
THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

Company Reg. 08097607

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

UNAUDITED
DIRECTORS' REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018



THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

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THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

REFERENCE AND ADMINISTRATIVE DETAILS OF THE CHURCH, ITS DIRECTORS AND ADVISERS FOR THE YEAR ENDED 31 DECEMBER 2018

General Overseer

Pastor E A Adeboye

Directors

Mr Kehinde Oladuji

Mrs Yetunde Oluremi Adepegba

Minister in Charge

Pastor Kola Bamigbade

Company registration number

08097607

Bankers

HSBC Bank Plc

London

SE5 8RP

Lloyds Bank Plc

London

SE5 7AB

Nationwide Building Society

London

SW9 7DJ

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

DIRECTORS' REPORT FOR THE YEAR ENDED 31 DECEMBER 2018

The Directors present their annual report together with the financial statements for the Redeemed Christian Church of God (Inspiration House) for the year ended 31 December 2018. The Directors confirm that the annual report and financial statements of the company have been prepared in accordance with the accounting policies set out in Note 1 to the accounts, and comply with the charity's trust deed, the Charities Act 2011 and Accounting and Reporting by Charities. Statement of the Recommend Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014.

OBJECTIVES AND ACTIVITIES

a. POLICIES AND OBJECTIVES

To seek the advancement of the Christian religion in accordance with the teachings of the Redeemed Christian Church of God and to educate people in the Word of God. To teach the knowledge of Jesus Christ all over our area of operation and beyond

In addition, to help in the relief of poverty in all parts of the world; directly to our immediate members, their families, members of the local, national and international community as the occasion would demand; in cash and in kind

b. STRATEGIES FOR ACHIEVING OBJECTIVES

The Church has adopted the following strategies for achieving the above objectives;

- organisation of seminars in the Church with proven speakers and Ministers of the faith to guide members in the various aspects of the Christian faith
- support for other charities and Christian events
- Sunday service
- setting up a Prison Ministry team to look after discharges prisoners, with the objective of integrating them back into society
- food bank project in collaboration with other groups

c. ACTIVITIES FOR ACHIEVING OBJECTIVES

The Church in pursuit of its objectives organised programmes and events which were open to all throughout the period under review. Christian worship services were conducted on a regular basis. These were in addition to various teaching sessions for all and sundry, as well as training sessions for our volunteers

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

d. PUBLIC BENEFIT STATEMENT

The Directors confirm that they have met their duties in strict compliance with the provisions of section 4 and 17 of the Charities Act 2011, and have had due regard to the Charity Commission's supplementary public guidance provisions on the advancement of religion for the public benefit.

e. VOLUNTEERS

The Church is grateful for the unstinting efforts of its volunteers who are involved in service provision, office work and administration. It is estimated that over 12,500 volunteer hours were provided during 2018. If this is valued at £8.50 per hour, the volunteer efforts amounts to over £106,250.

ACHIEVEMENT AND PERFORMANCE

a. REVIEW OF ACTIVITIES

The Church is open to the public for all the services and all events we organise are open to the public. All our events are free. Flyers are printed and handed out to members of the public to create awareness. Social media is also used to raise awareness.

We engage in various community events during the year such as;

- Evangelism which establishes the Churches presence in the community and impacts lives in a positive way
- Lunch on Jesus – an initiative (particularly at Christmas) to provide food hampers and gifts to less privileged families
- Holiday Bible Club – a five day interactive and information Bible study club for young children
- Meraki – a worship and teaching seminar for young adults in the community, open to both members and non-members

b. INVESTMENT POLICY AND PERFORMANCE

The Trustees have decided that at present, funds should be retained in the bank. Any changes to the current banking arrangements will be agreed by the Board. As far as possible, funds will be retained in interest bearing accounts

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

FINANCIAL REVIEW

a. FINANCIAL REVIEW

The current financial position of the Church is good and the long term appears stable.

The Directors are continuously looking at areas of possible cost reduction where they could save money without negatively affecting the quality of service provided to the members and general public. The Directors are also striving for increased membership.

b. RESERVES POLICY

The Directors of the Charity have a prudent reserve policy, conscious of the fact that the Charity is not self-financing and aware that reserve must be set aside in case of funding challenges. The Directors have adopted a policy to set aside £1000 every month until further notice; which might be used for any purpose when needed; and will be subject to further review, in light of the continuing growth in the Charity's operation.

