

REGISTERED COMPANY NUMBER: 08848067 (England and Wales)
REGISTERED CHARITY NUMBER: 1157383

REPORT OF THE TRUSTEES AND
FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 AUGUST 2018
FOR
THE CO-MISSION INITIATIVE TRUST

Hewitt Warin Ltd
Chartered Accountants and Statutory Auditors
Harlow Enterprise Hub
Edinburgh Way
Harlow
Essex
CM20 2NQ



THE CO-MISSION INITIATIVE TRUST

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for the Year Ended 31 August 2018

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THE CO-MISSION INITIATIVE TRUST

REPORT OF THE TRUSTEES **for the Year Ended 31 August 2018**

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 August 2018. 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).

THE CO-MISSION NETWORK

The Co-Mission Initiative Trust (CMIT) is the charity vehicle behind the Co-Mission network. Through this charity, Co-Mission is seeking to evangelise London through church planting and church strengthening.

As well as providing support to Co-Mission churches through the Resources Team, the charity's primary focus and challenge over the next few years, will be facilitating the planting and establishing of many new churches as part of the Co-Mission 10-year plan. The Charity is the legal provider of Co-Mission events including the Revive Bible Festival, Staff Focus and our church planting co-operatives and conferences; and is also the provider of Co-Mission media.

a. The spiritual need in London

- London is a city with few peers in terms of global influence, one of the most cosmopolitan and powerful cities, and is the political, economic and cultural centre of Britain, with 43 universities and 12 million residents.
- However, London is also an emerging human tragedy: over 90% of the population claim no saving faith in Christ and many of the major people groups in London are almost entirely unreached by the good news of our Lord Jesus Christ! London is therefore a significant mission field.
- We can only imagine how Jesus must feel about London: "When Jesus saw the crowds, he had compassion on them, because they were harassed and helpless, like sheep without a shepherd" (Matthew 9:36).
- So what is London's greatest need? The gospel of Jesus Christ! How is Co-Mission meeting this need? The priority of Co-Mission is reaching London for Christ, by planting and establishing evangelistic gospel churches. This city is urgently in need of hundreds of diverse evangelistic churches proclaiming the gospel to all people! We are living in a mission field with an incredible ability to influence and reach societies around the world for Christ, starting right here in London.

b. Co-Mission is seeking to meet that need

- Co-Mission (www.co-mission.org) is an enterprising church-planting network committed to generous practical co-operation to help meet the spiritual need of London: our priority is reaching London for Christ through the planting of evangelistic gospel churches across the most spiritually deprived areas of London.
- As a growing family of related, inter-dependent, reformed evangelical churches, Co-Mission is serious about training in the Bible, is diverse in culture, and is pioneering in evangelistic gospel mission.
- We believe we can do more together than we can on our own. For this reason, we are called Co-Mission, because we are a network of churches co-operating in a mission inspired by Jesus' "great commission" to make disciples of all nations here in our capital city of London (Matthew 28:19).
- **Co-Mission Vision:** To assist in reaching London for Christ by planting and establishing 360 diverse, reformed, evangelical churches for the salvation of many and the glory of God.
- **10 Year Strategic Plan:** This vision will be achieved through the implementation of a 10 year strategic plan to plant and establish 30 evangelistic gospel churches by 2020, and 60 churches by 2025.

c. The financial challenges

- As these financial statements show, gospel ministry in London is increasingly expensive and our vision for evangelising London and reaching the lost in London cannot be funded through local church giving alone, especially as we are committed to all areas of London, with an increasing focus on reaching socially diverse and deprived neighbourhoods.
- Strategic funding partnerships for the gospel are therefore a vital component of launching, maintaining and supporting a church planting ministry. The trustees are immensely grateful to the organisations, trusts, Patrons and other individuals who are currently supporting the work of Co-Mission through sacrificial giving to the Charity.

THE CO-MISSION INITIATIVE TRUST

REPORT OF THE TRUSTEES **for the Year Ended 31 August 2018**

OBJECTIVES AND ACTIVITIES

Objectives and aims

The principal objects of the charity are to advance the Christian faith, to facilitate the establishment and renewal of Christian churches in London, and to provide support to the church planters engaged in the advancement of the gospel.

