

EMMANUEL CHURCH DURHAM

(a Company limited by guarantee without Share Capital)

ANNUAL REPORT AND FINANCIAL STATEMENTS

31 March 2019



Stephenson Coates Audit Limited
Chartered Accountants
West 2, Asama Court
Newcastle Business Park
Newcastle upon Tyne
NE4 7YD

EMMANUEL CHURCH DURHAM
(a Company limited by guarantee without Share Capital)

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EMMANUEL CHURCH DURHAM
(a Company limited by guarantee without Share Capital)

REPORT OF THE DIRECTORS

The directors present their report and the financial statements for the year ended 31 March 2019.

Reference and administrative details

Company number: 06101946

Charity number: 1120286

Principal address: The Durham Centre
Belmont Industrial Estate
Durham
DH1 1TN

Independent examiner: John Oswald BA FCA
Stephenson Coates Audit Limited
Chartered Accountants
West 2, Asama Court
Newcastle Business Park
Newcastle upon Tyne, NE4 7YD

Bankers: CAF Bank
25 Kings Hill Avenue
Kings Hill
West Malling
Kent, ME19 4JQ

Barclays Bank PLC
6 Market Place
Durham
DH1 3ND

Solicitors: Richmond Partnership
19 Old Elvet
Durham
DH3 3TA

Directors

The following directors of the charitable company (who are its trustees for the purposes of charity law) served during the year and up to the date of approval of this report:

G A Bell	Executive Chairman and Senior Elder
I J Portwine	Executive Director and Elder
J E Booth	Non-executive and Treasurer
W R Byng	Non-executive lay member

Company secretary: A J Biggs

EMMANUEL CHURCH DURHAM
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REPORT OF THE DIRECTORS
(continued)

Structure, governance and management

Governing document

Emmanuel Church Durham is a Company limited by guarantee, governed by its Memorandum and Articles of Association dated 13 February 2007.

The charitable company was incorporated in order to provide a distinct legal entity to carry out the activities of Emmanuel Church Durham which since 1991 had been undertaken through a charitable trust. The company was registered with the Charity Commission on 26 July 2007. On 1 December 2007 the entire assets, liabilities and undertakings of the Emmanuel Church Durham charitable trust were transferred to the charitable company.

There are currently three members, each of whom agree to contribute £1 in the event of the charitable company winding up.

Appointment and retirement of directors

Directors are required to sign a confirmation that they adhere to the articles of faith contained within the company's Memorandum and Articles of Association and that they understand their obligations as directors. Directors serve for a fixed term of two years and are eligible for reappointment.

Directors' induction and training

The Charity Commission website and publications are used to keep the directors up to date with developments in the charitable sector. The necessity for formal training sessions for individual directors is reviewed each year.

Organisation

The charitable company operates primarily in the County Durham area, with links with churches and Christian organisations both in the UK and internationally. Church membership is voluntary and free.

The charitable company is overseen by a board of directors, which consists of the two of the six leaders – Elders – of Emmanuel Church and, currently, two lay members. The Elders of the Church are responsible for the day-to-day running of the charitable company, including the direction of the Church and the pastoral care of the membership. The lay members include the Treasurer and other persons operating in a non-executive capacity.

The board of directors meets at least quarterly, to review the finances, risk management, legal issues and other matters affecting the charitable company. A separate remuneration sub-committee operates consisting of the non-executive directors who do not receive payments from the charitable company to review the financial provision for the two full-time executive directors.

In setting our objectives and planning our activities, the Trustees have regard to the Charity Commission's public benefit guidance when exercising any powers or duties to which the guidance is relevant.

EMMANUEL CHURCH DURHAM
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REPORT OF THE DIRECTORS
(continued)

Risk management

The board of directors considers the major risks to which the charitable company is exposed and identifies the appropriate mitigation. To this end the charity has taken out employer's liability, public liability and buildings insurance.

