

COMPANY REGISTRATION NUMBER: 08053260  
CHARITY REGISTRATION NUMBER: 1147718

**Living Faith Church**  
**Company Limited by Guarantee**  
**Unaudited Financial Statements**  
**31 May 2018**

WEDNESDAY



\*A7Y7ZF2I\*

A20

30/01/2019

#330

COMPANIES HOUSE

**BRAMWELL MORRIS**

Chartered Accountants  
18 Mulberry Avenue  
Turnstone Business Park  
Widnes  
Cheshire  
WA8 0WN

**Living Faith Church**  
**Company Limited by Guarantee**  
**Financial Statements**  
**Year ended 31 May 2018**

	<b>Page</b>
Trustees' annual report (incorporating the director's report)	<b>1</b>
Independent examiner's report to the trustees	<b>5</b>
Statement of financial activities (including income and expenditure account)	<b>6</b>
Statement of financial position	<b>7</b>
Notes to the financial statements	<b>8</b>
<b>The following pages do not form part of the financial statements</b>	
Detailed statement of financial activities	<b>15</b>
Notes to the detailed statement of financial activities	<b>16</b>

**Living Faith Church**  
**Company Limited by Guarantee**  
**Trustees' Annual Report (Incorporating the Director's Report)**  
**Year ended 31 May 2018**

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 May 2018.

**Reference and administrative details**

**Registered charity name** Living Faith Church

**Charity registration number** 1147718

**Company registration number** 08053260

**Principal office and registered office** Living Faith Church  
25 Church Street  
Orrell  
Wigan  
WN5 8TG

**The trustees**

Mrs R Houghton  
Ms E Aspinall  
Bishop S L Evans  
Rev D Bradley  
Mr I Aspinall (Appointed 29 January 2018)  
Mrs E Ndambala (Retired 19 March 2018)  
Rev B Bradley (Retired 29 January 2018)

**Independent examiner** Mr P J Morris BA FMAAT  
Independent Examiner  
Bramwell Morris  
Chartered Accountants  
18 Mulberry Avenue  
Turnstone Business Park  
Widnes  
Cheshire  
WA8 0WN

**Structure, governance and management**

The main governing document of the charity is the trust deed dated 1st May 2012. The trustees are appointed to control and manage the charity by the society of the Living Faith Church.

# **Living Faith Church**

## **Company Limited by Guarantee**

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

**Year ended 31 May 2018**

#### **Objectives and activities**

The Charity's objectives are to advance the Christian faith in accordance with the statement of beliefs. The first objective of Living Faith Church is to preach the Gospel and teach the truth as revealed within the Holy Bible. To those ends the charity runs traditional Christian prayer and worship meetings on Sundays, and at times during the week, including a Wednesday evening prayer meeting. The Holy Bible is the foundation for all the work and doctrine, the church therefore has a strong emphasis on on Biblical Christianity.

The charity is also involved in serving the wider community and offers various initiatives to that end, for example: An after school club, Youth Meetings, Parents and Toddlers, Coffee Morning, Various Charity events, Food Bank, Arts and Crafts. In addition, the charity offers help and care in practical ways such as at times providing charitable financial donations, furniture, food, and other essential needs to vulnerable people throughout the community.

There is an active chaplaincy and visitation team that work in the community and residential/nursing homes. This work has developed to include Sunday Services and midweek services in around 6 different locations.

Further afield there are close links with other churches and ministries in the United Kingdom. The church has developed active links with international ministers, churches and missionary organisations.

The Lead Pastor, Bishop Dr. Steven Evans, is the presiding bishop of The International Charismatic Church Network (TICCN). This network is in ancient Apostolic Succession and is a spiritual home for Charismatic ministers to enjoy fellowship.

#### **HOW OUR ACTIVITIES DELIVER PUBLIC BENEFIT**

The chaplaincy and visitation team serves the local community. This service has been greatly appreciated by many individuals and families within the community and is provided without charge.

The charity also runs various voluntary groups that directly benefit the wider community, for example: An after school club, Youth Meetings, Parents and Toddlers, Coffee Morning, Various Charity events, Food Bank, Arts and Crafts and Counselling services.

In addition to the above, the charity offers help and care in practical ways such as at times providing charitable financial donations, furniture, food, and other essential needs to vulnerable people throughout the community.

**Living Faith Church**  
**Company Limited by Guarantee**  
**Trustees' Annual Report (Incorporating the Director's Report) *(continued)***

**Year ended 31 May 2018**

**Achievements and performance**

During the last year Living Faith Church has continued to expand its work as a worshipping community with a biblical Christian ethos. Towards this aim the Church moved location from Winstanley to Orrell. The new buildings provide over double the capacity of seats for services and offer an additional church hall and cafe area.

