

Registered

COMPANY REGISTRATION NUMBER 05899708

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
31 DECEMBER 2011**

Charity Number 1117985

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COMPANIES HOUSE

**Harrisons
Chartered Accountants**

90224

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE
FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2011**

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**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE
TRUSTEES ANNUAL REPORT
YEAR ENDED 31 DECEMBER 2011**

The trustees, who are also directors for the purposes of company law, have pleasure in presenting their report and the financial statements of the charity for the year ended 31 December 2011

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity name	Citygate Church
Charity registration number	1117985
Company registration number	05899708
Registered and principal office	37 Palmerston Road Boscombe Bournemouth Dorset BH1 4HN

THE TRUSTEES

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

Mr J S Salway
Mr J G McClelland
Mr S M A Gollings
Mr S D Theunissen
Mr A C Lawrence
Mrs C M Kirkham
Mr C C Morse

Secretary	Mr J S Salway
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Auditor	Harrisons Chartered Accountants & Statutory Auditor 4 Brackley Close Bournemouth International Airport Christchurch Dorset BH23 6SE
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Bankers	Lloyds Bank Plc 84 Victoria Road Ferndown Dorset BH22 9JB Royal Bank of Scotland plc 49-51 Old Christchurch Road Bournemouth BH1 1EG
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CITYGATE CHURCH COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2011

Bankers *(continued)*

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

Solicitors

Lester Aldridge
Russell House
Oxford Road
Bournemouth
Dorset
BH8 8EX

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing document

Citygate Church is a charitable company, limited by guarantee, incorporated on 8 August 2006 and registered as a charity on 15 February 2007. The company's Memorandum of Association established the objects and powers of the charitable company. The company is governed by its Articles of Association.

Recruitment and appointment of trustees

Trustees are recruited and appointed where they are deemed to possess the experience and skills required to perform the role of a trustee.

Induction and training of trustees

All trustees are considered to be highly experienced and skilled individuals. Training is provided where considered necessary.

Organisational structure

The elders are responsible to God for the leadership of the church. They are fitted and appointed by God and are to tend the flock and be examples to those in their care. They will work to ensure that the vision of the church is fully implemented. Trusteeship carries legal responsibilities and duties.

The trustees (who are appointed by the elders) have a dual responsibility -

They are the people responsible in law under the charity's governing document for controlling management and administration of the charity.

They have a major responsibility to support the elders in their leadership of the church, which leadership is accountable to God for every aspect of the church life including the oversight of the work of the trustees.

Provided that all parties have clean hearts, pure minds and are motivated at the Spirit's prompting, there is absolutely no need (or even risk) of disharmony.

Related parties

The church is part of a movement of churches in the United Kingdom and across the world called New Frontiers. It is also part of SWEA (South Wessex Evangelical Alliance) and is involved with the Pregnancy Crisis centre in Bournemouth.

CITYGATE CHURCH COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2011

Risk management

The management of risk is the responsibility of the elders of the church who, together with the trustees, have examined the major strategic, business and operational risks which the church faces and confirm that systems have been established to ensure that exposure to such risks is minimised

OBJECTIVES AND ACTIVITIES

Objectives set out in the Articles of Association

The objectives are -

To advance the Christian religion, to proclaim and further the gospel of God the Father, the Son and the Holy Spirit and to preach and teach the Christian faith

To relieve sickness, poverty and distress and persons in need by virtue of age or social or economic circumstances, in particular but without prejudice to, the generality of the foregoing by the provision of accommodation or shelter

To advance the education whether of children or of adults

To further such other charitable purposes as the trustees from time to time in their absolute discretion determine

Activities

Sunday meetings – Citygate church meets on Sunday mornings across two services – 9 30am and 11 30am – for worship and preaching of the gospel message

Why courses - a series of seminars and discussion groups for Christians and non-Christians alike

