

**River Of Life Church**

**Reference and administrative information**

Trustees	Mark Smith Helen Smith John Greenow (Resigned 31st January 2020) Duke Miller Yasmin Ocansey
Senior Pastor	Mark Smith
Charity number	SC019962
Independent Examiners	Carson & Trotter Chartered Accountants 123 Irish Street Dumfries DG1 2PE
Principal office address	The River of Life Christian Centre Dumfries Station Lovers Walk Dumfries DG1 1LU
Bankers	Bank of Scotland 91 High Street Dumfries DG1 2BN

## River Of Life Church

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## **River Of Life Church**

### **Trustees' report** **for the year ended 30th September 2020**

The Trustees present their report and the unaudited financial statements for the year ended 30th September 2020. The Trustees have adopted the provisions of the Statement of Recommended Practice (SORP) "Accounting and Reporting by Charities" FRS102 in preparing the annual report and financial statements of the charity.

#### **Objectives and activities**

The purpose of the River Of Life Church is to establish the Kingdom of God as laid down in the Bible (Old and New Testaments). Alongside the church, the charity operates a Christian bookshop and coffee shop.

#### **Achievements and performance**

This year was, of course, dominated by the Covid-19 pandemic. Church attendance and strength continued to grow through the first part of the year, with higher numbers coming to our Sunday services than ever before.

When the nation faced lockdown in March, we were well positioned to transition to on-line services, having livestreamed each Sunday already, from 2016. We simply livestreamed with a small team, (for a while only the senior pastors), with others participating as remote guests.

Our Food Project established over the last few years stepped up as soon as restrictions were imposed and very quickly became a part of Dumfries & Galloway Council's coronavirus emergency response initiative. With this came funding from a number of sources, including Tesco Bags of Help, Neighbourly, and, predominately, Dumfries & Galloway Council.

In addition to distributing short dated food collected from local supermarkets, we began purchasing food from cash and carry etc. for food parcel deliveries to vulnerable and isolating individuals referred to us by Social Work and other agencies.

We also gained some lovely volunteers from Third Sector Dumfries & Galloway's resilience initiative.

Prior to lockdown we continued to be positively involved with many aspects of the local community, through Dumfries High School, youth work, pastoral care, Dumfries Christian Network, Dumfries Station Trust and town centre regeneration. Many of those things were more or less suspended during the pandemic.

We continued restructuring the charity as a SCIO (Scottish Charitable Incorporated Organisation), albeit at a slower rate than planned.

During lockdown, 12 Queensberry Street continued to be a useful base for some of our online activities, supported by high speed, reliable broadband. The café closed, along with hospitality country-wide and reopened in the summer, with restricted capacity and strict protocols. We took full advantage of the Government's Furlough Scheme during lockdown and retained most of our staff. We were referenced by BBC Breakfast, Sky News, ITV Border and BBC Scotland, at various times, as an example of a coffee shop managing through the pandemic. We also were supported by the Scottish Government through a range of Covid support grants and the UK Government through the Eat Out To Help Out scheme. We also received support for Social Enterprises at the start of the pandemic.

During the summer of 2020, as the government mapped out easing of rules for hospitality, we took the opportunity to refurbish the coffee shop area and create a food preparation area behind the counter, for greater emphasis on our food offer. When the first lockdown eased, we purchased picnic benches to utilise the outside area outside the premises on Queensberry Street, which were well used and appreciated as a Covid safe outdoor area.

The multicultural flavour of our charity continues to be a great strength and we have two employees through the Home Office visa sponsor licence we hold - one from Brazil and the other from the USA.

## River Of Life Church

### Trustees' report for the year ended 30th September 2020

#### **Plans for future periods**

Church - our plans focus around Covid recovery and, although unable to open after the first lockdown, due to Scottish Government restrictions, began to make plans as to how to safely resume in-person services when the rules allow, encompassing the many new individuals and families who have connected online during the pandemic, or benefitted from relationships built in the food project.