Public benefit

In planning the activities of the charity the trustees have had due regard for the guidance published by the Charity Commission with regard to public benefit.

It is well established that, in general, church-planting:

1. Reaches more unbelievers with the gospel, especially unbelievers from younger generations and from unreached communities
2. Stimulates the spiritual building-up and training of members involved in the church-plant
3. Rejuvenates the churches involved in supporting the plants
4. Stimulates evangelistic activity in other churches in the locality of the plant and in its denomination
5. Has a positive social impact upon the community in which the church is planted.

The churches which have been established with the support of the charity have already benefitted the community in a number of ways. Many of the churches are running thriving parent and toddler groups in their local communities, a number offer free English classes and children's clubs, one has started to run an international café. The churches run these groups and activities with the aim of teaching the community to value people of all ages and to treat children and the elderly with care and respect. Many specifically aim to provide support to families and to those living in urban priority areas.

Grantmaking

The charity has committed to providing relief of poverty grants for a number of individuals engaged in planting new churches and gospel ministries in London. In addition, the charity provides grants to a number of young Co-Mission churches and plants and also to some more established churches throughout London which are, for various reasons, unable to cover their own costs. Such grants are reviewed and approved by the Co-Mission Executive Team on behalf of the trustees.

Volunteers

A significant amount of time is expended on the Charity's activities which is donated free of charge.

It is not possible to quantify the amount of time given or ascribe a value to it and accordingly it is neither recorded as donated income nor as an expense in the financial statements

THE CO-MISSION INITIATIVE TRUST

REPORT OF THE TRUSTEES **for the Year Ended 31 August 2018**

ACHIEVEMENT AND PERFORMANCE

Activities and Achievements

- Sustained health and growth across our 26 Co-Mission churches in London.
- Development of a new network wide **Co-Mission Strategic Plan** (connecting planting, strengthening, and resourcing).
- Governance re-structure, with a new **Co-Mission Steering Group** established to drive the strategic direction for the network.
- Our annual **Revive Bible Festival** (held in June 2018 in Kent) was our largest yet and was attended by all 26 Co-Mission churches and by over 1,500 church members. The Festival focused on overseas mission and was a great success, with excellent bible teaching, superb kid's and youth programmes and exciting fellowship, testimonies and entertainment.
- Significant increase in **digital media** content across the network, in order to reach the lost for Christ, in London and beyond.
- Significant innovation in the **events management planning**.
- Renewed push towards improving Co-Mission's **Gospel Ministry Training** and **Church Planting Training** and significant strengthening of the Co-Mission ministry training programme under the leadership of Rev. Andy Mason.
- Secured the appointment of Rev. Rupert Standing to be the new part-time **Co-Mission Director of Church Strengthening** (to start in September 2018) and the appointment of Matthew Dalton as the new **Co-Mission Chief Operations Officer** (to start in December 2018)
- The Charity also has temporary responsibility for two local churches, **Streatham Central Church** and **Roehampton Student Church**, pending the establishment of their own new CIOs. During the year, both churches grew in number and continued to faithfully serve their local communities and develop their respective ministries.

FINANCIAL REVIEW

Financial review

The trustees were greatly encouraged by the financial support received by the Charity during the past financial year. Our major funders, who have supported Co-Mission so generously over the past five years, agreed to extend their support and we continue to delight in their joyful and sacrificial giving resulting from their own love for our Lord Jesus. In addition, a small number of other faithful individuals who are excited about Co-Mission's plans to advance the Gospel throughout London were pleased to share their hard-earned funds with the Charity and we are grateful to God for each one of them. We also received grants from a number of international organisations resulting from the growing worldwide reputation of Co-Mission and this support has been such an encouragement to us all. The costs of church planting in London are such that we will need to continue to grow the Charity's income over the coming few years.

Over the 2017-18 financial year, we were delighted to be able to provide financial support totalling £185k to church planters and ministries located in Catford, Elephant & Castle, Roehampton, Silvertown, Vauxhall and Wimbledon. In addition, we made grants to a number of Co-Mission churches including The Bridge Church in Battersea, Brixton Local Church and Longheath Baptist Church, all of which are doing fantastic work, but which, for various reasons are currently unable to cover their own costs.