The Church's free reserve at the end of the year is £332,366 (2017 - £242,016)

c. PRINCIPAL FUNDING

This is provided mainly through voluntary tithes and offerings by the Church members and through Gift Aid scheme. Pledges are also taken for specific projects.

STRUCTURE, GOVERNANCE AND MANAGEMENT

a. CONSTITUTION

The Church is constituted under a Trust deed dated 15th October 2000 and is a registered company with company registration number 08097607

b. METHOD OF APPOINTMENT OR ELECTION OF DIRECTORS

The management of the Church is the responsibility of the Directors who are elected and co-opted under the terms of the Trust deed

c. POLICIES ADOPTED FOR THE INDUCTION AND TRAINING OF DIRECTORS

The induction process for any newly appointed Directors comprises an initial meeting with the Chair and other Directors, followed by a series of short meetings with the Minister in Charge on the powers and responsibilities of the Directors

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

d. ORGANISATIONAL STRUCTURE AND DECISION MAKING

The Church (The Charity) is organised so that the Directors meet regularly and at times, on an ad-hoc basis, to manage its affairs. The day-to-day activities are managed by the Minister-In-Charge who is also the Chief Executive Officer of the Charity

e. CONNECTED CHARITIES

The Church is a member of the Redeemed Christian Church of God (RCCG) which has parishes all over the world. The parish's relationship with RCCG and other parishes is governed by an 'Agreement for Common Purposes'

f. RISK MANAGEMENT

The Directors have assessed the major risks to which the Church is exposed, in particular those related to the operations and finances of the Church, and are satisfied that systems and procedures are in place to mitigate our exposure to the major risks

PLANS FOR FUTURE PERIODS

FUTURE DEVELOPMENTS

The Church continues to explore various ways of spreading the gospel of Christ in an effective manner. The charity is also looking to grow in membership and continue to develop its members to make life-changing impact in society.

The Church plans to raise £750,000 towards the purchase of a Church building. Members are encouraged to donate towards the Church building

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

DIRECTORS' REPORT (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

DIRECTORS' RESPONSIBILITIES STATEMENT

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

The law applicable to Charities in England & Wales requires the Directors to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Church and of the incoming resources and application of resources of the Church for that period. In preparing these financial statements, the Directors are required to;

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

The Directors are responsible for keeping proper accounting records that are sufficient to show and explain the Church's transactions and disclose with reasonable accuracy at any time the financial position of the Church and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the Church and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Directors, on 25th September 2019 and signed on their behalf by:



Tope Awobajo
Secretary

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2018

		Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	As restated Total funds 2017 £
	Note				
INCOME FROM:					
Donations and legacies	2	30,798	485,294	516,092	480,567
Investments	3	-	635	635	604
TOTAL INCOME		<u>30,798</u>	<u>485,929</u>	<u>516,727</u>	<u>481,171</u>
EXPENDITURE ON:					
Other charitable activities		871	412,112	412,983	369,097
TOTAL EXPENDITURE	7	<u>871</u>	<u>412,112</u>	<u>412,983</u>	<u>369,097</u>
NET INCOME BEFORE OTHER RECOGNISED GAINS AND LOSSES		29,927	73,817	103,744	112,074
NET MOVEMENT IN FUNDS		29,927	73,817	103,744	112,074
RECONCILIATION OF FUNDS:					
Total funds brought forward		464,536	342,148	806,684	621,312
Prior year adjustment (Note 15)		-	-	-	73,298
TOTAL FUNDS CARRIED FORWARD		<u><u>494,463</u></u>	<u><u>415,965</u></u>	<u><u>910,428</u></u>	<u><u>806,684</u></u>

