

REGISTERED COMPANY NUMBER: 04046637 (England and Wales)
REGISTERED CHARITY NUMBER: 1083852

REPORT OF THE TRUSTEES AND
UNAUDITED FINANCIAL STATEMENTS FOR THE YEAR ENDED
31 JULY 2019
FOR
FARNBOROUGH CHRISTIAN OUTREACH

HPCA Limited
Chartered Accountants
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

FARNBOROUGH CHRISTIAN OUTREACH

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for the year ended 31 July 2019

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FARNBOROUGH CHRISTIAN OUTREACH

REPORT OF THE TRUSTEES **for the year ended 31 July 2019**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 31 July 2019. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

The Charity's objects are to promote the advancement of Evangelical Christian Causes on an ecumenical basis.

The principal activity of the charity during the year was the running of the Christian Resources Centre known as 'The Triangle', In addition the Charity sponsored and facilitated a number of local events.

PUBLIC BENEFIT

The Charity is of public benefit in the following ways:

- Provision of literature and other supplies and resources for local Churches and schools;
- Supplier of fairly traded goods to the local community, including the local Borough Council;
- Employment of special needs people;
- Employment of voluntary staff and an active participant in work experience scheme.

ACHIEVEMENT AND PERFORMANCE

Bookshop sales for the year reduced to £104,501 (compared to £119,082 in 2018) against a background of difficult trading conditions for retailers. Out of shop sales including orders for Schools, Churches, Church events, conferences and bookstalls continue to be essential due to poor footfall in the shop. Although we have had some sales from our website the level of sales is relatively small. We recently appointed a new schools liaison representative (John) who has been busy contacting local school contacts. The Speaking Volumes initiative continues to be particularly useful for local schools, enabling funding through The Triangle for Christian library books.

Voluntary income including legacies for the period increased to £58,455 (compared to £50,086 in 2018).

Total resources expended were £164,266 in 2019 meaning there was a net outflow for the period of £1,320 (which is an improvement on 2018).

One of our major expenses is the rent and service charge we pay under the current lease which expired in September 2019. Following a long period of negotiation a new lease has been agreed with a significant reduction in rent payable which reflects more recent trading conditions. It is hoped that the reduction will mean that going forwards the Charity will be able to break-even and enable suppliers to be paid more promptly than in the past.

The Charity's subsidiary, The Triangle Café Limited had a turnover for the period of £68,553 (compared to £66,475 in 2018). The subsidiary did not pay any management charge to the Charity. The net result was a loss of £6,916 (compared to a loss of £12,435 in 2018). Although things have improved it has been another challenging year which reflects the poor trading conditions in Kingsmead. With the Cafe turnover being consistently below the VAT threshold we have now deregistered for VAT.

FINANCIAL REVIEW

Principal funding sources

The main sources of income, derive from the sales of Christian literature and media, donations from members and supporters and sales from the subsidiary, the Triangle Café Limited.

Investment policy

Under the memorandum and articles of association, the charity has the power to make any investment which the trustees see fit, after obtaining advice from a financial expert and having regard to the suitability of investments and the need for diversification.

FARNBOROUGH CHRISTIAN OUTREACH

REPORT OF THE TRUSTEES **for the year ended 31 July 2019**

FINANCIAL REVIEW

Reserves policy

The General Fund represents the Unrestricted funds arising from the past operating results. It also represents the free reserves of the charity, as all fixed assets are included in the fixed asset fund, which is a designated fund. The general fund balance was £53,518 at 31st July 2019 and the aim of the trustees is to build this up to a balance which represents 3 months of operating expenditure.

FUTURE PLANS

The Trustees and management team continue to be focused on closing the gap between income and outgoings so that the Charity's mission may continue into the future. Specifically our plans include:

- Continued improvement in operational efficiencies where possible;
- Growing new and renewed links with Schools and RE teachers and promotion of Speaking Volumes initiative;
- Continue to improve links with Churches through regular contact with church leaders and a network of representatives;
- Internet sales.
- The Trustees are working on reducing the amount of trade credit accrued with suppliers with the aim of paying all suppliers within their normal terms.

The Trustees are committed to ensuring the ongoing viability of the Charity so that it continues to fulfil its objectives in the future

STRUCTURE, GOVERNANCE AND MANAGEMENT

Farnborough Christian Outreach (a company limited by guarantee) was incorporated on 3rd August 2000, and was registered with the Charity Commission for England and Wales on 28th November 2000. On 31st January 2001, all of the assets and liabilities of the Farnborough Christian Outreach Trust (an unincorporated Charity, registered under the charity number 285306) were gifted to Farnborough Christian Outreach.

