1 April 2012				
Additions		100,616	56,962	157,578
Disposals			-	-
Charge for year	-	113	1,723	1,836
At 31 December 2012	<u>-</u>	<u>100,729</u>	<u>58,685</u>	<u>159,414</u>
Net book value:				
At 31 March 2013	<u>1,536,827</u>	<u>905</u>	<u>15,843</u>	<u>1,553,575</u>
At 31 March 2012	<u>2</u>	<u>-</u>	<u>-</u>	<u>2</u>

**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013**

8. Debtors

	2013 £	2012 £
Income tax recoverable	71,503	0
Debtors due greater than 12 months	9,350	0
Other debtors	14,075	0
	<u>94,928</u>	<u>0</u>

9. Creditors: amounts falling due within one year

	2013 £	2012 £
Member loans towards the new church building - interest free, repayable within one year	5,000	0
Taxes & social security costs	2,305	0
Accruals and deferred income	203,109	2
	<u>210,414</u>	<u>2</u>

10. Creditors: amounts falling due after more than one year

	2013 £	2012 £
Member loans towards the new church building - interest free and repayable in equal instalments over seven years from April 2014	35,000	-
	<u>35,000</u>	<u>-</u>

In order to finance the new building, the company secured a development loan with Handelsbanken of £1.3 million secured against the land and new building. As at the balance sheet no funds had been drawn down from Handelsbanken. At the date of the signing of these accounts the company's borrowing requirement had been restricted to £875,000. In June 2014 the trustees will determine the level of long term financing required when the development loan will be converted to 15 year repayment loan.

KING'S CHURCH AMERSHAM COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST MARCH 2013

11. Restricted Funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes

	Balance 1 April 2012	Incoming Transfers	Incoming Resources	Resources Expended	Outgoing Transfers	Balance at 31 March 2013
New Premises	-	364,118	1,653	(52)	(365,719)	-
Specific Donations	-	29,147				29,147
	<u>-</u>	<u>393,265</u>	<u>1,653</u>	<u>(52)</u>	<u>(365,719)</u>	<u>29,147</u>

Building Fund

Restricted Funds in respect of the new church building are transferred to Unrestricted Funds as they are spent on the capital project as the restriction on the donation has been met. Expenditure to date on the capital project exceeds the total donations on the Building Fund and therefore the residual balance as at 31 March 2013 has been transferred to Unrestricted Funds

Specific Donations

In addition specific donations have been received for specific other purposes. These funds have been kept separate. They will be paid out in accordance with the purposes they were given. In certain instances they were paid out as grants and such items are included in the analysis of grants in note 3

12. Endowment Funds

The Old Town Baptist Chapel Trust Amersham (OTBCTA), formerly 1824 Trust, was established in 1824 and since that date, owned one principal asset in the form of the Baptist Chapel in Old Amersham. Following agreement with the Charity Commission, in November 2012, this building was sold to raise funds for the new church building. Under the direction of the Charity Commission, OTBCTA ('the linked charity') should be treated as forming part of the charity called King's Church Amersham ('the reporting entity'), so that the Trustees are required to prepare a single set of accounts for the whole entity. During the year OTBCTA received £751,626 from the sale of the Baptist Chapel, which represents the balance of endowment funds held at 31 March 2013

13. Analysis of net assets between funds

	Unrestricted funds £	Restricted funds £	Endowment funds	Total £
Fund balances at 31 March 2013 are represented by				
Non-current assets	801,949	-	751,626	1,553,575
Current assets	1,684,747	29,147		1,713,894
Creditors amounts falling due within one year	(210,414)	-		(210,414)
Creditors amounts falling due after more than one year	(35,000)	-		(35,000)
	<u>2,241,282</u>	<u>29,147</u>	<u>751,626</u>	<u>3,022,055</u>

**KING'S CHURCH AMERSHAM
COMPANY LIMITED BY GUARANTEE**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2013**

14. Summary of Assets, Liabilities & Funds Transferred

	Balance at 1 January 2013 £
Tangible Assets	1,182,927
Debtors	154,314
Cash at bank and in hand	2,066,371
	<hr/> 3,403,612
Creditors amounts falling due within one year	(352,383)
Net Current Assets	<hr/> 3,051,229
Creditors amounts falling due after more than one year	(781,626)
Net Assets	<hr/> 2,269,603 <hr/>
Restricted Funds	393,265
Unrestricted Funds	1,876,338
Total Funds	<hr/> 2,269,603 <hr/>

The above activities, assets, liabilities and funds of the church were transferred to the charity on 31 December 2012 by Kings Church Amersham, an unincorporated entity of the same name through which the activities of the charity had previously been carried out