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

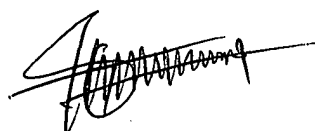
BALANCE SHEET AS AT 31 DECEMBER 2018

	Note	£	2018 £	As restated 2017 £
FIXED ASSETS				
Tangible assets	11		83,599	100,132
CURRENT ASSETS				
Debtors	12	49,838		17,472
Cash at bank and in hand		825,751		717,905
		<u>875,589</u>		<u>735,377</u>
CREDITORS: amounts falling due within one year	13	<u>(46,600)</u>		<u>(18,027)</u>
NET CURRENT ASSETS			<u>828,989</u>	<u>717,350</u>
TOTAL ASSETS LESS CURRENT LIABILITIES			<u>912,588</u>	<u>817,482</u>
CREDITORS: amounts falling due after more than one year	14		<u>(2,160)</u>	<u>(10,798)</u>
NET ASSETS			<u>910,428</u>	<u>806,684</u>
CHARITY FUNDS				
Restricted funds	16		494,463	464,536
Unrestricted funds	16		415,965	342,148
TOTAL FUNDS			<u>910,428</u>	<u>806,684</u>

The members have not required the company to obtain an audit in accordance with section 476 of the companies act

- The directors acknowledge their responsibilities for complying with the requirement of the companies Act 2006 with respect to accounting records and the preparation of accounts
- The accounts have been prepared in accordance with the provisions in part 15 of the companies Act 2006 applicable to companies subject to the small companies' regime.
- For the year ending 31st December 2018 the company was entitle to exemption from audit under section 480 of companies Act 2006.

Approved by the board of directors on 25th September2019 and signed on their behalf by:



Tope Awobajo
Secretary

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 £	As restated 2017 £
Cash flows from operating activities			
Net cash provided by operating activities	18	110,640	149,657
Cash flows from investing activities:			
Proceeds from the sale of tangible fixed assets		(634)	(18,500)
Purchase of tangible fixed assets		(2,160)	(52,245)
Net cash used in investing activities		(2,794)	(70,745)
Change in cash and cash equivalents in the year		107,846	78,912
Cash and cash equivalents brought forward		717,905	638,993
Cash and cash equivalents carried forward	19	825,751	717,905

The notes on pages 12 to 24 form part of these financial statements

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES

1.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared to give a 'true and fair' view and have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a 'true and fair' view. This departure has involved following the Charities SORP (FRS 102) published on 16 July 2014 rather than the Accounting and Reporting by Charities: Statement of Recommended Practice effective from 1 April 2005 which has since been withdrawn.

The financial statements have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant notes to these accounts. The financial statements have been prepared in accordance with the Statement of Recommended Practice: Accounting and Reporting by Charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS102) issued on 16 July 2014 and Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and Charities Act 2011.

The Redeemed Christian Church of God (Inspiration House) constitutes a public benefit entity as defined by FRS 102.

1.2 INCOME

All income is recognised once the Church has entitlement to the income, it is probable that the income will be received and the amount of income receivable can be measured reliably.

Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

Income tax recoverable in relation to investment income is recognised at the time the investment income is receivable.

1.3 EXPENDITURE

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, 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 classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Support costs are those costs incurred directly in support of expenditure on the objects of the Church and include project management carried out at Headquarters. Governance costs include the costs of governance arrangements which relate to the general running of the charity. These activities provide the governance infrastructure which allows the Charity to operate and to generate the information required for public accountability. They include the strategic planning processes that contribute to future development of the Charity.

Charitable activities and Governance costs are costs incurred on the Church's operations, including support costs and costs relating to the governance of the Church apportioned to charitable activities.

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (continued)

1.4 TANGIBLE FIXED ASSETS AND DEPRECIATION

All assets costing more than £500 are capitalised.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying value of any fixed asset may not be recoverable. Shortfalls between the carrying value of fixed assets and their recoverable amounts are recognised as impairments. Impairment losses are recognised in the Statement of financial activities.

Tangible fixed assets are carried at cost, net of depreciation and any provision for impairment. Depreciation is provided at rates calculated to write off the cost of fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Motor vehicles	-	25% reducing balance
Church and office equipment	-	25% straight line

1.5 INTEREST RECEIVABLE

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the Church; this is normally upon notification of the interest paid or payable by the Bank.

1.6 LEASING AND HIRE PURCHASE

Assets obtained under hire purchase contracts and finance leases are capitalised as tangible fixed assets. Assets acquired by finance lease are depreciated over the shorter of the lease term and their useful lives. Assets acquired by hire purchase are depreciated over their useful lives. Finance leases are those where substantially all of the benefits and risks of ownership are assumed by the Church. Obligations under such agreements are included in creditors net of the finance charge allocated to future periods. The finance element of the rental payment is charged to the Statement of financial activities so as to produce a constant periodic rate of charge on the net obligation outstanding in each period.