Kings - we plan to build back better, having taken the opportunity to refurbish this year, when the shop was closed. Building on our strengths as a coffee shop which has endured the pressures due to Covid and seeking to enhance the town centre community. Creating a more attractive and distinctive food offer, as well as maintaining our focus as a great place to be and enjoy top class artisan coffee.

#### **Financial review**

The Charity achieved a surplus of £58,071 for the year compared to a surplus of £14,044 the previous year. This has restored the previous deficit on unrestricted funds from £23,571 to positive funds of £34,500 to carry forward. Kings Christian Bookshop showed a surplus of £24,231, as opposed to a £14,389 deficit in the previous year. The River of Life Church showed a surplus of £33,840, as opposed to a surplus of £28,433 in the previous year. £33,689 of restricted funds were received in the year but all were expended by 30th September 2020.

#### Reserves policy

The Trustees aim to adopt a policy whereby unrestricted funds are maintained at a level equivalent to between three to six months expenditure. In the event that the charity should suffer a significant drop in funding, this level of reserves would enable the charity to continue with its current activities whilst alternative sources of income are found. This has been difficult to achieve over recent years. However, at 30th September 2020 the charity's unrestricted funds have been restored to a positive position with a balance of £34,500 from a deficit of £23,571 at the previous financial year end.

#### Risk management

The Trustees have assessed the major risks to which the charity is exposed, in particular those related to the operations and financing of the charity and are satisfied that systems are in place to mitigate exposure to these risks. These systems are reviewed periodically to ensure that they still meet the needs of the charity.

#### **Structure, governance and management**

The River Of Life Church is a charitable unincorporated organisation set up in April 1992, and is governed by its constitution.

#### Recruitment and appointment

The trustees are always on the lookout for responsible people who can help the Church grow and provide a firm foundation for the governance of the charity. Decisions for recruitment lie with the existing trustees and suitable people would need to be held in high regard in the Christian community, of integrity and treasure the values we hold dear, in accordance with our Statement of Faith and sound biblical theology.

#### Volunteers

The Trustees are grateful for the unstinting efforts of volunteers who have assisted with the activities of the charity. The Trustees wish to thank all of those who have contributed to the charity and the members and attendees of the River Of Life Church for their strong commitment throughout the year.

## **River Of Life Church**

### **Trustees' report** **for the year ended 30th September 2020**

#### **Reference and administrative details**

The charity is overseen by the Trustees who are drawn from the body of Elders by the existing Trustees.

#### **Trustees**

The Trustees who served during the year are as stated below:

Mark Smith (Senior Pastor)

John Greenow (Resigned 31 January 2020)

Helen Smith

Duke Miller

Yasmin Ocansey

Charity number: SC019962

Principal Office Address: The River of Life Christian Centre, Dumfries Station, Lovers Walk, Dumfries, DG1 1LU

#### **Trustees' responsibilities**

The trustees are responsible for preparing the Annual 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 Scotland requires the Trustees to prepare financial statements for each financial year which give a true and fair view of the state of the affairs of the charity and of the incoming resources and application of resources of the charity for that year. In preparing these financial statements, the Trustees are required to:

- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102)
- make judgements and estimates that are reasonable and prudent;
- state whether applicable 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 charity 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 charity and to enable them to ensure that the financial statements comply with the Charities and Trustee Investment (Scotland) Act 2005, Charities Accounts (Scotland) Regulations 2006 (as amended) and the provisions of the charity's constitution. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report was approved by the Trustees on 10th January 2022 and signed on their behalf by



**Mark Smith**  
**Senior Pastor and Trustee**

**River Of Life Church**

**Independent Examiner's Report to the Trustees of  
River Of Life Church**

I report to the charity trustees on the accounts of the charity for the year ended 30th September 2020 which are set out on pages 5 to 15.

**Respective responsibilities of trustees and examiner**

The charity's trustees are responsible for the preparation of the accounts in accordance with the terms of the Charities and Trustee Investment (Scotland) Act 2005 and the Charities Accounts (Scotland) Regulations 2006 (as amended). The trustees consider that the audit requirement of Regulation 10(1)(a) to (c) of the Accounts Regulations does not apply. It is my responsibility to examine the accounts as required under Section 44(1)(c) of the Act and to state whether particular matters have come to my attention.