Whilst the new buildings needed renovation it has been a great achievement to see volunteers working alongside professionals to bring the buildings back into good order. The community has repeatedly offered great thanks for this transforming work.

The church hosts an increasing range of weekly meetings and these have continued to be well attended, they include: Two Sunday worship services at the Winstanley location and services in other locations around Greater Manchester and Cheshire. Also, Bible Studies, Midweek Prayer, Cell Groups, After School Clubs, Young Adults Meeting, Parents and Toddlers, Coffee Mornings and Special Meetings/Services/Conferences.

The church continues to work within the local community, this work sometimes involves working alongside agencies such as the police, schools, and various counselling services. Our Chaplaincy Ministry and Faithful friends work has continued to grow and we are now providing Services of Holy Communion into six residential homes within the Wigan borough. This ministry has made a great impact in thousands of local peoples lives since it started six years ago.

The church has hosted conferences within the last year for the OSL (Order of St Luke the Physician), TICCN (The International Christian Church Network) and the ICFM (International Convention of Faith Ministries). These were well attended and highly beneficial allowing the church access to the mission of the wider Christian community.

**Financial review**

The financial results for the period under review show an overall surplus of £13,785. The Trustees feel that, given the same economic conditions, the Church should show a small surplus at the conclusion of the next financial period.

**Plans for future periods**

We plan to continue to reach our community as we have been doing and to also facilitate an expanding range of services.

Our online web activities are growing and we hope to continue to develop these to improve our connections with people on a local and international level.

**Small company provisions**

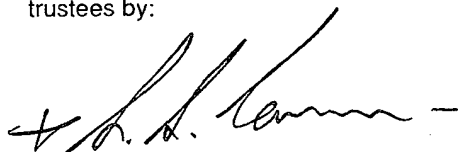
This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

**Living Faith Church**  
**Company Limited by Guarantee**

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

**Year ended 31 May 2018**

The trustees' annual report was approved on 28 January 2019 and signed on behalf of the board of trustees by:

A handwritten signature in black ink, appearing to read 'Bishop S L Evans', followed by a horizontal line.

Bishop S L Evans  
Trustee

**Living Faith Church**  
**Company Limited by Guarantee**  
**Independent Examiner's Report to the Trustees of Living Faith Church**  
**Year ended 31 May 2018**

I report to the trustees on my examination of the financial statements of Living Faith Church ('the charity') for the year ended 31 May 2018.

**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 the Companies Act 2006 ('the 2006 Act').

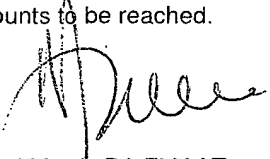
Having satisfied myself that the accounts of the company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of the charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). 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 statement**

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 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 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.



Mr P J Morris BA FMAAT  
Independent Examiner  
Bramwell Morris  
Chartered Accountants  
18 Mulberry Avenue  
Turnstone Business Park  
Widnes  
Cheshire  
WA8 0WN

28 January 2019

**Living Faith Church**  
**Company Limited by Guarantee**  
**Statement of Financial Activities**  
**(including income and expenditure account)**

**Year ended 31 May 2018**

		2018	2017
	Note	Unrestricted funds £	Total funds £
<b>Income and endowments</b>			
Donations and legacies	5	60,772	54,011
Other income	6	23,750	—
<b>Total income</b>		<u>84,522</u>	<u>54,011</u>
<b>Expenditure</b>			
Expenditure on charitable activities	7,8	70,737	54,768
<b>Total expenditure</b>		<u>70,737</u>	<u>54,768</u>
<b>Net income/(expenditure) and net movement in funds</b>		<u>13,785</u>	<u>(757)</u>
<b>Reconciliation of funds</b>			
Total funds brought forward		216,616	217,373
<b>Total funds carried forward</b>		<u>230,401</u>	<u>216,616</u>

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

The notes on pages 8 to 13 form part of these financial statements.



**Living Faith Church**  
**Company Limited by Guarantee**  
**Statement of Financial Position**

**31 May 2018**

	Note	2018 £	2017 £
<b>Fixed assets</b>			
Tangible fixed assets	13	188,899	158,748
<b>Current assets</b>			
Debtors	14	7,276	6,448
Cash at bank and in hand		37,264	54,477
		<u>44,540</u>	<u>60,925</u>
<b>Creditors: amounts falling due within one year</b>	15	<u>3,038</u>	<u>3,057</u>
<b>Net current assets</b>		<u>41,502</u>	<u>57,868</u>
<b>Total assets less current liabilities</b>		<u>230,401</u>	<u>216,616</u>
<b>Net assets</b>		<u>230,401</u>	<u>216,616</u>
<b>Funds of the charity</b>			
Unrestricted funds		<u>230,401</u>	<u>216,616</u>
<b>Total charity funds</b>	16	<u>230,401</u>	<u>216,616</u>

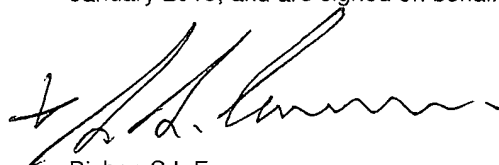
For the year ending 31 May 2018 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

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 28 January 2019, and are signed on behalf of the board by:

  
Bishop S L Evans  
Trustee

The notes on pages 8 to 13 form part of these financial statements.