1.7 DEBTORS

Trade and other debtors are recognised at the settlement amount after any trade discount offered. Prepayments are valued at the amount prepaid net of any trade discounts due.

1.8 CASH AT BANK AND IN HAND

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

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

1. ACCOUNTING POLICIES (continued)

1.9 LIABILITIES AND PROVISIONS

Liabilities are recognised when there is an obligation at the Balance sheet date as a result of a past event, it is probable that a transfer of economic benefit will be required in settlement, and the amount of the settlement can be estimated reliably. Liabilities are recognised at the amount that the Church anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation. Where the effect of the time value of money is material, the provision is based on the present value of those amounts, discounted at the pre-tax discount rate that reflects the risks specific to the liability. The unwinding of the discount is recognised within interest payable and similar charges.

1.10 FINANCIAL INSTRUMENTS

The Church 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 with the exception of bank loans which are subsequently measured at amortised cost using the effective interest method.

1.11 PENSIONS

The Church operates a defined contribution pension scheme and the pension charge represents the amounts payable by the Church to the fund in respect of the year.

The Church contributes to personal pension plans.

1.12 FUND ACCOUNTING

General funds are unrestricted funds which are available for use at the discretion of the Directors in furtherance of the general objectives of the Church and which have not been designated for other purposes.

Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the Church for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

2. INCOME FROM DONATIONS AND LEGACIES

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	As restated Total funds 2017 £
Collections and donations	30,798	485,294	516,092	480,567
Total 2017	-	480,567	480,567	

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

CHURCH COLLECTIONS AND OTHER DONATIONS

	2018	2017
	£	£
Tithes	-	-
Collections at all services	390,520	491,942
Welfare	1,442	2,382
Gift Aid & Income Tax Refund	124,130	56,243
	<u>516,092</u>	<u>480,567</u>

3. INVESTMENT INCOME

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £	Total funds 2017 £
Bank interest	<u>-</u>	<u>635</u>	<u>635</u>	<u>604</u>
<i>Total</i> 2017	<u>-</u>	<u>604</u>	<u>604</u>	

4. MISSIONARY AND CHARITABLE DONATIONS

Territory	Donations description	2018 £	2017 £
1. United Kingdom	Advancement of Christian faith	85,679	79,294
2. Rest of the world	Advancement of Christian faith	<u>2,500</u>	<u>7,750</u>
	-	<u>88,179</u>	<u>87,044</u>

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

5. DIRECT COSTS

	Basis of Allocation	Advancement of Christian faith £	Total 2018 £	Total 2017 £
Honorarium	Actual	10,300	10,300	10,400
Welfare	Actual	871	871	3,224
Ministers' Conference	Actual	-	-	1,570
Refreshment	Actual	6,446	6,446	7,977
Printing, postage & stationery	Actual	3,209	3,209	7,426
Premises costs	Actual	119,920	119,920	81,677
Communication costs	Actual	1,954	1,954	3,794
Travel & accommodation	Actual	15,257	15,257	5,474
Wages & salaries	Actual	72,586	72,586	52,244
National Insurance	Actual	4,478	4,478	11,723
		<u>235,021</u>	<u>235,021</u>	<u>185,509</u>
<i>Total 2017</i>		<u>185,509</u>	<u>185,509</u>	

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

6. SUPPORT COSTS

					<i>As restated</i>
	Basis of Allocation	Governance Cost £	Advancement of Christian faith £	Total 2018 £	Total 2017 £
Premises costs	Actual	-	13,324	13,324	9,075
Independent Examiner's fee	Actual	5,580	-	5,580	-
Events	Actual	-	-	-	3,354
Accountancy	Actual	-	-	-	2,250
Repairs and equipment	Actual	-	3,902	3,902	19,439
Communication costs	Actual	-	651	651	1,265
Insurance	Actual	-	1,140	1,140	1,203
General expenses	Actual	-	2,337	2,337	6,108
Travelling expenses	Actual	-	3,099	3,099	4,525
Musicians	Actual	-	612	612	3,657
Profit on disposal of motor car	Actual	-	-	-	(18,500)
Professional fees	Actual	-	14,316	14,316	-
Bank charges	Actual	-	579	579	490
Mortgage interest	Actual	-	1,335	1,335	1,001
Gifts and donations	Actual	-	503	503	9,765
Wages and salaries	Actual	-	20,112	20,112	20,408
Pension cost	Actual	-	3,600	3,600	3,600
Depreciation	Actual	-	18,693	18,693	28,904
		5,580	84,203	89,783	96,544
<i>Total 2017</i>		2,250	94,294	96,544	