**Basis of the independent examiner's statement**

My examination is carried out in accordance with Regulation 11 of the Charities Accounts (Scotland) Regulations 2006. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeks explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently I do not express an audit opinion on the view given by the accounts.

**Independent examiner's statement**

In the course of my examination, no matter has come to my attention

- a. which gives me reasonable cause to believe that in any material respect the requirements:
- to keep accounting records in accordance with Section 44(1)(a) of the 2005 Act and Regulation 4 of the 2006 Accounts Regulations, and
  - to prepare accounts which accord with the accounting records and comply with Regulation 8 of the 2006 Accounts Regulations
- have not been met, or
- b. to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



**Mrs G K Gray, BAcc, C.A.  
Messrs Carson & Trotter  
Chartered Accountants  
123 Irish Street  
Dumfries  
DG1 2PE**

**Date: 13th January 2022**

**River Of Life Church**

**Statement of financial activities**  
**for the year ended 30th September 2020**

		Unrestricted	Restricted	2020	2019
	Notes	Funds	Funds	Total	Total
		£	£	Funds	Funds
				£	£
<b>Income and endowments from:</b>					
Donations and legacies	2	78,897	13,039	91,936	92,093
Charitable activities	3	-	20,450	20,450	2,746
Income from other trading activities	4	154,413	200	154,613	173,173
Investment income		2	-	2	2
<b>Total income</b>		<u>233,312</u>	<u>33,689</u>	<u>267,001</u>	<u>268,014</u>
<b>Expenditure on:</b>					
Trading activities	5	130,182	200	130,382	187,562
Charitable expenditure	6	45,059	33,489	78,548	66,408
<b>Total expenditure</b>		<u>175,241</u>	<u>33,689</u>	<u>208,930</u>	<u>253,970</u>
<b>Net movement in funds</b>		58,071	-	58,071	14,044
<b>Reconciliation of funds</b>					
Total funds brought forward		(23,571)	-	(23,571)	(37,615)
Total funds carried forward		<u>34,500</u>	<u>-</u>	<u>34,500</u>	<u>(23,571)</u>

All incoming resources and resources expended derive from continuing activities.

The notes on pages 7 to 15 form an integral part of these financial statements.

**River Of Life Church**

**Balance sheet**  
**as at 30th September 2020**

	Notes	2020		2019	
		£	£	£	£
<b>Fixed assets</b>					
Tangible assets	10		169,331		164,983
<b>Current assets</b>					
Stocks	11	12,000		12,000	
Debtors	12	2,535		1,442	
Cash at bank and in hand		42,394		3,741	
		<u>56,929</u>		<u>17,183</u>	
<b>Creditors: amounts falling due within one year</b>	13	<u>(33,685)</u>		<u>(68,546)</u>	
<b>Net current assets/(liabilities)</b>			<u>23,244</u>		<u>(51,363)</u>
<b>Total assets less current liabilities</b>			192,575		113,620
<b>Creditors: amounts falling due after more than one year</b>	14		<u>(158,075)</u>		<u>(137,191)</u>
<b>Net assets/(liabilities)</b>			<u>34,500</u>		<u>(23,571)</u>
<b>The funds of the charity</b>					
Unrestricted funds			<u>34,500</u>		<u>(23,571)</u>
<b>Total Charity Funds/(deficit)</b>	17		<u>34,500</u>		<u>(23,571)</u>

The financial statements were approved and authorised for issue by the Trustees on 10th January 2022 and signed on their behalf by:



**Mark Smith**  
**Senior Pastor and Trustee**

The notes on pages 7 to 14 form an integral part of these financial statements.



## **River Of Life Church**

### **Notes to the financial statements** **for the year ended 30th September 2020**

#### **1. Summary of significant accounting policies**

The significant accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented unless otherwise stated.

##### **1.1. General information and basis of preparation**

River of Life Church is an unincorporated charity. The nature of the charities operations are included in the trustees report.