A strict child protection policy is implemented; all voluntary helpers who work with children are subject to criminal records bureau checks and must comply with detailed guidelines for the care of children. In order to ensure the safety of the Church members and general public a team of stewards operate during Sunday meetings. A fire evacuation plan has been drawn up.

A system of financial control exists to prevent the loss of the charity's assets through fraud and mismanagement. Financial reports are made at least quarterly to the Board.

Objectives, activities and achievements

The objectives of the charitable company are:-

- a) The advancement of the Christian Faith;
- b) The relief of persons who are in a condition of need or hardship;
- c) The provision of instruction in the Christian Faith.

The vision of the Church is - *To be a growing charismatic family church with a world vision.*

The Church continues to meet in two congregations on a Sunday; at The Durham Centre in Durham City and in Chester-le-Street (CLS) at hired premises. During University term time Durham has up to 200 adults attending, with about 90 children. CLS attracts about 55 adults and 30 children. The two congregations are under the governance of this charity. Our formal membership is about 220. The Sunday morning acts as a "shop window" for the other activities of the Church, which take place during the week. As a diverse Church we cater for people's needs in many different ways, principally by having smaller mid-week groups. The activities of Emmanuel Church extend far beyond our regular Sunday morning meetings. The measurement of the success of our activities by the use of financial performance indicators is not wholly appropriate for a charity with these much wider objectives.

The Church employs two children's and youth workers to oversee and develop the children's and youth work both in the Church and the local community. The mid-week provision for our groups uses a detached model and has grown during the year. Links with local schools have been strengthened, and a number of assemblies have been taken.

Work with University students has continued as they meet at the HUB, a students and 20's Sunday evening meeting based in a city centre location. This has created a great community feel for this group. We have employed two people part-time to support and develop this work. This year we also had two missional communities which were led by students for students. We were also able to support an intern for the year.

The Durham Centre (TDC) continues to fulfil its potential, and to meet our aspirations; it is a well-established base for our mission. We have been able to host numerous conferences during the year which have had an impact not only on our Church, but others from the region. Our long-term vision to expand our base on the Industrial Estate was cemented this year as we made great progress in the process of purchasing our adjacent industrial unit. We are expecting to complete on the purchase next year.

EMMANUEL CHURCH DURHAM
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REPORT OF THE DIRECTORS
(continued)

Objectives, activities and achievements (continued)

To prepare for future growth we invested in a year-long programme for leadership training, where a hand-picked group of individuals received monthly training from both guest speakers and current elders. They were also mentored during the year by one of the elders.

Involvement and cooperation with other churches in the City, under the banner of Durham Christian Partnership has continued especially through support for the City's Food Bank, Street Lights, Debt Counselling and a monthly prayer meeting. This has enabled the churches in Durham to present a united front and an ability to serve the community more effectively than one single church would be able to achieve.

Our links with India have continued to strengthen, with a number of visits made by Church members to a Bible College, and new links through the Regions Beyond family. We have begun a connection with Bosnia by sending a youth team there. We are also very conscious of the many nations that are part of our community here, and wish to support and encourage that development.

We remain committed to the Regions Beyond family of churches. We have welcomed visits from the leaders of that team, and benefited from attendance at conferences in both UK, Philippines and South Africa during the year.

The Elders have been able to serve other churches in the region and beyond by preaching, teaching, as well as attending conferences at both regional, national and international levels.

We carried out a major review of our policies during the year, including the adoption of the new GDPR regulations.

Financial review

We remain grateful for the strength of our unrestricted voluntary income, which showed another increase in the year. Trading at The Durham Centre was up on the previous year's, resulting in an increased covenanted donation. Our overall result on unrestricted funds was a surplus of £32,002, compared with £26,440 in 2017/18.

We continued to service our bank loan, making capital loan repayments of £34,798. We spent £2,875 on capital items in the year and continue to commit money to repair and maintain our facilities in good order.

On restricted funds, we raised £160,977 in the year for the new building fund and spent £8,693 on project costs.

The directors are satisfied with the financial outcome and thank everyone concerned with bringing it about.