Over the year, we made a surplus of £347k which will help us to build-up our pot of funds for church planting to enable us to increase our church planting activity over the next few years. We are very thankful to God for this wonderful financial provision.

THE CO-MISSION INITIATIVE TRUST

REPORT OF THE TRUSTEES **for the Year Ended 31 August 2018**

PLANS FOR THE FUTURE

The Charity plans to continue to fulfil its objectives to advance the Christian faith throughout London by:

- a. planting or revitalising churches to reach new communities with the Gospel of the Lord Jesus Christ; and by
- b. strengthening our existing Co-Mission churches to help each of them to maximise their ministry opportunities and Gospel effectiveness.

In particular, the Charity hopes to plant a new church into Peckham, South East London in early 2019 and is also looking to plant other London churches later in 2019. We are also investigating the possibility of establishing a new London Church Planting Academy and are also working with an investment partner to develop a new scheme to help our churches purchase houses for their pastors more affordably. In order to better equip future Co-Mission church plants, we also plan to develop a new "Co-Mission Charity Pack" in partnership with Edward Connor Solicitors and Stewardship. We hope that this Charity Pack will include governance templates for new Charity Incorporated Organisations and key church policies and financial guides to help provide new Co-Mission plants and churches with strong foundations from the start.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

The charity is controlled by its governing document, the memorandum and articles of association and is constituted as a company limited by guarantee as defined by the Companies Act 2006.

Organisational structure

The board of trustees are responsible for managing the affairs of the charity. They meet 3 times a year and also invite key personnel to these meetings so that they can be kept fully informed as to the day to day running of the charity. The board may delegate any of its functions, such as administrative and ministry tasks (including: attending to the training and welfare of the church planters, developing the church plants, interviewing potential planters, and progressing the objectives of the charity) to a sub-committee of trustees or to other key personnel.

Key personnel

Trustees: Philip Cooper, John Marland, Mark Horrobin (to 31.10.18) and Catrin Lee (from 01.11.18).

Company Secretary & Director of Charity Services: Stephen Hatherall

Director of Co-Mission & Chief Executive Officer: Richard Coekin

Director of Church Planting: Richard Perkins

Director of Church Strengthening: Rupert Standring

Chief Operations Officer: Matthew Dalton

At present, of the Key personnel, only Matthew Dalton is employed directly by the Charity, with the other Key personnel being seconded to the charity.

Induction and training of new trustees

New trustees are appointed as and when required and on appointment are given a basic introduction to trustee responsibilities, a copy of the Charity Commission leaflet "The Essential Trustee" and are encouraged to attend an external training course so that they get a basic grounding in charity law and a more detailed understanding of trustee responsibilities.

The Co-Mission Churches Trust

The Co-Mission Initiative Trust has a close working relationship with an independent charity, The Co-Mission Churches Trust (CMCT). Both charities have similar charitable objectives centred upon the advancement of the Christian faith through local church ministries in London and, currently, two of the Charity's trustees are also trustees of CMCT. Until September 2017, the Co-Mission network's staff and activities were housed within CMCT, but were then transferred to the Charity. With some shared history, shared objectives, some projects in common and some shared personnel, the trustees of both charities have agreed some mutual financial support and the CMCT trustees have agreed to allow the Charity to utilise its payroll, workplace pension scheme and group insurance schemes.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

08848067 (England and Wales)

THE CO-MISSION INITIATIVE TRUST

REPORT OF THE TRUSTEES
for the Year Ended 31 August 2018

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Charity number
1157383

Registered office
577 Kingston Road
London
SW20 8SA

Trustees
P D Cooper
P M Horrobin - resigned 31.10.18
J C Marland
C H Lee - appointed 1.11.18

Company Secretary
S Hatherall

Auditors
Hewitt Warin Ltd
Chartered Accountants and Statutory Auditors
Harlow Enterprise Hub
Edinburgh Way
Harlow
Essex
CM20 2NQ

Bankers
Barclays Bank PLC
Leicestershire
LE87 2BB

CAF Bank Limited
25 Kings Hill Avenue
Kings Hill
West Malling
Kent
ME19 4JQ

THE CO-MISSION INITIATIVE TRUST

REPORT OF THE TRUSTEES **for the Year Ended 31 August 2018**

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees (who are also the directors of The Co-Mission Initiative Trust for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

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 those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity 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 trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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.