The charity constitutes a public benefit entity as defined by FRS102. The financial statements have been prepared in accordance with 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 issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities and Trustee Investment (Scotland) Act 2005, and the Charities Accounts (Scotland) Regulations 2006 (as amended).

The charity has applied Update Bulletin 1 as published on 2nd February 2016 and does not include a cash flow statement on the grounds that it is applying FRS102 Section 1A.

The financial statements are prepared on the going concern basis under the historical cost convention. The financial statements are presented in sterling which is the functional currency of the charity.

##### **1.2. Income recognition**

All income is included in the Statement of Financial Activities when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

For donations to be recognised the charity will have been notified of the amount and settlement date in writing. If there are conditions attached to the donation and this requires a level of performance before entitlement can be obtained then the income is deferred until those conditions are fully met or the fulfilment of those conditions is within the control of the charity and it is probable that they will be fulfilled.

Income from trading activities includes income earned from fundraising events and trading activities to raise funds for the charity. Income is received in exchange for supplying goods and services in order to raise funds and is recognised when entitlement has occurred.

The charity receives government grants in respect of support in dealing with the ongoing Coronavirus Pandemic and in particular supporting the Food Project. Income from government and other grants are recognised at fair value when the charity has entitlement after any performance conditions have been met, it is probable that the income will be received and the amount can be measured reliably. If entitlement is not met then these amounts are deferred.

Income from Kings Coffee shop is included, exclusive of VAT, in the statement of financial activities on an accruals basis.

## River Of Life Church

### Notes to the financial statements for the year ended 30th September 2020

#### **1.3. Expenditure recognition**

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Expenditure is recognised when there is a constructive or legal obligation to make payment, it is probable that settlement will be required and the amount can be measured reliably.

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

Expenditure on raising funds includes all expenditure incurred by the charity to raise funds for its charitable purposes. Costs of raising funds include the running of Kings coffee and bookshop.

#### **1.4. Fund accounting**

Funds held by the charity are either:

Unrestricted general funds - these are funds which can be used in accordance with the charitable objects at the discretion of the Trustees. The Trustees may set aside monies for specific future purposes in a designated fund. Designated funds form part of unrestricted funds.

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

#### **1.5. Tangible fixed assets and depreciation**

Tangible fixed assets are stated at cost (or deemed cost) or valuation less accumulated depreciation and accumulated impairment losses. Cost includes costs directly attributable to making the asset capable of operating as intended.

The Trustees have adopted a policy whereby assets costing less than £100 will be charged as an expense in the statement of financial activities in the year in which they are purchased. All other assets are capitalised. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Land and buildings	-	1/2% Straight Line (Buildings only)
Tenants improvements	-	10% Straight Line
Fixtures, fittings and equipment	-	25% Straight Line

#### **1.6. Operating leases**

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

#### **1.7. Stock**

Stock is valued at the lower of cost and net realisable value.

#### **1.8. Pensions**

The pension costs charged in the financial statements represent the contribution payable by the charity during the year.

#### **1.9. Irrecoverable VAT**

A proportion of the output VAT on cold carry outs from the coffee shop is deemed to be irrecoverable by HM Revenue & Customs. Following a VAT visit, HM Revenue and Customs have agreed that output VAT for each period should be calculated by deducting 10% of the total output VAT due.

## River Of Life Church

### Notes to the financial statements for the year ended 30th September 2020

#### 2. Income from donations and legacies

	2020	2019
	£	£
Offerings	59,260	68,113
Gift aid	13,065	15,421
Donations regarding Lydia Munden	13,039	-
Gifts for the Ministry of others	1,569	-
Other donations	5,003	8,559
	<u>91,936</u>	<u>92,093</u>

£13,039 of income was restricted (2019: £NIL) and £78,897 was unrestricted (2019: £92,093) was unrestricted.

#### 3. Income from charitable activities

	2020	2019
	£	£
The Neighbourly Community Fund Grant	400	-
Coronavirus Food Project Grants	20,050	-
Sundry income	-	2,746
	<u>20,450</u>	<u>2,746</u>

£20,450 of income was restricted (2019: £NIL) and £NIL was unrestricted (2019: £2,746).