Youth and Childrens work - midweek and Sunday activities for Children

Overseas Mission work -

India – Citygate church, under Guy Miller's Apostolic leadership, has oversight of all the Newfrontiers churches in India, bringing strategic church oversight through teaching and leadership training in order to advance the gospel in these regions This involves periodic visits to India as well as visits from church leaders in India to the UK for training and conferences

Iberian Peninsula – Citygate church, under Guy Miller's Apostolic leadership, has oversight of all the Newfrontiers churches in the Iberian Peninsula providing training and some financial support

Uganda - Citygate church has been a conduit of funds for Bridging the Gap This was a discrete part of the charity under which name much of the support for programmes in Uganda was made, including the setting up of a primary and secondary school as well as child sponsorship The Bridging the Gap project ceased to be run by Citygate church from February 2010 and has been administered by an independent charity under the name Life Bridging Works (Charity reference 1122649) under separate administration

CITYGATE CHURCH COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2011

Streetlife project – continuing outreach to the prostitutes in Boscombe, providing friendship, practical support and help in getting free from abuse and addiction

Cell Groups - church members are placed in local small groups to meet together during the week and to outreach within their localities. These groups are a means by which members grow in their faith, and have access to prayer and practical support towards that growth, including assistance with overcoming lifestyle issues

Leadership training - continuing programme of training up future church leaders

Together at Westpoint - A Bible training weekend event for all the Newfrontiers churches in the South West. The churches gather once a year in August and is an opportunity to be encouraged, envisioned and trained for the Christian mission. The event is ticketed to cover infrastructure and programme costs and is currently held at Westpoint Exhibition Arena, Exeter, Devon

Little Acorns – A weekly mums and toddlers group gathering over 30 adults and a further 30 children

ACHIEVEMENTS AND PERFORMANCE

The charity has performed the activities as detailed in the 'Activities' paragraph above in order to achieve the objectives set out in the Articles of Association

The trustees believe that the charity meets the public benefit requirements and have complied with the duty in section 4 of the Charities Act 2011

FINANCIAL REVIEW

The charity made an overall surplus for the year of £134,068 (2010 £158,939)

The Seed account designated fund has historically related to money raised for purchases of property and general repairs as deemed necessary by church members

The general fund is available for use at the discretion of the trustees in furtherance of the general objectives of the charity

It is the policy of the trustees to accumulate sufficient funds to ensure that the church is able to continue to operate and to meet its ongoing obligations. It is the trustees' intention that the Charity's level of reserves should be increased in the medium term as its level of membership and activities continue to grow. They consider that reserves equivalent to total fixed assets less long-term creditors plus 3 months' expenditure is appropriate

At the balance sheet date there were no free reserves. Whilst the trustees believe the resources are productively employed in the furtherance of the charity's objects it is their intention to utilise the buildings to assist in increasing the free reserves in ancillary activities

PLANS FOR FUTURE PERIODS

The church entered into a contract in mid 2007 for the provision to the church of a new auditorium as part of a mixed use complex to be developed by property developers and final designs were granted planning permission during 2009. The building is intended to be completed for opening in January 2013. The estimated cost to the church of fitting out the facility and all fees is expected to be in the region of £1.6m and plans have been made to ensure the raising of the necessary funds by loan finance, subscription and donations

CITYGATE CHURCH COMPANY LIMITED BY GUARANTEE

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2011

RESPONSIBILITIES OF THE TRUSTEES

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

Company law requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing these financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently,
- observe the methods and principles in the Charities SORP,
- make judgements and estimates that are reasonable and prudent,
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements,
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in operation

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

In so far as the trustees are aware

- there is no relevant audit information of which the charitable company's auditor is 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 auditor is aware of that information

AUDITOR

Harrisons are deemed to be re-appointed under section 487(2) of the Companies Act 2006

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE**

TRUSTEES ANNUAL REPORT *(continued)*

YEAR ENDED 31 DECEMBER 2011

SMALL COMPANY PROVISIONS

This report has been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006

Registered office
37 Palmerston Road
Boscombe
Bournemouth
Dorset
BH1 4HN

Signed by order of the trustees



MR J S SALWAY
Company Secretary

17 July 2012

CITYGATE CHURCH COMPANY LIMITED BY GUARANTEE

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CITYGATE CHURCH

YEAR ENDED 31 DECEMBER 2011

We have audited the financial statements of Citygate Church for the year ended 31 December 2011 on pages 9 to 19. The financial reporting framework that has been applied in their preparation is applicable law and the Financial Reporting Standard for Smaller Entities (effective April 2008) (United Kingdom Generally Accepted Accounting Practice applicable to Smaller Entities).