Investment policy

As the guaranteed unrestricted funds are minimal, there is little opportunity for investment.

The directors have considered the most appropriate policy for investing cash resources and have decided that bank deposits meet their requirements of a reasonable rate of return, without significant capital risk, and with predictable accessibility to the funds. This policy is reviewed regularly.

Reserves policy

It remains the directors' policy to maintain free reserves of between six to twelve months fixed committed expenditure. Free reserves at 31 March 2019 were £355,262. Of this some £36,000 will be needed to fund scheduled bank loan repayments in the coming year. The directors are satisfied that the remainder provides a reasonable level of reserves to hold for our ongoing activities, including trading activities at The Durham Centre.

EMMANUEL CHURCH DURHAM
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REPORT OF THE DIRECTORS
(continued)

Plans for future periods

As a charity we still have further plans to enhance our mission. There is still capacity to increase the use of The Durham Centre as a venue for regional and national level conferences and training events. These will raise the profile of the Church across the region. Some of these events will impact the local community as well.

We continue to be motivated by our vision statement of being “A growing charismatic family church with a world vision”. We also anticipate that our growing relationship with Regions Beyond will lead to more opportunities to serve nations around the world.

A major part of our development going forward will involve expanding our base on Belmont Industrial Estate to accommodate a larger auditorium. We hope to complete on the purchase of our adjacent unit next year, and will then have a phased development of the site. The first stage of which will be to develop the land into a car park, followed by repurposing the building. A larger car park will enable an expansion of the business that TDC is able to achieve. We will develop the building as funding becomes available.

CLS has enjoyed good growth in the three years since it was started, and may need to find a different model to enable it to continue to flourish. We will keep under review the relationship between the two congregations of Durham and CLS. There may be benefit in enabling CLS to form their own independent church, with its own charitable status.

Statement of the directors' responsibilities in relation to the financial statements

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the directors 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 income and expenditure of the charitable company for that period. In preparing these financial statements, the directors are required to:

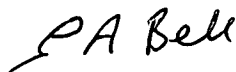
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The directors are responsible for keeping accounting records which 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. They 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.

This report has been prepared in accordance with the provisions applicable to companies subject to the small companies' regime.

Approved by the directors on 20 October 2019 and signed on their behalf by:

G A Bell
Chair



EMMANUEL CHURCH DURHAM
(a Company limited by guarantee without Share Capital)

**INDEPENDENT EXAMINER'S REPORT TO THE DIRECTORS ON THE UNAUDITED
FINANCIAL STATEMENTS OF EMMANUEL CHURCH DURHAM**

I report to the charity trustees on my examination of the accounts of the charitable company for the year ended 31 March 2019, which are set out on pages 7 to 17.

Responsibilities and basis of report

As the charity's trustees of the company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

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 your charity's accounts as carried out under section 145 of the Charities Act 2011 (the '2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's report

I confirm that I am qualified to undertake the examination because I am a member of the Institute of Chartered Accountants in England and Wales.

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

- 1) accounting records were not kept in respect of the company as required by section 386 of the 2006 Act; or
- 2) the accounts do not accord with those accounting records; or
- 3) the accounts 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 accounts 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 have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached.



John Oswald BA FCA
Stephenson Coates Audit Limited
Chartered Accountants
West 2, Asama Court
Newcastle Business Park
Newcastle upon Tyne
NE4 7YD

20 October 2019

EMMANUEL CHURCH DURHAM
(a Company limited by guarantee without Share Capital)

STATEMENT OF FINANCIAL ACTIVITIES
(including income and expenditure account)