The grants regarding the Coronavirus Food Project came from the following sources:-

	2020	2019
	£	£
Tesco Bags of Help	500	-
Foundation Scotland: Response, Recovery and Resilience	5,000	-
Dumfries & Galloway Council COVID-19 Hardship Fund	10,000	-
Dumfries and Galloway Council Community Food Fund	4,200	-
Nithsdale Area Committee Anti-Poverty Grant	350	-
	<u>20,050</u>	<u>-</u>

#### 4. Income from other trading activities

	2020	2019
	£	£
Kings Coffee shop	96,786	162,081
Kings Christian bookshop	14,848	7,384
Coronavirus Job Retention Scheme Grants	31,604	-
D & G Council Coronavirus Support Grant	10,000	-
Loreburn Community Council	200	-
VAT adjustment	1,175	3,708
	<u>154,613</u>	<u>173,173</u>

£200 of this income was restricted (2019: £NIL) and £154,413 was unrestricted (2019: £173,173).

**River Of Life Church**

**Notes to the financial statements**  
**for the year ended 30th September 2020**

**5. Raising funds - expenditure on other trading activities**

	<b>Total 2020 £</b>	<b>Total 2019 £</b>
<b>Kings cafe &amp; bookshop</b>		
Wages, salaries and staff costs	79,086	93,406
Pension costs	606	500
Staff conferences	-	356
Cost of sales	37,380	62,164
Rent and rates	1,170	6,805
Heat, light and power	1,879	4,474
Repairs and maintenance	3,072	9,481
Printing, stationery and advertising	-	508
Newspapers	521	925
Insurance	1,260	200
Telephone and postage	-	433
General expenses	1,094	1,917
Legal and professional	-	1,821
Bank interest and charges	1,564	2,253
Card processing charges	937	1,414
Depreciation	1,813	905
	<u>130,382</u>	<u>187,562</u>

£200 of this expenditure was restricted (2019: £NIL) and £130,182 was unrestricted (2019 £187,562).

**River Of Life Church**

**Notes to the financial statements**  
**for the year ended 30th September 2020**

**6. Expenditure on charitable activities**

	<b>Total 2020 £</b>	<b>Total 2019 £</b>
<b>Direct costs</b>		
Wages, salaries and staff costs	25,128	21,799
Pastors' fees and expenses	23,837	26,004
Pension costs	237	225
Gifts and donations	1,752	704
CAP membership	-	436
Purchase of food for Food Project	5,799	-
Heat, light and power	1,249	1,669
Repairs and maintenance	3,654	1,527
Printing, stationery and advertising	2,082	2,693
Depreciation	-	1,027
	<hr/>	<hr/>
	63,738	56,084
 <b>Support and governance costs</b>		
Insurance	1,176	2,265
Computer costs	1,279	294
Telephone and postage	879	934
Entertaining	380	597
General expenses	58	1,624
Travel and subsistence	2,288	244
Independent examiners fees	2,690	-
Bank interest and charges	359	685
Loan interest	4,347	2,580
Subscriptions	1,354	1,101
	<hr/>	<hr/>
	14,810	10,324
	<hr/>	<hr/>
	78,548	66,408

£33,489 of expenditure was restricted (2019: £NIL) and £45,059 was unrestricted (2019: £66,408).

**7. Independent Examiner's Remuneration**

The independent examiner's remuneration amounts entirely to the independent examination fee.

## River Of Life Church

### Notes to the financial statements for the year ended 30th September 2020

#### 8. Employees

<b>Number of employees</b>	<b>2020</b>	<b>2019</b>
	<b>Number</b>	<b>Number</b>
The average monthly numbers of employees (excluding unsalaried Trustees) during the year were:	<u>13</u>	<u>12</u>

The Pastor and his wife, both trustees, received fees and expenses totalling £23,837 for the year (2019: £26,004); this amount is not included within wages and salaries. No other trustees receive remuneration for their services, or were reimbursed for expenses during the year. A contract for services provided by the Pastor and his wife was put in place when River of Life Church was set up, the contract was reviewed and increased appropriately in the year to 30th September 2012.