On 15th December 2000, The Triangle Café Limited (company number 4126321) was incorporated, with the sole issued share being held by Farnborough Christian Outreach. This company carries out the activities of the café situated in the new premises of Farnborough Christian Outreach, to which the charity moved in November 2001.

The company was established under its Memorandum of Association which established the objects and powers of the charitable company and is governed by its Articles of Association. In the event of the company being wound up, members are required to contribute an amount not exceeding £10.

Appointment and induction of trustees

Trustees are appointed by the members and at each Annual General Meeting, one third of Board Members will retire from office. On retirement, trustees are eligible for re-election. The Articles of Association provides for a minimum of three trustees and no maximum. The trustees are also responsible for the appointment of new members.

New trustees undergo an induction to brief them on their legal obligations under charity and company law, the content of the Memorandum and Articles of Association, the decision making processes and the recent performance of the charity. They meet key employees and the other trustees.

Organisational policy

The trustees meet every month. The general manager is appointed to manage the day to day operations of the charity. To facilitate effective operations, the general manager has delegated authority, within the terms of delegation approved by the trustees, for operational matters including finance and employment.

Risk assessment policy

FARNBOROUGH CHRISTIAN OUTREACH

REPORT OF THE TRUSTEES **for the year ended 31 July 2019**

STRUCTURE, GOVERNANCE AND MANAGEMENT

The trustees have worked with staff to identify and review the risks to which the charity is exposed and to ensure appropriate controls are in place to provide reasonable assurance against fraud and error.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number

04046637 (England and Wales)

Registered Charity number

1083852

Registered office

64 Kingsmead
FARNBOROUGH
Hampshire
GU14 7SL

Trustees

K B Fontana
C M Mason
J R D Edwards
D R Palmer
S M Smith

Independent examiner

HPCA Limited
Chartered Accountants
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

Approved by order of the board of trustees on 29 April 2020 and signed on its behalf by:

C M Mason - Trustee

**INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
FARNBOROUGH CHRISTIAN OUTREACH**

Independent examiner's report to the trustees of Farnborough Christian Outreach ('the Company')

I report to the charity trustees on my examination of the accounts of the Company for the year ended 31 July 2019.

Responsibilities and basis of report

As the charity's trustees of the Company (and also its directors for the purposes of company law) you are responsible for the preparation of the accounts in accordance with the requirements of the Companies Act 2006 ('the 2006 Act').

Having satisfied myself that the accounts of the Company are not required to be audited under Part 16 of the 2006 Act and are eligible for independent examination, I report in respect of my examination of your charity's accounts as carried out under section 145 of the Charities Act 2011 ('the 2011 Act'). In carrying out my examination I have followed the Directions given by the Charity Commission under section 145(5) (b) of the 2011 Act.

Independent examiner's statement

I have completed my examination. I confirm that no matters have come to my attention in connection with the examination giving me cause to believe:

1. accounting records were not kept in respect of the Company as required by section 386 of the 2006 Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements of section 396 of the 2006 Act other than any requirement that the accounts give a true and fair view which is not a matter considered as part of an independent examination; or
4. the accounts have not been prepared in accordance with the methods and principles of the Statement of Recommended Practice for accounting and reporting by charities [applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)].

I have no concerns and have come across no other matters in connection with the examination to which attention should be drawn in this report in order to enable a proper understanding of the accounts to be reached

Lance Redman FCCA FCA
For and on behalf of
HPCA Limited
Chartered Accountants
Station House
Connaught Road
Brookwood
Woking
Surrey
GU24 0ER

29 April 2020

FARNBOROUGH CHRISTIAN OUTREACH

STATEMENT OF FINANCIAL ACTIVITIES

for the year ended 31 July 2019

| | Notes | Unrestricted funds £ | Restricted funds £ | 2019 Total funds £ | 2018 Total funds £ |
|------------------------------------|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| INCOME AND ENDOWMENTS FROM | | | | | |
| Donations and legacies | | 58,455 | - | 58,455 | 50,086 |
| Charitable activities | | | | | |
| Bookshop | | 104,501 | - | 104,501 | 119,082 |
| Total | | 162,956 | - | 162,956 | 169,168 |
| | | | | | |
| EXPENDITURE ON | | | | | |
| Charitable activities | | | | | |
| Bookshop | | 164,266 | - | 164,266 | 180,104 |
| NET INCOME/(EXPENDITURE) | | (1,310) | - | (1,310) | (10,936) |
| | | | | | |
| RECONCILIATION OF FUNDS | | | | | |
| Total funds brought forward | | 63,821 | 177 | 63,998 | 74,934 |
| | | | | | |
| TOTAL FUNDS CARRIED FORWARD | | 62,511 | 177 | 62,688 | 63,998 |