FOR THE YEAR ENDED 31 MARCH 2019

	Note	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
INCOME FROM:					
Giving	2	472,762	189,843	662,605	499,955
Charitable activities					
Bible weeks, weekends away and events		5,085	-	5,085	7,468
Other trading activities					
The Durham Centre – covenanted donation	16	20,330	-	20,330	17,987
Investments	3	392	-	392	446
		<hr/>	<hr/>	<hr/>	<hr/>
Total		498,569	189,843	688,412	525,856
		<hr/>	<hr/>	<hr/>	<hr/>
EXPENDITURE ON:					
Charitable activities	4	466,567	11,639	478,206	469,441
		<hr/>	<hr/>	<hr/>	<hr/>
Total		466,567	11,639	478,206	469,441
		<hr/>	<hr/>	<hr/>	<hr/>
NET INCOME	5-7	32,002	178,204	210,206	56,415
Gross transfers between funds		<hr/> -	<hr/> -	<hr/> -	<hr/> -
NET MOVEMENT IN FUNDS		32,002	178,204	210,206	56,415
Total funds brought forward		1,364,904	34,755	1,399,659	1,343,244
		<hr/>	<hr/>	<hr/>	<hr/>
Total funds carried forward	14/15	1,396,906	212,959	1,609,865	1,399,659
		<hr/>	<hr/>	<hr/>	<hr/>

The charitable company has no recognised gains or losses other than the results for the period as set out above.

All of the activities of the charitable company are classed as continuing.

The notes on pages 11 to 17 form part of these financial statements.

EMMANUEL CHURCH DURHAM
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BALANCE SHEET

AT 31 MARCH 2019

	Note	£	2019 £	£	2018 £
Fixed assets					
Tangible assets	8		1,427,054		1,523,591
Investments	9		<u>7</u>		<u>7</u>
			1,427,061		1,523,598
Current assets					
Debtors	10	149,495		132,769	
Cash and bank and in hand	11	<u>452,856</u>		<u>220,312</u>	
			602,351		353,081
Creditors: amounts falling due within one year	12	<u>(70,683)</u>		<u>(61,824)</u>	
Net current assets			<u>531,668</u>		<u>291,257</u>
Total assets less current liabilities			1,958,729		1,814,855
Creditors: amounts falling due after one year	13		<u>(348,864)</u>		<u>(415,196)</u>
Net assets			<u>1,609,865</u>		<u>1,399,659</u>
Funds					
Unrestricted	14/15		1,396,906		1,364,904
Restricted	14/15		<u>212,959</u>		<u>34,755</u>
Total funds			<u>1,609,865</u>		<u>1,399,659</u>

The Balance Sheet continues on the following page.

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BALANCE SHEET (continued)

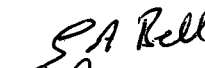

**Directors' statements required by the Companies Act 2006
for the year ended 31 March 2019**


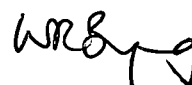
In approving these financial statements as directors of the company we hereby confirm:

- (a) that for the year stated above the company was entitled to the exemption conferred by section 477 of the Companies Act 2006 ;
- (b) that no notice has been deposited at the registered office of the company pursuant to section 476 of the Companies Act 2006 requesting that an audit be conducted for the year ended 31 March 2019.
- (c) that we acknowledge our responsibilities for:
 - (1) ensuring that the company keeps adequate accounting records which comply with section 386 of the Companies Act 2006, and
 - (2) preparing financial statements which give a true and fair view of the state of affairs of the charitable company at the end of the financial year and of its profit or loss for the year then ended in accordance with the requirements of sections 394 and 395, and which otherwise comply with the provisions of the Companies Act relating to financial statements, so far as applicable to the charitable company.

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

The financial statements were approved and authorised for issue by the directors on 20 October 2019:

 G.A. Bell
 I.J. Portwine

J. Booth 
W. Byng 

Company registration no. 06101946

The notes on pages 11 to 17 form part of these financial statements.