<b>Employment costs</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Wages and salaries	104,214	115,205
Other pension costs	843	725
	<u>105,057</u>	<u>115,930</u>

There are no high paid staff.

#### 9. Pension costs

The charity operates a defined contribution pension scheme in respect of the employees. The scheme and its assets are held by independent managers. The pension charge represents contributions due from the charity and amounted to £843 (2019 - £725).

**River Of Life Church**

**Notes to the financial statements**  
**for the year ended 30th September 2020**

10. Tangible fixed assets	Land and buildings freehold £	Tenants improvements £	Fixtures, fittings and equipment £	Total £
<b>Cost</b>				
At 1st October 2019	163,708	52,636	50,718	267,062
Additions	2,529	-	3,632	6,161
Disposals	-	(52,636)	-	(52,636)
At 30th September 2020	<u>166,237</u>	<u>-</u>	<u>54,350</u>	<u>220,587</u>
<b>Depreciation</b>				
At 1st October 2019	300	52,636	49,143	102,079
On disposals	-	(52,636)	-	(52,636)
Charge for the year	300	-	1,513	1,813
At 30th September 2020	<u>600</u>	<u>-</u>	<u>50,656</u>	<u>51,256</u>
<b>Net book values</b>				
At 30th September 2020	<u>165,637</u>	<u>-</u>	<u>3,694</u>	<u>169,331</u>
At 30th September 2019	<u>163,408</u>	<u>-</u>	<u>1,575</u>	<u>164,983</u>
11. Stocks			<b>2020</b> £	<b>2019</b> £
Goods for resale			12,000	12,000
			<u>12,000</u>	<u>12,000</u>
12. Debtors: all receivable within one year			<b>2020</b> £	<b>2019</b> £
Trade debtors			-	407
The River of Life Church (Dumfries) SCIO			297	-
Other debtors			2,238	1,035
			<u>2,535</u>	<u>1,442</u>

**River Of Life Church**

**Notes to the financial statements**  
**for the year ended 30th September 2020**

<b>13. Creditors: amounts falling due within one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Bank overdraft	-	14,190
Goshen Trust Loan	12,742	11,983
Bank of Scotland Bounce Back Loan	1,167	-
Trade creditors	9,523	27,592
Other taxes and social security costs	3,039	7,905
Other creditors	4,255	5,676
Accruals and deferred income	2,959	1,200
	<u>33,685</u>	<u>68,546</u>

Letters of Guarantee have been provided by Mark and Helen Smith, Trustees, to the Bank of Scotland as security against the bank overdraft.

<b>14. Creditors: amounts falling due after more than one year</b>	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Goshen Trust Loan	109,242	122,191
Speddoch Estate Loan	10,000	10,000
Mark and Helen Smith Loan	5,000	5,000
Bank of Scotland Bounce Back Loan	33,833	-
	<u>158,075</u>	<u>137,191</u>

**15. Financial commitments**

Total future minimum lease payments under non-cancellable operating leases are as follows:

	<b>2020</b>	<b>2019</b>
	<b>£</b>	<b>£</b>
Not later than one year	-	15,000

The above is in respect of the rent relating to 12 Queensberry Street on a ten year lease. However, this was terminated post year end when the property was purchased by River of Life.

**16. Analysis of net assets in funds**

	<b>Tangible fixed assets</b>	<b>Net assets/ (liabilities)</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Unrestricted funds	169,331	(134,831)	34,500
Total funds	<u>169,331</u>	<u>(134,831)</u>	<u>34,500</u>