This report is made solely to the 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 company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As explained more fully in the Trustees Annual Report, 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.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of whether the accounting policies are appropriate to the charitable company's circumstances and have been consistently applied and adequately disclosed, the reasonableness of significant accounting estimates made by the trustees, and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the reports and financial statements to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements

- give a true and fair view of the state of the charitable company's affairs as at year ended 31 December 2011 and of its incoming resources and application of resources for the year then ended,
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006.

OPINION ON OTHER MATTER PRESCRIBED BY THE COMPANIES ACT 2006

In our opinion the information given in the Trustees Annual Report for the financial year for the which the financial statements are prepared is consistent with the financial statements.

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE**

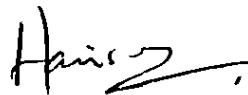
**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
CITYGATE CHURCH *(continued)***

YEAR ENDED 31 DECEMBER 2011

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 prepare the financial statements in accordance with the small companies regime and take advantage of the small companies exemption in preparing the Trustees Annual Report



MR M R G MAGRATH (Senior
Statutory Auditor)
For and on behalf of
HARRISONS
Chartered Accountants
& Statutory Auditor

4 Brackley Close
Bournemouth International Airport
Christchurch
Dorset
BH23 6SE

17 July 2012

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE**

**STATEMENT OF FINANCIAL ACTIVITIES (INCORPORATING THE
INCOME AND EXPENDITURE ACCOUNT)**

YEAR ENDED 31 DECEMBER 2011

	Note	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
INCOMING RESOURCES					
Incoming resources from generating funds					
Voluntary income	2	606,506	160,604	767,110	659,136
Activities for generating funds	3	684	103,577	104,261	81,868
Investment income	4	—	871	871	283
Other incoming resources	5	41,545	27,960	69,505	79,387
TOTAL INCOMING RESOURCES		<u>648,735</u>	<u>293,012</u>	<u>941,747</u>	<u>820,674</u>
RESOURCES EXPENDED					
Charitable activities	6/7	(519,541)	(278,510)	(798,051)	(653,051)
Governance costs	8	(9,628)	—	(9,628)	(8,684)
TOTAL RESOURCES EXPENDED		<u>(529,169)</u>	<u>(278,510)</u>	<u>(807,679)</u>	<u>(661,735)</u>
NET INCOMING RESOURCES FOR THE YEAR/NET INCOME FOR THE YEAR					
	9	119,566	14,502	134,068	158,939
RECONCILIATION OF FUNDS					
Total funds brought forward		<u>1,026,366</u>	<u>98,063</u>	<u>1,124,429</u>	<u>965,490</u>
TOTAL FUNDS CARRIED FORWARD		<u>1,145,932</u>	<u>112,565</u>	<u>1,258,497</u>	<u>1,124,429</u>

The Statement of Financial Activities includes all gains and losses in the year and therefore a statement of total recognised gains and losses has not been prepared

All of the above amounts relate to continuing activities

The notes on pages 11 to 19 form part of these financial statements.