**Living Faith Church**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements**  
**Year ended 31 May 2018**

**1. General information**

The charity is a public benefit entity and a private company limited by guarantee, registered in England and Wales and a registered charity in England and Wales. The address of the registered office is Living Faith Church, 25 Church Street, Orrell, Wigan, WN5 8TG.

**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.

**Living Faith Church**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements** *(continued)*

**Year ended 31 May 2018**

**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**

All fixed assets are initially recorded at cost.

# Living Faith Church

## Company Limited by Guarantee

### Notes to the Financial Statements *(continued)*

Year ended 31 May 2018

#### 3. Accounting policies *(continued)*

##### 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:

Equipment - 25% reducing balance

##### 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 entity 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, unless the arrangement constitutes a financing transaction, where it is recognised at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

#### 4. Limited by guarantee

The Company is a Company limited by guarantee having no share capital.

#### 5. Donations and legacies

	Unrestricted Funds £	Total Funds 2018 £	Unrestricted Funds £	Total Funds 2017 £
<b>Donations</b>				
Gifts & donations	60,772	60,772	54,011	54,011

**Living Faith Church**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements** *(continued)*  
**Year ended 31 May 2018**

**6. Other income**

	Unrestricted Funds £	<b>Total Funds 2018 £</b>	Unrestricted Funds £	Total Funds 2017 £
Gain on disposal of tangible fixed assets held for charity's own use	23,750	<b>23,750</b>	—	—

**7. Expenditure on charitable activities by fund type**

	Unrestricted Funds £	<b>Total Funds 2018 £</b>	Unrestricted Funds £	Total Funds 2017 £
Direct charitable activities	69,506	<b>69,506</b>	52,247	52,247
Support costs	1,231	<b>1,231</b>	2,521	2,521
	<u>70,737</u>	<u><b>70,737</b></u>	<u>54,768</u>	<u>54,768</u>

**8. Expenditure on charitable activities by activity type**

	Activities undertaken directly £	Support costs £	<b>Total funds 2018 £</b>	Total fund 2017 £
Direct charitable activities	69,506	—	<b>69,506</b>	52,247
Governance costs	—	1,231	<b>1,231</b>	2,521
	<u>69,506</u>	<u>1,231</u>	<u><b>70,737</b></u>	<u>54,768</u>

**9. Net income/(expenditure)**

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

	<b>2018 £</b>	2017 £
Depreciation of tangible fixed assets	625	833
Gains on disposal of tangible fixed assets	<b>(23,750)</b>	—

**10. Independent examination fees**

	<b>2018 £</b>	2017 £
Fees payable to the independent examiner for: Independent examination of the financial statements	<b>1,231</b>	2,521

**11. Staff costs**

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

	<b>2018 £</b>	2017 £
Wages and salaries	<b>18,796</b>	18,050

**Living Faith Church**  
**Company Limited by Guarantee**

**Notes to the Financial Statements (continued)**

**Year ended 31 May 2018**

**11. Staff costs (continued)**

The average head count of employees during the year was 1 (2017: 1). The average number of full-time equivalent employees during the year is analysed as follows:

	<b>2018</b>	<b>2017</b>
	<b>No.</b>	<b>No.</b>
Number of staff	<u>1</u>	<u>1</u>

No employee received employee benefits of more than £60,000 during the year (2017: Nil).

**12. Trustee remuneration and expenses**

One of the trustees has been paid remuneration from employment with the charity.