In so far as the trustees are aware:

- there is no relevant audit information of which the charitable company's auditors are unaware; and
- the trustees have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

AUDITORS

The auditors, Hewitt Warin Ltd, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 6 February 2019 and signed on its behalf by:



J C Marland (Feb 10, 2019)

J C Marland - Trustee

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE CO-MISSION INITIATIVE TRUST

Opinion

We have audited the financial statements of The Co-Mission Initiative Trust (the 'charitable company') for the year ended 31 August 2018 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'.

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 August 2018 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and the Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditors responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the charitable company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report, other than the financial statements and our Report of the Independent Auditors thereon.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Opinion on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the Report of the Trustees.

REPORT OF THE INDEPENDENT AUDITORS TO THE MEMBERS OF THE CO-MISSION INITIATIVE TRUST

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:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of trustees' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully 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, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a Report of the Independent Auditors that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at www.frc.org.uk/auditorsresponsibilities. This description forms part of our Report of the Independent Auditors.

Use of our report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members those matters we are required to state to them in an auditors' 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 charitable company and the charitable company's members as a body, for our audit work, for this report, or for the opinions we have formed.

J Warin BSc FCA

J Warin BSc FCA (Feb 11, 2019)

Jeffrey Warin BSc FCA (Senior Statutory Auditor)
for and on behalf of Hewitt Warin Ltd
Chartered Accountants and Statutory Auditors
Harlow Enterprise Hub
Edinburgh Way
Harlow
Essex
CM20 2NQ

Date: Feb 11, 2019
Date:

THE CO-MISSION INITIATIVE TRUST

STATEMENT OF FINANCIAL ACTIVITIES
for the Year Ended 31 August 2018

	Notes	Unrestricted funds £	Restricted funds £	31.8.18 Total funds £	31.8.17 Total funds £
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	665,897	413,040	1,078,937	275,610
Charitable activities	3				
Events		185,911	-	185,911	3,718
Supported church plants		-	4,013	4,013	-
Other income		26,261	6	26,267	-
Total		878,069	417,059	1,295,128	279,328
EXPENDITURE ON					
Charitable activities	4				
Ministry costs		303,681	198,205	501,886	187,794
Events		225,428	-	225,428	-
Grants to churches and church planters		182,438	2,930	185,368	170,000
Supported church plants		-	35,852	35,852	-
Total		711,547	236,987	948,534	357,794
NET INCOME/(EXPENDITURE)		166,522	180,072	346,594	(78,466)
Transfers between funds	12	(13,353)	13,353	-	-
Net movement in funds		153,169	193,425	346,594	(78,466)
RECONCILIATION OF FUNDS					
Total funds brought forward		313,168	-	313,168	391,634
TOTAL FUNDS CARRIED FORWARD		466,337	193,425	659,762	313,168

The notes form part of these financial statements

THE CO-MISSION INITIATIVE TRUST

BALANCE SHEET

At 31 August 2018

	Notes	Unrestricted funds £	Restricted funds £	31.8.18 Total funds £	31.8.17 Total funds £
CURRENT ASSETS					
Debtors	10	13,362	6,864	20,226	2,050
Cash at bank		457,475	186,561	644,036	313,638
		<u>470,837</u>	<u>193,425</u>	<u>664,262</u>	<u>315,688</u>
CREDITORS					
Amounts falling due within one year	11	(4,500)	-	(4,500)	(2,520)
NET CURRENT ASSETS		<u>466,337</u>	<u>193,425</u>	<u>659,762</u>	<u>313,168</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>466,337</u>	<u>193,425</u>	<u>659,762</u>	<u>313,168</u>
NET ASSETS		<u>466,337</u>	<u>193,425</u>	<u>659,762</u>	<u>313,168</u>
FUNDS	12				
Unrestricted funds				466,337	313,168
Restricted funds				193,425	-
TOTAL FUNDS				<u>659,762</u>	<u>313,168</u>