EMMANUEL CHURCH DURHAM
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**CASH FLOW STATEMENT
YEAR ENDED 31 MARCH 2019**

	2019		2018
	£	£	£
Reconciliation of net income to net cash flows from operating activities			
Net income for year	210,206		56,415
Investment income	(392)		(446)
Depreciation	70,426		59,636
(Increase)/decrease in debtors	(16,726)		2,316
Increase/(decrease) in creditors	<u>6,311</u>		<u>(4,803)</u>
Net cash inflow from operating activities		269,825	113,118
Cash flows from investing activities			
Purchases of tangible fixed assets	(2,875)		(12,504)
Investment income	<u>392</u>		<u>446</u>
Net cash flows from investing activities		(2,483)	(12,058)
Cash flows from financing activities			
Repayments of bank loan	(34,798)		(34,375)
Members loan repaid	<u>-</u>		<u>(26,000)</u>
Net cash flow from financing activities		(34,798)	(60,375)
Net increase in cash and cash equivalents		<u>232,544</u>	<u>40,685</u>
Cash and cash equivalents at start of year		220,312	179,627
Cash and cash equivalents at end of year		<u>452,856</u>	<u>220,312</u>
Cash and bank		452,856	220,312
Cash and cash equivalents		<u>452,856</u>	<u>220,312</u>

EMMANUEL CHURCH DURHAM
(a Company limited by guarantee without Share Capital)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019

1. Accounting policies

1.1 Basis of preparation of financial statements

The financial statements of the charitable company have been prepared under the historical cost convention and in accordance with 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) effective 1 January 2015, the Companies Act 2006 and United Kingdom Generally Accepted Accounting Practice applicable to smaller entities. The charitable company is a public benefit entity as defined by FRS102.

The charitable company has taken the option under section 398 of the Companies Act 2006 and the Charities Act 2011 (Group Accounts) Regulations 2015 not to prepare consolidated financial statements.

The financial accounts are prepared in Sterling (£) which is the functional currency of the charitable company.

1.2 Going concern

The directors of the charitable company are satisfied that there are no material uncertainties about the charity's ability to continue as a going concern.

1.3 Fund accounting

Unrestricted funds are those available for use at the discretion of the directors in furtherance of the general objectives of the charity and which have not been designated for other purposes.

Restricted funds are those that are to be used in accordance with the specific restrictions imposed by donors or which have been raised by the charity for particular purposes.

Designated funds are earmarked by the directors for particular purposes.

1.4 Income

Giving - Collections are recognised when received by or on behalf of the Church. Planned giving under Gift Aid is recognised only when received. Income tax recoverable on Gift Aid donations is recognised when the income is recognised. Grants and legacies are accounted for as soon as the Church is notified of its legal entitlement, the amount due is quantifiable and its ultimate receipt by the Church is certain. Covenanted donations from The Durham Centre are recognised on an accruals basis.

Investment income – Interest entitlements are accounted for as they accrue.

1.5 Expenditure

Charitable activities – The cost of charitable activities represents the cost of undertaking the charity's objectives. All expenditure is accounted for on an accruals basis. 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. Value added tax is not recoverable by the charitable company and as such it is included in the relevant costs in the Statement of Financial Activities.

EMMANUEL CHURCH DURHAM
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019
(continued)

1.6 Tangible fixed assets and depreciation

The cost of freehold property includes interest on loans borrowed to finance the asset, capitalised during the period from acquisition to the commencement of functional use following conversion and refurbishment.

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

Fixtures, fittings and equipment	25% per annum reducing balance
Freehold property	over 20 years
Leasehold property	over the term of the lease

1.7 Impairment of fixed assets

Properties, fixtures, fittings and equipment are reviewed for impairment if events or changes in circumstances indicate that the carrying amount of such assets may not be recoverable. If there is an indication of possible impairment, the recoverable amount of any affected asset is estimated and compared against its carrying amount. Where the estimated recoverable amount is lower, an impairment loss is recognised immediately in the Statement of Financial Activities.

1.8 Debtors and creditors due within one year

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses from impairment are recognised in expenditure.

1.9 Concessionary loans received

The charity initially recognises and measures concessionary loans at the amount received. The carrying amount is adjusted in subsequent years to reflect repayments and any accrued interest.

1.10 Operating leases

Rentals payable under operating leases are charged to the Statement of Financial Activities on a straight-line basis over the term of the lease.