**River Of Life Church**

**Notes to the financial statements**  
**for the year ended 30th September 2020**

**17. Movement in funds**

	At 1st October 2019 £	Income £	Expenditure £	At 30th September 2020 £
<b>Funds</b>				
Unrestricted funds	(23,571)	233,312	(175,241)	34,500
Restricted funds:				
- Coronavirus Food Project	-	20,450	(20,450)	-
- Lydia Munden funding	-	13,039	(13,039)	-
- Loreburn Community Council Grant	-	200	(200)	-
	<u>-</u>	<u>33,689</u>	<u>(33,689)</u>	<u>-</u>
<b>Total funds</b>	<u>(23,571)</u>	<u>267,001</u>	<u>(208,930)</u>	<u>34,500</u>

**Coronavirus Food Project**

The donors have specified that the donation(s) should be used for helping disadvantaged and vulnerable people through collection and distribution of surplus food from supermarkets as well as purchasing essential items, making up and delivering food parcels to individuals and families during the Coronavirus Pandemic."

**Donations regarding Lydia Munden**

Funds have been received specifically to be used to cover the salary of our Schools Outreach Worker Lydia Munden.

**Loreburn Community Council Grant**

These funds were granted specifically to fund the art work outside the Kings Coffee Shop.

**18. Related party transactions**

During the year, a total of £23,837 was paid to Mark Smith, a trustee, in respect of his fees as Pastor and expenses for himself and his wife, Helen Smith, also a trustee (2019: £26,004).

In the year ended 30th September 2019 Mark and Helen Smith made a loan to the charity of £5,000 and this was outstanding at the year end 30th September 2020 (2019: £5,000).

During the year a total of £5,015 (2019: £4,030) was donated to the charity by the Trustees.

**19. Controlling interest**

The charity is under the control of the trustees.

The following pages do not form part of the Statutory Financial Statements

**River Of Life Church**

**Kings Christian Bookshop**  
**Income and Expenditure Account**  
**for the year ended 30th September 2020**

	<b>2020</b>		<b>2019</b>	
	£	£	£	£
<b>Incoming Resources</b>				
Books sales		2,366		4,229
Greeting card sales		1,982		3,155
Corra Foundation Grant		10,500		-
VAT adjustment		1,175		3,708
Food		38,968		67,067
Hot drinks		53,055		82,600
Cold drinks		4,763		12,414
D & G Council Coronavirus Support grant		10,000		-
Loreburn Community Council		200		-
Coronavirus Job Retention Scheme		31,604		-
		<u>154,613</u>		<u>173,173</u>
<b>Direct Expenditure</b>				
Purchases - Bookshop	5,566		3,341	
Purchases - Coffee shop	31,814		58,823	
Wages and national insurance	79,086		93,406	
Staff pensions	606		500	
Staff conferences	-		356	
		<u>(117,072)</u>		<u>(156,426)</u>
<b>Gross surplus</b>		37,541		16,747
<b>Administrative expenses</b>				
Rent and rates	1,170		6,805	
Insurance	1,260		200	
Heat, light and power	1,879		4,474	
Repairs and renewals	3,072		9,481	
Printing, stationery and advertising	-		508	
Postage	-		433	
Newspapers - bookshop	521		925	
Bank charges	1,564		2,253	
Card processing charges	937		1,414	
Legal and professional fees	-		1,821	
Sundry expenses	1,094		1,917	
Depreciation	1,813		905	
		<u>(13,310)</u>		<u>(31,136)</u>
<b>Surplus/(Deficit) for year</b>		<u>24,231</u>		<u>(14,389)</u>