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

The financial statements were approved by the Board of Trustees on 6 February 2019 and were signed on its behalf by:

C Lee
C Lee (Feb 9, 2019)

C H Lee -Trustee

JCM
JC Marland (Feb 10, 2019)

J C Marland -Trustee

The notes form part of these financial statements

THE CO-MISSION INITIATIVE TRUST

CASH FLOW STATEMENT
for the Year Ended 31 August 2018

	Notes	31.8.18 £	31.8.17 £
Cash flows from operating activities:			
Cash generated from operations	1	330,398	(80,183)
Net cash provided by (used in) operating activities		<u>330,398</u>	<u>(80,183)</u>
Change in cash and cash equivalents in the reporting period		330,398	(80,183)
Cash and cash equivalents at the beginning of the reporting period		<u>313,638</u>	<u>393,821</u>
Cash and cash equivalents at the end of the reporting period		<u>644,036</u>	<u>313,638</u>

The notes form part of these financial statements

THE CO-MISSION INITIATIVE TRUST

NOTES TO THE CASH FLOW STATEMENT
for the Year Ended 31 August 2018

1. RECONCILIATION OF NET INCOME/(EXPENDITURE) TO NET CASH FLOW FROM OPERATING ACTIVITIES		
	31.8.18	31.8.17
	£	£
Net income/(expenditure) for the reporting period (as per the statement of financial activities)	346,594	(78,466)
Adjustments for:		
Increase in debtors	(18,176)	(1,837)
Increase in creditors	1,980	120
Net cash provided by (used in) operating activities	<u>330,398</u>	<u>(80,183)</u>

THE CO-MISSION INITIATIVE TRUST

NOTES TO THE FINANCIAL STATEMENTS **for the Year Ended 31 August 2018**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements and assessment of going concern

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.

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

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.

Income from donations or grants is recognised when the charity has entitlement to the funds, any performance conditions attached to the donations or grants have been met, it is probable that the income will be received and the amount can be measured reliably.

Income from contracts in respect of services provided is recognised when, and to the extent that, performance occurs and is measured at the fair value of the consideration receivable.

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.

Charitable activities

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them.

Allocation and apportionment of costs

Support costs include all those overhead costs of office, utility services and other services and costs, which are in support of the activity. They have been allocated to activity cost categories on a basis consistent with the use of resources.

Taxation

The charity is exempt from corporation tax on its charitable activities.

Cash at bank

Cash at bank includes bank deposit accounts and short term highly liquid investments with short maturity of three months or less from the date of acquisition or opening of the deposit or similar account.

Debtors

Trade and other debtors are recognised at the settlement amount due. Prepayments are valued at the amount prepaid.

Creditors

Creditors are recognised when the charity has a present obligation resulting from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors are normally recognised at their settlement amount.

THE CO-MISSION INITIATIVE TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED **for the Year Ended 31 August 2018**

1. ACCOUNTING POLICIES - continued

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

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.

Financial instruments

The charity only has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction value and subsequently measured at their settlement value.

2. DONATIONS AND LEGACIES

	31.8.18	31.8.17
	£	£
Gift Aid donations	82,381	62,989
Non Gift Aid donations	572,054	195,552
Reclaimed Gift Aid	25,058	17,069
Grants	305,693	-
Co-Mission membership contributions	93,751	-
	<u>1,078,937</u>	<u>275,610</u>

Grants received, included in the above, are as follows:

	31.8.18	31.8.17
	£	£
Anonymous funders	<u>305,693</u>	<u>-</u>

3. INCOME FROM CHARITABLE ACTIVITIES

	Activity	31.8.18	31.8.17
		£	£
Events income	Events	185,911	-
Event costs recovered	Events	-	3,718
Events income	Supported church plants	4,013	-
		<u>189,924</u>	<u>3,718</u>

THE CO-MISSION INITIATIVE TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 August 2018