7. ANALYSIS OF EXPENDITURE BY TYPE

					<i>As restated</i>
	Staff Costs 2018 £	Depreciation 2018 £	Other Costs 2018 £	Total 2018 £	Total 2017 £
Direct costs	-	-	88,179	88,179	87,044
Advancement of Christian faith	100,776	18,693	199,755	319,224	298,303
Charitable activities	100,776	18,693	287,934	407,403	385,347
Expenditure on governance	-	-	5,580	5,580	2,250
	100,766	18,693	293,514	412,983	387,597
<i>Total 2017</i>	87,975	28,904	270,718	387,597	

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

8. NET INCOME (EXPENDITURE)

This is stated after charging;

	2018	2017
	£	£
Depreciation of tangible fixed assets: owned by the Charity	18,693	28,904
Accountant's fee	-	2,250
Independent examiner's fee	5,580	-
	<u>24,273</u>	<u>31,154</u>

During the year, no Directors received any remuneration

During the year, no Directors received any benefits in kind

During the year, no Directors received any reimbursement of expenses

9. INDEPENDENT EXAMINERS' FEES

The Independent Examiner's remuneration amounts to an Independent Examination fee of £1,080 and Other Services of £4,500

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

10. STAFF COSTS

Staff costs were as follows:

	2018	2017
	£	£
Wages and salaries	92,698	72,652
Social security costs	4,478	11,723
Other pension costs	3,600	3,600
	<u>100,776</u>	<u>87,975</u>

The average number of persons employed by the Church during the year was as follows:

	2018	2017
	No.	No.
Pastor	2	2
Other staff	1	1
	<u>3</u>	<u>3</u>

No employee received remuneration amounting to more than £60,000 in either year

11. TANGIBLE FIXED ASSETS

	Other fixed assets £
Cost	
At 1 January 2018	250,476
Additions	2,160
At 31 December 2018	<u>252,636</u>
Depreciation	
At 1 January 2018	150,344
Charge for the year	18,693
At 31 December 2018	<u>169,037</u>
Net book value	
At 31 December 2018	<u>83,599</u>
At 31 December 2017	<u>100,132</u>

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

11. TANGIBLE FIXED ASSETS (continued)

The net book value of fixed assets held under finance leases or hire purchase contracts; included above are as follows:

	2018	2017
	£	£
Motor vehicles	<u>12,958</u>	<u>19,436</u>

12. DEBTORS

	2018	2017
	£	£
Other debtors	22,500	17,472
Prepayments and accrued income	13,078	-
Tax recoverable	14,260	-
	<u>49,838</u>	<u>17,472</u>

13. CREDITORS: AMOUNTS DUE WITHIN THAN ONE YEAR

	2018	<i>As restated</i> 2017
	£	£
Net obligations under finance leases and hire purchase contracts	8,639	8,638
Other taxation and social security	7,989	-
Other creditors	7,224	7,139
Accruals and deferred income	22,748	2,250
	<u>46,600</u>	<u>18,027</u>

14. CREDITORS: AMOUNTS DUE AFTER MORE THAN ONE YEAR

	2018	2017
	£	£
Net obligations under finance leases and hire purchase contracts	<u>2,160</u>	<u>10,798</u>
Obligations under finance leases and hire purchase contracts, included above, are payable as follows		
	2,018	2,017
	£	£
Between one and five years	<u>2,160</u>	<u>10,798</u>

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

15. PRIOR YEAR ADJUSTMENT

The accounts for the year ended 31 December 2017 have been restated as follows:

	2018
	£
General fund as at 31 December 2017	268,850
Hire purchase liability	(19,436)
Deductions from Pastor's income	(7,139)
Understatement of bank balance	53,873
Gain on disposal of motor vehicle	18,500
Purchase of new van	27,500
General fund as at 31 December 2017 - RESTATED	<u>342,148</u>