CITYGATE CHURCH COMPANY LIMITED BY GUARANTEE

BALANCE SHEET

31 DECEMBER 2011

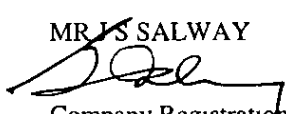
	Note	2011 £	2010 £
FIXED ASSETS			
Tangible assets	12	1,237,681	1,158,280
Investments	13	<u>131</u>	<u>—</u>
		1,237,812	1,158,280
CURRENT ASSETS			
Debtors	14	43,425	24,616
Cash at bank and in hand		<u>244,480</u>	<u>154,482</u>
		287,905	179,098
CREDITORS. Amounts falling due within one year	15	<u>(116,945)</u>	<u>(48,512)</u>
NET CURRENT ASSETS		170,960	130,586
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,408,772</u>	<u>1,288,866</u>
CREDITORS. Amounts falling due after more than one year	16	<u>(150,275)</u>	<u>(164,437)</u>
NET ASSETS		<u>1,258,497</u>	<u>1,124,429</u>
FUNDS			
Restricted income funds	18	112,565	98,063
Unrestricted income funds	19	<u>1,145,932</u>	<u>1,026,366</u>
TOTAL FUNDS		<u>1,258,497</u>	<u>1,124,429</u>

These financial statements have been prepared in accordance with the special provisions for small companies under Part 15 of the Companies Act 2006 and with the Financial Reporting Standard for Smaller Entities (effective April 2008)

These financial statements were approved by the members of the committee on the 17 July 2012 and are signed on their behalf by

MR J S SALWAY

MR S D THEUNISSEN

 Company Registration Number 05899708



The notes on pages 11 to 19 form part of these financial statements.

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2011**

1. ACCOUNTING POLICIES

Basis of accounting

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

Consolidation

In the opinion of the members of the committee, the company and its subsidiary undertakings comprise a small group. The company has therefore taken advantage of the exemption provided by Section 398 of the Companies Act 2006 not to prepare group accounts.

Investments

Investments are stated at historical cost less provision for any diminution in value.

Fund accounting

The general unrestricted fund is available for use at the discretion of the trustees in furtherance of the general objectives of the charity.

The designated fund, the Seed account, represents unrestricted funds earmarked by the trustees for the purpose of purchasing, improving and maintaining freehold and leasehold property.

The restricted funds are subjected to restrictions on their expenditure imposed by the donor or through the terms of an appeal.

Fixed assets

All fixed assets are initially recorded at cost.

All assets costing more than £400 are capitalised.

Depreciation

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:

Motor vehicles -	25% reducing balance
Other plant and machinery -	25% reducing balance

Depreciation is not provided on buildings. It is the charity's policy to maintain its property in an adequate state of repair and, accordingly, the trustees consider that the life of the property is so long and its residual value is at such a level that depreciation is immaterial.

Leasehold property is to be amortised over the lease term and is subject to a 999 year lease. Amortisation is considered immaterial.

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2011**

1. ACCOUNTING POLICIES *(continued)*

Finance lease agreements

Where the company enters into a lease which entails taking substantially all the risks and rewards of ownership of an asset, the lease is treated as a finance lease. The asset is recorded in the balance sheet as a tangible fixed asset and is depreciated in accordance with the above depreciation policies. Future instalments under such leases, net of finance charges, are included within creditors. Rentals payable are apportioned between the finance element, which is charged to the statement of financial activities on a straight line basis, and the capital element which reduces the outstanding obligation for future instalments.

Pension costs

The charity operates a defined contribution pension scheme for employees. The assets of the scheme are held separately from those of the charity. The annual contributions payable are charged to the statement of financial activities.

Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. Specific policies are applied to particular categories of income.

Voluntary income is received by way of grants and donations and is included in full in the statement of financial activities when receivable. Grants, where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant.

Investment income, being interest, is included when receivable.

Incoming resources from grants, where related to performance and specific deliverables, are accounted for as the charity earns the right to consideration by its performance.

Resources expended

Expenditure is recognised on an accruals basis as a liability is incurred. Expenditure is reported as part of the expenditure to which it relates.

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.

Governance costs include those costs associated with meeting the constitutional and statutory requirements of the charity and include the accountancy fees and costs linked to the strategic management of the charity.