4. CHARITABLE ACTIVITIES COSTS

	Direct costs	Support costs (See note 5)	Totals
	£	£	£
Ministry costs	488,355	13,531	501,886
Events	225,428	-	225,428
Grants to churches and church planters	185,368	-	185,368
Supported church plants	28,313	7,539	35,852
	<u>927,464</u>	<u>21,070</u>	<u>948,534</u>

5. SUPPORT COSTS

	Finance	Information technology	Office costs	Governance costs	Totals
	£	£	£	£	£
Ministry costs	98	4,466	3,583	5,384	13,531
Supported church plants	-	28	7,039	472	7,539
	<u>98</u>	<u>4,494</u>	<u>10,622</u>	<u>5,856</u>	<u>21,070</u>

6. NET INCOME/(EXPENDITURE)

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

	31.8.18	31.8.17
	£	£
Auditors' remuneration	4,500	-
Independent examination	-	2,520
	<u></u>	<u></u>

7. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 August 2018 nor for the year ended 31 August 2017.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31 August 2018 nor for the year ended 31 August 2017.

Key management personnel

The charity consider its key management personnel to comprise the Trustees, Chief Executive Officer (Director of Co-Mission), Chief Operations Officer, Director of Charity Services, Director of Church Planting and Director of Church Strengthening. Total Key Personnel remuneration for the year was £130,168.

THE CO-MISSION INITIATIVE TRUST**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**
for the Year Ended 31 August 2018**8. STAFF COSTS**

	31.8.18	31.8.17
	£	£
Wages and salaries	294,400	-
Other pension costs	29,501	-
	<u>323,901</u>	<u>-</u>

The average monthly number of employees during the year was as follows:

31.8.18	31.8.17
-	-
<u>-</u>	<u>-</u>

The number of employees whose employee benefits (excluding employer pension costs) exceeded £60,000 was:

	31.8.18	31.8.17
£60,001 - £70,000	1	-
	<u>1</u>	<u>-</u>

The average monthly number of employees (including those seconded by other primary employers) during the year was 9.

9. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted funds £	Restricted funds £	Total funds £
INCOME AND ENDOWMENTS FROM			
Donations and legacies	275,610	-	275,610
Charitable activities			
Events	3,718	-	3,718
Total	<u>279,328</u>	<u>-</u>	<u>279,328</u>
EXPENDITURE ON			
Charitable activities			
Ministry costs	187,794	-	187,794
Grants to churches and church planters	170,000	-	170,000
Total	<u>357,794</u>	<u>-</u>	<u>357,794</u>
NET INCOME/(EXPENDITURE)	<u>(78,466)</u>	<u>-</u>	<u>(78,466)</u>
RECONCILIATION OF FUNDS			
Total funds brought forward	<u>391,634</u>	<u>-</u>	<u>391,634</u>
TOTAL FUNDS CARRIED FORWARD	<u>313,168</u>	<u>-</u>	<u>313,168</u>

THE CO-MISSION INITIATIVE TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the Year Ended 31 August 2018

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.18	31.8.17
	£	£
Trade debtors	5,355	-
Other debtors	14,871	1,748
Prepayments	-	302
	<u>20,226</u>	<u>2,050</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	31.8.18	31.8.17
	£	£
Accrued expenses	<u>4,500</u>	<u>2,520</u>

12. MOVEMENT IN FUNDS

	At 1.9.17 £	Net movement in funds £	Transfers between funds £	At 31.8.18 £
Unrestricted funds				
General fund	313,168	161,185	(13,353)	461,000
RC discretionary fund	-	5,337	-	5,337
	<u>313,168</u>	<u>166,522</u>	<u>(13,353)</u>	<u>466,337</u>
Restricted funds				
Supported church plants	-	61,138	13,353	74,491
External Support	-	625	-	625
Revive appeal	-	10,821	-	10,821
Co-Mission Resources Team	-	5,960	-	5,960
Resource team and lunchtime ministries	-	101,528	-	101,528
	<u>-</u>	<u>180,072</u>	<u>13,353</u>	<u>193,425</u>
TOTAL FUNDS	<u>313,168</u>	<u>346,594</u>	<u>-</u>	<u>659,762</u>