1.11 Defined contribution plans

The charitable company operates a defined contribution pension scheme for its staff. The scheme and its assets are held by independent managers. The pension cost charge in the financial statements represents contributions due from the charity for the year.

1.12 Voluntary assistance

Time is expended on the charity's activities and governance which is donated free of charge. It is impractical to quantify the value of the time given, and accordingly it is neither recorded as donated income nor as an expense in the financial statements.

EMMANUEL CHURCH DURHAM
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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

(continued)

2. Income from giving

	Unrestricted funds £	Restricted funds £	Total 2019 £	Total 2018 £
Building fund	-	160,977	160,977	34,327
Tithes	289,455	-	289,455	310,221
Offerings and gifts	110,575	866	111,441	74,481
Gift aid recoverable	72,732	28,000	100,732	80,926
	<u>472,762</u>	<u>189,843</u>	<u>662,605</u>	<u>499,955</u>

3. Investment income

	£	£	£	£
Interest on cash deposits	392	-	392	446
	<u>392</u>	<u>-</u>	<u>392</u>	<u>446</u>

4. Charitable activities

	£	£	£	£
Gifts (below)	58,400	2,080	60,480	51,955
Ministry fees and expenses (note 6)	150,164	-	150,164	121,455
Activities expenditure	126,221	866	127,087	167,078
Office administration	13,939	-	13,939	13,303
Insurance	2,255	-	2,255	1,952
Rates	3,380	-	3,380	2,733
Utilities	6,565	-	6,565	6,204
Bank charges	819	-	819	601
Depreciation	70,426	-	70,426	59,636
Repairs and maintenance	10,172	-	10,172	10,083
Legal and professional	2,598	-	2,598	2,678
Independent examiner's fees	2,358	-	2,358	2,358
Loan interest	19,270	-	19,270	19,251
Building project costs	-	8,693	8,693	10,154
	<u>466,567</u>	<u>11,639</u>	<u>478,206</u>	<u>469,441</u>

Gifts comprise:

	2019 £	2018 £
India giving	10,714	7,850
Regions Beyond UK (note 6)	22,000	18,370
Ministry	22,852	21,044
Needy	2,015	3,369
Other	2,899	1,322
	<u>60,480</u>	<u>51,955</u>

EMMANUEL CHURCH DURHAM
(a Company limited by guarantee without Share Capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

(continued)

5. Staff costs

Staff costs were as follows:

	Total 2019 £	Total 2018 £
Salaries and wages	125,320	127,259
Social security costs	4,342	4,428
Pension costs	<u>1,682</u>	<u>1,698</u>
	<u>131,344</u>	<u>133,385</u>

No employee received emoluments above £60,000 p.a. in the year. The average number of staff employed by the charity during the year was 8 (2018: 8).

6. Directors' remuneration, related party transactions and key management personnel

Two of the directors are engaged in Ministry and in accordance with the charitable company's constitution, Ministry fees and salaries were paid to them during the year.

Ministry fees, salaries and expenses for the year were:

	G A Bell £	I J Portwine £
Ministry fees	39,284	-
Ministry salaries	-	36,261
Wife's support	3,938	4,980
Expenses	<u>17,889</u>	<u>7,514</u>

I J Portwine is also a director of Regions Beyond UK (note 4).

Key management personnel are considered to comprise the directors and elders. Of the elders who are not directors of the charitable company, one was employed during the year (salary £30,433).