**13. Tangible fixed assets**

	Land and buildings £	Equipment £	Total £
<b>Cost</b>			
At 1 June 2017	156,250	8,732	<b>164,982</b>
Additions	187,026	—	<b>187,026</b>
Disposals	(156,250)	—	<b>(156,250)</b>
<b>At 31 May 2018</b>	<u>187,026</u>	<u>8,732</u>	<u><b>195,758</b></u>
<b>Depreciation</b>			
At 1 June 2017	—	6,234	<b>6,234</b>
Charge for the year	—	625	<b>625</b>
<b>At 31 May 2018</b>	<u>—</u>	<u>6,859</u>	<u><b>6,859</b></u>
<b>Carrying amount</b>			
<b>At 31 May 2018</b>	<u>187,026</u>	<u>1,873</u>	<u><b>188,899</b></u>
At 31 May 2017	<u>156,250</u>	<u>2,498</u>	<u><b>158,748</b></u>

**14. Debtors**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Other debtors	<u><b>7,276</b></u>	<u><b>6,448</b></u>

**15. Creditors: amounts falling due within one year**

	<b>2018</b>	<b>2017</b>
	<b>£</b>	<b>£</b>
Accruals and deferred income	<b>2,600</b>	2,600
Social security and other taxes	<b>438</b>	457
	<u><b>3,038</b></u>	<u><b>3,057</b></u>

**Living Faith Church**  
**Company Limited by Guarantee**  
**Notes to the Financial Statements** *(continued)*

**Year ended 31 May 2018**

**16. Analysis of charitable funds**

**Unrestricted funds**

	At 1 June 2017	Income	Expenditure	At 31 May 2018
	£	£	£	£
General funds	216,616	84,522	(70,737)	<b>230,401</b>

**17. Analysis of net assets between funds**

	Unrestricted Funds	Total Funds 2018	Total Funds 2017
	£	£	£
Tangible fixed assets	188,899	<b>188,899</b>	158,748
Current assets	44,540	<b>44,540</b>	60,925
Creditors less than 1 year	(3,038)	<b>(3,038)</b>	(3,057)
<b>Net assets</b>	<b>230,401</b>	<b>230,401</b>	216,616

**18. Financial instruments**

The company currently holds no financial instruments.

**19. Related parties**

Included in the wages and salaries in the financial statements is the amount of £18,493 which is the salary of one of the trustees, paid in his role as pastor.

**Living Faith Church**  
**Company Limited by Guarantee**  
**Management Information**  
**Year ended 31 May 2018**

**The following pages do not form part of the financial statements.**



**Living Faith Church**  
**Company Limited by Guarantee**  
**Detailed Statement of Financial Activities**  
**Year ended 31 May 2018**

	2018 £	2017 £
<b>Income and endowments</b>		
<b>Donations and legacies</b>		
Gifts & donations	60,772	54,011
<b>Other income</b>		
Gain on disposal of tangible fixed assets held for charity's own use	23,750	—
<b>Total income</b>	<u>84,522</u>	<u>54,011</u>
<b>Expenditure</b>		
<b>Expenditure on charitable activities</b>		
Purchases	11,016	7,188
Wages and salaries	18,796	18,050
Rates and water	2,577	2,872
Light and heat	1,176	1,594
Repairs and maintenance	387	3,765
Insurance	799	758
Other motor/travel costs	1,559	3,261
Legal and professional fees	13,468	3,221
Other office costs	867	726
Depreciation	625	833
Support costs	750	—
Gifts	838	352
Resources	2,441	2,684
Bank interest & charges	(237)	489
Preachers expenses	8,330	400
Food	3,609	4,400
Cleaning	420	225
Missions	3,316	2,950
Entertainment & Promotion	—	1,000
	<u>70,737</u>	<u>54,768</u>
<b>Total expenditure</b>	<u>70,737</u>	<u>54,768</u>
<b>Net income/(expenditure)</b>	<u>13,785</u>	<u>(757)</u>

# Living Faith Church

## Company Limited by Guarantee

### Notes to the Detailed Statement of Financial Activities

Year ended 31 May 2018

	2018 £	2017 £
<b>Expenditure on charitable activities</b>		
<b>Direct charitable activities</b>		
<i>Activities undertaken directly</i>		
Direct charitable activity 1 - purchases	11,016	7,188
Direct charitable activity 1 - wages/salaries	18,796	18,050
Direct charitable activity 1 - rates & water	2,577	2,872
Direct charitable activity 1 - light & heat	1,176	1,594
Direct charitable activity 1 - repairs & maintenance	387	3,765
Direct charitable activity 1 - insurance	799	758
Direct charitable activity 1 - other motor/travel costs	1,559	3,261
Direct charitable activity 1 - legal and professional fees	12,237	700
Direct charitable activity 1 - other office costs	867	726
Direct charitable activity 1 - depreciation	625	833
Support costs	750	—
Gifts	838	352
Resources	2,441	2,684
Bank interest & charges	(237)	489
Preachers expenses	8,330	400
Food	3,609	4,400
Cleaning	420	225
Missions	3,316	2,950
Entertainment & Promotion	—	1,000
	<u>69,506</u>	<u>52,247</u>
<b>Governance costs</b>		
Governance costs - accountancy fees	1,231	2,521
	<u>1,231</u>	<u>2,521</u>
<b>Expenditure on charitable activities</b>	<u><u>70,737</u></u>	<u><u>54,768</u></u>