THE CO-MISSION INITIATIVE TRUST**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**
for the Year Ended 31 August 2018**12. MOVEMENT IN FUNDS - continued**

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

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	872,732	(711,547)	161,185
RC discretionary fund	5,337	-	5,337
	<u>878,069</u>	<u>(711,547)</u>	<u>166,522</u>
Restricted funds			
Supported church plants	96,990	(35,852)	61,138
External Support	3,555	(2,930)	625
Revive appeal	10,821	-	10,821
Co-Mission Resources Team	112,601	(106,641)	5,960
Asian ministries	17,000	(17,000)	-
Investment in training	54,564	(54,564)	-
Resource team and lunchtime ministries	121,528	(20,000)	101,528
	<u>417,059</u>	<u>(236,987)</u>	<u>180,072</u>
TOTAL FUNDS	<u><u>1,295,128</u></u>	<u><u>(948,534)</u></u>	<u><u>346,594</u></u>

Comparatives for movement in funds

	At 1.9.16 £	Net movement in funds £	At 31.8.17 £
Unrestricted Funds			
General fund	391,634	(78,466)	313,168
TOTAL FUNDS	<u><u>391,634</u></u>	<u><u>(78,466)</u></u>	<u><u>313,168</u></u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	279,328	(357,794)	(78,466)
TOTAL FUNDS	<u><u>279,328</u></u>	<u><u>(357,794)</u></u>	<u><u>(78,466)</u></u>

THE CO-MISSION INITIATIVE TRUST**NOTES TO THE FINANCIAL STATEMENTS - CONTINUED**
for the Year Ended 31 August 2018**12. MOVEMENT IN FUNDS - continued**

A current year 12 months and prior year 12 months combined position is as follows:

	At 1.9.16 £	Net movement in funds £	Transfers between funds £	At 31.8.18 £
Unrestricted funds				
General fund	391,634	82,719	(13,353)	461,000
RC discretionary fund	-	5,337	-	5,337
Restricted funds				
Supported church plants	-	61,138	13,353	74,491
External Support	-	625	-	625
Revive appeal	-	10,821	-	10,821
Co-Mission Resources Team	-	5,960	-	5,960
Resource team and lunchtime ministries	-	101,528	-	101,528
	-	180,072	13,353	193,425
TOTAL FUNDS	391,634	268,128	-	659,762

A current year 12 months and prior year 12 months combined net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Movement in funds £
Unrestricted funds			
General fund	1,152,060	(1,069,341)	82,719
RC discretionary fund	5,337	-	5,337
	1,157,397	(1,069,341)	88,056
Restricted funds			
Supported church plants	96,990	(35,852)	61,138
External Support	3,555	(2,930)	625
Revive appeal	10,821	-	10,821
Co-Mission Resources Team	112,601	(106,641)	5,960
Asian ministries	17,000	(17,000)	-
Investment in training	54,564	(54,564)	-
Resource team and lunchtime ministries	121,528	(20,000)	101,528
	417,059	(236,987)	180,072
TOTAL FUNDS	1,574,456	(1,306,328)	268,128

THE CO-MISSION INITIATIVE TRUST

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED **for the Year Ended 31 August 2018**

12. MOVEMENT IN FUNDS - continued

RC discretionary fund represents monies set aside by the trustees to be used at the discretion of the CEO.

Supported church plants represents monies held on behalf of a number of churches which are currently being supported by CMIT and have not yet formed their own charitable organisation.

External support represents monies held on behalf of other third parties.

Revive appeal represents monies given at the Revive event which are to go towards the support of a missionary worker.

During the year the charity received funding from a number of trusts who wish to remain anonymous. These funds were given towards the strengthening of the Co-Mission Resources Team, to develop Asian ministries and support church plants, to develop lunchtime ministries and for investment in training.

Transfers between funds

During the year there was a transfer from the general fund to the supported church plants fund of £13,353. This represents the balance of income and expenditure for events and various costs between the main CMIT charity funds and the individual churches.

13. RELATED PARTY DISCLOSURES

There were no related party transactions for the year ended 31 August 2018.