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE**

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

2. VOLUNTARY INCOME

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Donations				
General gifts	38,053	–	38,053	47,781
Specific gifts	214,184	148,212	362,396	236,490
Offerings from church members	249,527	12,150	261,677	272,675
Gift aid recovered	104,742	242	104,984	102,190
	<u>606,506</u>	<u>160,604</u>	<u>767,110</u>	<u>659,136</u>

3. INCOMING RESOURCES FROM ACTIVITIES FOR GENERATING FUNDS

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Fundraising events	<u>684</u>	<u>103,577</u>	<u>104,261</u>	<u>81,868</u>

4. INVESTMENT INCOME

	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Bank interest receivable	<u>871</u>	<u>871</u>	<u>283</u>

5. OTHER INCOMING RESOURCES

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Sundry income	–	–	–	3
Recovered expenditure	14,616	27,960	42,576	40,540
Rental income	<u>26,929</u>	<u>–</u>	<u>26,929</u>	<u>38,844</u>
	<u>41,545</u>	<u>27,960</u>	<u>69,505</u>	<u>79,387</u>

6. COSTS OF CHARITABLE ACTIVITIES BY FUND TYPE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Advancement of the Christian religion	317,561	269,306	586,867	468,588
Support costs	<u>201,980</u>	<u>9,204</u>	<u>211,184</u>	<u>184,463</u>
	<u>519,541</u>	<u>278,510</u>	<u>798,051</u>	<u>653,051</u>

CITYGATE CHURCH COMPANY LIMITED BY GUARANTEE

NOTES TO THE FINANCIAL STATEMENTS

YEAR ENDED 31 DECEMBER 2011

7. COSTS OF CHARITABLE ACTIVITIES BY ACTIVITY TYPE

	Activities undertaken directly	Support costs	Total Funds 2011	Total Funds 2010
	£	£	£	£
Advancement of the Christian religion	<u>586,867</u>	<u>211,184</u>	<u>798,051</u>	<u>653,051</u>

8. GOVERNANCE COSTS

	Unrestricted Funds	Total Funds 2011	Total Funds 2010
	£	£	£
Audit fees	4,320	4,320	4,197
Bad debts written off	200	200	—
Interest payable	<u>5,108</u>	<u>5,108</u>	<u>4,487</u>
	<u>9,628</u>	<u>9,628</u>	<u>8,684</u>

9. NET INCOMING RESOURCES FOR THE YEAR

This is stated after charging

	2011	2010
	£	£
Staff pension contributions	5,089	4,913
Depreciation	11,969	12,997
Auditors' fees	4,320	4,197
Deficit on disposal of fixed assets	<u>744</u>	<u>218</u>

10. STAFF COSTS AND EMOLUMENTS

Total staff costs were as follows:

	2011	2010
	£	£
Wages and salaries	285,554	252,273
Social security costs	25,801	22,582
Pension costs	<u>5,089</u>	<u>4,913</u>
	<u>316,444</u>	<u>279,768</u>

Particulars of employees:

The average number of employees during the year, calculated on the basis of full-time equivalents, was as follows

	2011	2010
	No	No
Average number of employees	<u>17</u>	<u>16</u>

No employee received remuneration of more than £60,000 during the year (2010 - Nil)

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2011**

11. TRUSTEES' REMUNERATION

The Memorandum of Association authorises the payment of remuneration to trustees for services other than acting as a trustee. The following paragraphs outline the payments so made.

Mr A C Lawrence is a trustee of the charity. During the year, Mr A C Lawrence received a salary of £33,412 (2010 £31,876) and pension contributions of £3,341 (2010 £3,218) were made on his behalf.

Mr S D Theunissen is a trustee of the charity. During the year, Mr S D Theunissen received a salary of £21,805 (2010 £22,170).

No other trustees received any remuneration during the current or previous year.

No trustee or other person related to the charity had any personal interest in any contract or transaction entered into by the charity during the current or previous year, other than as disclosed in note 21.

No expenses were reimbursed to any trustee during the current or previous year, other than as disclosed in note 21.