**River Of Life Church**

**Income and Expenditure Account**  
**for the year ended 30th September 2020**

	<b>2020</b>		<b>2019</b>	
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Incoming Resources</b>				
Gifts received - offerings		59,260		68,113
Donations regarding Lydia Munden		13,039		-
Gift aid and covenants		13,065		15,421
Miscellaneous income		-		2,746
Grants for Coronavirus Food Project		20,050		-
Gifts for the Ministry of others		1,569		-
Other gifts		5,003		8,559
The Neighbourly Community Grant		400		-
Bank interest		2		2
		<u>112,388</u>		<u>94,841</u>
<b>Direct Expenditure</b>				
Pastor's fees and expenses	23,837		26,004	
Wages and national insurance	25,128		21,799	
Staff pension costs	237		225	
Gifts - ministry	1,191		500	
Gifts and donations - other	561		204	
CAP membership	-		436	
Purchase of food for Food Project	5,799		-	
Heat, light and power	1,249		1,669	
Repairs and renewals	3,654		1,527	
Printing, stationery and advertising	2,082		2,693	
		<u>(63,738)</u>		<u>(55,057)</u>
<b>Gross surplus</b>		<b>48,650</b>		<b>39,784</b>
<b>Administrative expenses</b>				
Insurance	1,176		2,265	
Multimedia - computer expenses	1,279		294	
Telephone	879		934	
Travel and subsistence	2,288		244	
Entertaining	380		597	
Bank charges	359		685	
Depreciation	-		1,027	
Loan interest	4,347		2,580	
Sundry expenses	58		1,624	
Independent examiner's fees	2,690		-	
Subscriptions and licences	1,354		1,101	
		<u>(14,810)</u>		<u>(11,351)</u>
<b>Surplus for year</b>		<b><u>33,840</u></b>		<b><u>28,433</u></b>

**River Of Life Church**

**Income and Expenditure Account**  
**for the year ended 30th September 2020**

	<b>2020</b>		<b>2019</b>	
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Surplus/(deficit)</b>				
Kings Christian Bookshop	24,231		(14,389)	
River of Life Church	<u>33,840</u>		<u>28,433</u>	
		<u>58,071</u>		<u>14,044</u>
<b>Net surplus for the year</b>		<u><u>58,071</u></u>		<u><u>14,044</u></u>

## River Of Life Church

### Balance Sheet as at 30th September 2020

	2020		2019	
	£	£	£	£
<b>Fixed Assets</b>				
Freehold land and buildings		165,637		163,408
Fixtures, Fittings & Equipment		3,694		1,575
		<u>169,331</u>		<u>164,983</u>
<b>Current Assets</b>				
Stock	12,000		12,000	
Debtors	297		407	
Other debtors	2,238		1,035	
Cash at bank and in hand	42,394		3,741	
	<u>56,929</u>		<u>17,183</u>	
<b>Current Liabilities</b>				
Trade creditors	9,523		27,592	
Bank overdraft	-		14,190	
Goshen Trust loan	12,742		11,983	
Bank of Scotland Bounce Back Loan	1,167		-	
Other creditors	4,255		5,676	
Value added tax	2,382		7,415	
P.A.Y.E. outstanding	657		490	
Accruals	2,959		1,200	
	<u>33,685</u>		<u>68,546</u>	
<b>Net Current assets/(liabilities)</b>		<u>23,244</u>		<u>(51,363)</u>
<b>Total assets less current liabilities</b>		<u>192,575</u>		<u>113,620</u>
<b>Creditors: amounts falling due after more than one year</b>				
Bank of Scotland Bounce Back Loan	33,833		-	
Goshen Trust loan	109,242		122,191	
Speddoch loan	10,000		10,000	
Mark and Helen Smith loan	5,000		5,000	
		<u>(158,075)</u>		<u>(137,191)</u>
<b>Net assets/(liabilities)</b>		<u>34,500</u>		<u>(23,571)</u>
<b>Represented by:</b>				
Unrestricted funds		<u>34,500</u>		<u>(23,571)</u>
<b>Total funds</b>		<u>34,500</u>		<u>(23,571)</u>

**River Of Life Church**

**Fixed Asset Schedule**  
**for the year ended 30th September 2020**

	£	£
<b><u>Freehold Land And Buildings</u></b>		
<b>Opening Balance</b>		163,408
<b>Additions</b>		
Legal fees re transfer of title to SCIO		2,529
		<hr/>
		165,937
Less: Depreciation for year @ 2%		(300)
		<hr/>
<b>Closing Balance</b>		<u><u>165,637</u></u>

**Fixtures, Fittings & Equipment**

<b>Opening Balance</b>		1,575
<b>Additions</b>		3,632
		<hr/>
		5,207
Less: Depreciation for year @ 25% S.L.		(1,513)
		<hr/>
<b>Closing Balance</b>		<u><u>3,694</u></u>