7. Net income for the year

Net income is stated after charging:

	Total 2019 £	Total 2018 £
Depreciation	70,426	59,636
Independent examiner's fees	<u>2,358</u>	<u>2,358</u>

EMMANUEL CHURCH DURHAM
(a Company limited by guarantee without Share Capital)

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

(continued)

8. Tangible fixed assets

	Freehold property	Leasehold property	Fixtures & fittings	Total
	£	£	£	£
Cost				
At 1 April 2018	1,691,899	249,014	144,866	2,085,779
Additions/adjustment	(28,986)	-	2,875	(26,111)
Disposals	-	-	-	-
At 31 March 2019	1,662,913	249,014	147,741	2,059,668
Depreciation				
At 1 April 2018	456,552	-	105,636	562,188
Charge for the year	57,851	2,767	9,808	70,426
Elimination on disposal	-	-	-	-
At 31 March 2019	514,403	2,767	115,444	632,614
Net book amount				
At 31 March 2019	1,148,510	246,247	32,297	1,427,054
At 31 March 2018	1,235,347	249,014	39,230	1,523,591

All assets are held to further the main objects of the charity.

9. Investments

The charitable company owns all of the seven issued shares of The Durham Centre Limited, a company registered in England; the company provides a range of flexible, modern, well-resourced meeting solutions. Further details of the subsidiary undertaking's results for the year are outlined in note 16.

10. Debtors

	2019	2018
	£	£
Accounts receivable	-	-
Gift aid recoverable	97,241	78,155
Other debtors	16,230	6,380
Prepayments and accrued income	3,427	3,390
Amount due from subsidiary undertaking	<u>32,597</u>	<u>44,844</u>
	149,495	132,769

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NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2019

(continued)

11. Cash at bank and in hand

	2019	2018
	£	£
Bank deposit accounts	145,622	90,621
Bank current accounts	306,420	129,423
Cash in hand	<u>814</u>	<u>268</u>
	452,856	220,312
	<u><u> </u></u>	<u><u> </u></u>

12. Creditors: amounts falling due within one year

	£	£
Bank loan (secured)	36,553	33,430
Trade creditors	22,601	12,416
Other taxes and social security costs	1,460	1,188
Accruals and deferred income	10,069	5,965
Other creditors	<u>-</u>	<u>8,825</u>
	70,683	61,824
	<u><u> </u></u>	<u><u> </u></u>

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

	£	£
Bank loan (secured)	348,864	386,785
Other creditors	<u>-</u>	<u>28,411</u>
	348,864	415,196
	<u><u> </u></u>	<u><u> </u></u>

The bank loan is fully secured on the freehold and leasehold properties. It is repayable by instalments expiring in 2027. The amount due at 31 March 2019 is analysed as follows:

	£
Within one year	36,553
between one and two years	38,421
between three and five years	127,445
after more than five years	<u>182,998</u>
	<u><u> </u></u>

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019
(continued)

14. Fund movements

	Balance at 1 April 2018 £	Incoming resources £	Outgoing resources £	Transfers £	Balance at 31 March 2019 £
Unrestricted					
General	1,364,904	498,569	(466,567)	-	1,396,906
Restricted					
Building fund	32,675	188,977	(8,693)		212,959
Children's work	-	866	(866)	-	-
Beyond Ourselves	<u>2,080</u>	<u>-</u>	<u>(2,080)</u>	<u>-</u>	<u>-</u>
	<u>1,399,659</u>	<u>688,412</u>	<u>(478,206)</u>	<u>-</u>	<u>1,609,865</u>

The General reserve represents the free funds of the charity which are not designated for particular purposes.

The Building fund has been created in connection with development of the Durham site.

The Children's work fund is restricted to work with children in the Church and the local community.

Beyond Ourselves is a fund which is restricted for use in overseas missionary and relief work. This includes relief to individuals with debt management issues.

15. Analysis of net assets

	Fixed assets £	Net current assets £	Creditors due over one year £	Total 2019 £
Unrestricted funds				
General	1,427,061	318,709	(348,864)	1,396,906
Restricted funds				
Building fund	<u>-</u>	<u>212,959</u>	<u>-</u>	<u>212,959</u>
	<u>1,427,061</u>	<u>531,668</u>	<u>(348,864)</u>	<u>1,609,865</u>

16. Subsidiary undertaking

The Durham Centre Limited traded during the year providing a range of flexible, modern, well-resourced meeting solutions. A net profit of £20,326 arose in the year and £20,330 has been donated to the charitable company under gift aid.