12. TANGIBLE FIXED ASSETS

	Land and buildings £	Other plant & machinery etc. £	Total £
COST			
At 1 January 2011	1,119,312	138,409	1,257,721
Additions	82,510	10,754	93,264
Disposals	—	(3,693)	(3,693)
At 31 December 2011	<u>1,201,822</u>	<u>145,470</u>	<u>1,347,292</u>
DEPRECIATION			
At 1 January 2011	—	99,441	99,441
Charge for the year	—	11,969	11,969
On disposals	—	(1,799)	(1,799)
At 31 December 2011	<u>—</u>	<u>109,611</u>	<u>109,611</u>
NET BOOK VALUE			
At 31 December 2011	<u>1,201,822</u>	<u>35,859</u>	<u>1,237,681</u>
At 31 December 2010	<u>1,119,312</u>	<u>38,968</u>	<u>1,158,280</u>

Land and buildings represent the following -

- a) St Swithuns Centre and 37 Palmerston Road, freehold property at a cost of £834,449 (insurance value in excess of £5 million)
- b) Professional costs incurred in respect of an auditorium planned on long leasehold property totalling £367,373

**CITYGATE CHURCH
COMPANY LIMITED BY GUARANTEE**
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31 DECEMBER 2011

12 TANGIBLE FIXED ASSETS *(continued)*

Finance lease agreements

Included within the net book value of £1,237,681 is £853 (2010 - £1,347) relating to assets held under finance lease agreements. The depreciation charged to the accounts in the year in respect of such assets amounted to £285 (2010 - £449)

13 INVESTMENTS

Movement in value

	2011 £	2010 £
Acquisitions at cost	<u>131</u>	-
Cost at 31 December 2011	<u>131</u>	-
Historical cost at 31 December 2011	<u>131</u>	-

Analysis of investments at 31 December 2011 between funds

	Unrestricted Funds £	Restricted Funds £	Total Funds 2011 £	Total Funds 2010 £
Other investments				
Investment in subsidiary	<u>131</u>	<u>-</u>	<u>131</u>	<u>-</u>

The charity owns 100% of the issued share capital of Citygate Events Ltd. Citygate Events Ltd has not yet begun to trade.

14 DEBTORS

	2011 £	2010 £
Income tax recoverable	6,627	19,877
Other debtors	2,277	1,413
Prepayments	<u>34,521</u>	<u>3,326</u>
	<u>43,425</u>	<u>24,616</u>

15. CREDITORS: Amounts falling due within one year

	2011 £	2010 £
Bank loans and overdrafts	12,249	-
Trade creditors	48,312	12,846
PAYE and social security	7,334	6,737
Other creditors	<u>49,050</u>	<u>28,929</u>
	<u>116,945</u>	<u>48,512</u>

**CITYGATE CHURCH
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YEAR ENDED 31 DECEMBER 2011

15. CREDITORS: Amounts falling due within one year *(continued)*

The following liabilities disclosed under creditors falling due within one year are secured by the company

	2011 £	2010 £
Bank loans and overdrafts	<u>12,249</u>	<u>-</u>

16. CREDITORS: Amounts falling due after more than one year

	2011 £	2010 £
Bank loans and overdrafts	148,472	163,500
Other creditors	<u>1,803</u>	<u>937</u>
	<u>150,275</u>	<u>164,437</u>

The following liabilities disclosed under creditors falling due after more than one year are secured by the company

	2011 £	2010 £
Bank loans and overdrafts	<u>148,472</u>	<u>163,500</u>

Included in long term bank loans and overdrafts is a bank loan secured against 37 Palmerston Road and the St Swithuns Centre with a fixed charge

Included within creditors falling due after more than one year is an amount of £96,402 (2010 - £163,500) in respect of liabilities which fall due for payment after more than five years from the balance sheet date