16. STATEMENT OF FUNDS

STATEMENT OF FUNDS – CURRENT YEAR

Building fund represents donations towards the purchase of a place of worship for the Church

	<i>As restated</i>			
	Balance at	Income	Expenditure	Balance at
	01/12/2018			31/12/2018
	£	£	£	£
Unrestricted funds				
General funds	<u>342,148</u>	<u>485,929</u>	<u>(412,112)</u>	<u>415,965</u>
Restricted funds				
Building fund	464,536	29,356	-	493,892
Welfare	-	1,442	(871)	571
	<u>464,536</u>	<u>30,798</u>	<u>(871)</u>	<u>494,463</u>
Total of funds	<u>806,684</u>	<u>516,727</u>	<u>(412,983)</u>	<u>910,428</u>

Welfare fund represents unexpended donations

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

16. STATEMENT OF FUNDS (continued) STATEMENT OF FUNDS – PRIOR YEAR

	Balance at 01/12/2017	Income	Expenditure	<i>As restated</i> Balance at 31/12/2017
	£	£	£	£
General funds	235,532	482,757	(383,973)	334,316
Restricted funds				
Building fund	458,153	7,624	(1,241)	464,536
Welfare	-	2,383	(2,383)	-
	<u>458,153</u>	<u>10,007</u>	<u>(3,624)</u>	<u>464,536</u>

SUMMARY OF FUNDS – CURRENT YEAR

	Balance at 01/12/2018	Income	Expenditure	Balance at 31/12/2018
	£	£	£	£
General funds	342,148	485,929	(412,112)	415,965
Designated funds	342,148	485,929	(412,112)	415,965
Restricted funds	464,536	30,798	(871)	494,463
Total of funds	<u>806,684</u>	<u>516,727</u>	<u>(412,983)</u>	<u>910,428</u>

SUMMARY OF FUNDS – PRIOR YEAR

	Balance at 01/12/2017	Income	Expenditure	<i>As restated</i> Balance at 31/12/2017
	£	£	£	£
Designated funds	235,532	482,757	(383,973)	334,316
Restricted funds	458,153	10,007	(3,624)	464,536
	<u>693,685</u>	<u>492,764</u>	<u>(387,597)</u>	<u>798,852</u>

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

17. ANALYSIS OF NET ASSETS BETWEEN FUNDS CURRENT YEAR

	Restricted funds 2018 £	Unrestricted funds 2018 £	Total funds 2018 £
Tangible fixed assets	-	83,599	83,599
Current assets	494,463	381,126	875,589
Creditors due within one year	-	(46,600)	(46,600)
Creditors due in more than one year	-	(2,160)	(2,160)
	<u>494,463</u>	<u>415,965</u>	<u>910,428</u>

PRIOR YEAR

	Restricted funds 2017 £	Unrestricted funds 2017 £	Total funds 2017 £
Tangible fixed assets	-	100,132	100,132
Current assets	464,536	270,841	735,377
Creditors due within one year	-	(18,027)	(18,027)
Creditors due in more than one year	-	(10,798)	(10,798)
	<u>464,536</u>	<u>342,148</u>	<u>806,684</u>

18. RECONCILIATION OF NET MOVEMENT IN FUNDS TO NET CASH FLOW FROM OPERATING ACTIVITIES

	2018 £	2017 £
Net income for the year (as per Statement of Financial Activities)	103,744	112,074
Adjustment for:		
Depreciation charges	18,693	28,904
Dividends, interest and rents from investments	635	604
Profit on the sale of fixed assets	-	(18,500)
Increase in debtors	(32,366)	-
Increase in creditors	19,934	26,575
Net cash provided by operating activities	<u>110,640</u>	<u>149,657</u>

THE REDEEMED CHRISTIAN CHURCH OF GOD (INSPIRATION HOUSE)

NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2018

19. ANALYSIS OF CASH AND CASH EQUIVALENTS

	2018	2017
	£	£
Cash in hand	825,751	717,905
Total	825,751	717,905

20. PENSION COMMITMENTS

The Church operates a defined contributions pension scheme. The assets of the scheme are held separately from those of the Church in an independently administered fund. The pension cost amounted to £3,600 for the year