17. COMMITMENTS UNDER FINANCE LEASES AGREEMENTS

Future commitments under finance leases agreements are as follows

	2011 £	2010 £
Amounts payable within 1 year	936	489
Amounts payable between 2 to 5 years	<u>1,803</u>	<u>937</u>
	<u>2,739</u>	<u>1,426</u>

18. RESTRICTED INCOME FUNDS

	Balance at 1 Jan 2011 £	Incoming resources £	Outgoing resources £	Balance at 31 Dec 2011 £
Restricted Funds	<u>98,063</u>	<u>293,012</u>	<u>(278,510)</u>	<u>112,565</u>

**CITYGATE CHURCH
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18 RESTRICTED INCOME FUNDS *(continued)*

Restricted Funds are made up of the following -

The Meet Jesus fund A restricted fund for the purpose of holding large scale events

The Mission fund A restricted fund for the purpose of financing work for which the donations have been made

The Regional fund A restricted fund for the purpose of supporting the Newfrontiers churches in the South West

The Portugal fund A restricted fund for the purpose of providing training and financial support to the Newfrontiers Church in Penafial, Portugal

The Little Acorns fund A restricted fund for the purpose of running the Citygate playgroup

The Together at Westpoint fund A restricted fund for the purpose of holding the Together at Westpoint events each year

The India fund A restricted fund for the purpose of overseeing and training 15 churches in the North of India

The Leadership Training A restricted fund for the purpose of training future church leaders

The Fountain Primary fund A restricted fund for the purpose of supporting the Christian school set up in Uganda

The Child Sponsorship fund A restricted fund for the purpose of setting up a primary and secondary school in Uganda as well as child sponsorship

19 UNRESTRICTED INCOME FUNDS

	Balance at 1 Jan 2011	Incoming resources	Outgoing resources	Balance at 31 Dec 2011
	£	£	£	£
Seed Account	961,089	133,819	(17,836)	1,077,072
General Funds	65,277	514,916	(511,333)	68,860
	<u>1,026,366</u>	<u>648,735</u>	<u>(529,169)</u>	<u>1,145,932</u>

The Seed Account designated fund has historically related to money raised for purchases of property and general repairs as deemed necessary by church members

**CITYGATE CHURCH
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20. ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets £	Investments £	Net current assets £
Restricted Income Funds:			
Restricted Funds	3,564	–	109,001
Unrestricted Income Funds:			
Designated Funds	1,201,823	–	23,721
General Funds	32,293	131	38,239
	<u>1,234,116</u>	<u>131</u>	<u>61,960</u>
Total Funds	<u>1,237,680</u>	<u>131</u>	<u>170,961</u>
		Long term liabilities £	Total £
Restricted Income Funds:			
Restricted Funds		–	112,565
Unrestricted Income Funds:			
Designated Funds		(148,472)	1,077,072
General Funds		(1,803)	68,860
		<u>(150,275)</u>	<u>1,145,932</u>
Total Funds		<u>(150,275)</u>	<u>1,258,497</u>

21. RELATED PARTY TRANSACTIONS

Mr S M A Gollings is a trustee of the charity. During the year, Mr Gollings was reimbursed £1,181 (2010 £585) in respect of expenses incurred on behalf of the charity.

Mr A C Lawrence is a trustee of the charity. During the year, Mr Lawrence was reimbursed £5,484 (2010 £3,323) in respect of expenses incurred on behalf of the charity.

Mr S D Theunissen is a trustee of the charity. During the year, Mr Theunissen was reimbursed £481 (2010 £237) in respect of expenses incurred on behalf of the charity.

Mr J G McClelland is a trustee of the charity. During the year, Mr McClelland was reimbursed £218 (2010 £Nil) in respect of expenses incurred on behalf of the charity.

During the year the charity incurred £1,576 (2010 £1,276) in respect of Trustees Indemnity Insurance.

The charity owns 100% of the issued share capital of Citygate Events Ltd, a company incorporated on 9 August 2011. Mr S D Theunissen is the director of this company.

22. COMPANY LIMITED BY GUARANTEE

The company is limited by guarantee and therefore has no share capital.