The notes form part of these financial statements

FARNBOROUGH CHRISTIAN OUTREACH

BALANCE SHEET

At 31 July 2019

| | Notes | Unrestricted funds £ | Restricted funds £ | 2019 Total funds £ | 2018 Total funds £ |
|--|-------|----------------------------|--------------------------|-----------------------------|-----------------------------|
| FIXED ASSETS | | | | | |
| Tangible assets | 7 | 8,993 | - | 8,993 | 13,868 |
| Investments | 8 | 1 | - | 1 | 1 |
| | | <u>8,994</u> | <u>-</u> | <u>8,994</u> | <u>13,869</u> |
| CURRENT ASSETS | | | | | |
| Stocks | 9 | 78,110 | - | 78,110 | 79,083 |
| Debtors | 10 | 8,781 | - | 8,781 | 14,302 |
| Cash at bank and in hand | | 320 | 177 | 497 | 612 |
| | | <u>87,211</u> | <u>177</u> | <u>87,388</u> | <u>93,997</u> |
| CREDITORS | | | | | |
| Amounts falling due within one year | 11 | (33,694) | - | (33,694) | (43,868) |
| | | <u>53,517</u> | <u>177</u> | <u>53,694</u> | <u>50,129</u> |
| NET CURRENT ASSETS | | | | | |
| | | <u>53,517</u> | <u>177</u> | <u>53,694</u> | <u>50,129</u> |
| TOTAL ASSETS LESS CURRENT LIABILITIES | | | | | |
| | | <u>62,511</u> | <u>177</u> | <u>62,688</u> | <u>63,998</u> |
| NET ASSETS | | | | | |
| | | <u>62,511</u> | <u>177</u> | <u>62,688</u> | <u>63,998</u> |
| FUNDS | | | | | |
| | 14 | | | | |
| Unrestricted funds | | | | 62,511 | 63,821 |
| Restricted funds | | | | 177 | 177 |
| TOTAL FUNDS | | | | | |
| | | | | <u>62,688</u> | <u>63,998</u> |

The notes form part of these financial statements

FARNBOROUGH CHRISTIAN OUTREACH

BALANCE SHEET - CONTINUED

At 31 July 2019

The charitable company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 31 July 2019.

The members have not required the company to obtain an audit of its financial statements for the year ended 31 July 2019 in accordance with Section 476 of the Companies Act 2006.

The trustees acknowledge their responsibilities for

- (a) ensuring that the charitable company keeps accounting records that comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the charitable company as at the end of each financial year and of its surplus or deficit for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the charitable company.

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on 29 April 2020 and were signed on its behalf by:

C M Mason -Trustee

The notes form part of these financial statements

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31 July 2019

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention with the exception of investments which are included at market value.

Income

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

Expenditure

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with the use of resources.

Grants offered subject to conditions which have not been met at the year end date are noted as a commitment but not accrued as expenditure.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

| | |
|--------------------------|-------------------------------|
| Improvements to property | - Straight line over 20 years |
| Plant and machinery | - Straight line over 5 years |
| Fixtures and fittings | - Straight line over 6 years |

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

Stocks

Stocks are valued at the lower of cost and net realisable value, after making due allowance for obsolete and slow moving items.

Taxation

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

Funds

General unrestricted funds represent the funds of the charity that are not subject to any restrictions regarding their use and are available for application on the general purposes of the charity. Funds designated for a particular purpose by the trustees are also unrestricted.

Restricted funds are those subject to specific trusts, which may be declared by the donor or with their authority. The restricted funds of the charity are restricted income funds which are expendable at the discretion of the trustees in furtherance of some particular aspects of the activities of the charity.

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

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 July 2019

2. SUPPORT COSTS

| | Other £ | Governance costs £ | Totals £ |
|----------|------------|--------------------------|-------------|
| Bookshop | 1,800 | 4,925 | 6,725 |

Support costs, included in the above, are as follows:

| | 2019 Bookshop £ | 2018 Total activities £ |
|-----------------------------|-----------------------|-------------------------------|
| Sundries | 1,800 | 1,775 |
| Independent examiner's fees | 2,825 | 2,658 |
| Bookkeeper's fees | 2,100 | 4,200 |
| | <u>6,725</u> | <u>8,633</u> |

3. NET INCOME/(EXPENDITURE)

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

| | 2019 £ | 2018 £ |
|-----------------------------|-----------|-----------|
| Independent examiner's fees | 2,825 | 2,658 |
| Depreciation - owned assets | 4,875 | 5,505 |

4. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 31 July 2019 nor for the year ended 31 July 2018.

Trustees' expenses

There were no trustees' expenses paid for the year ended 31st July 2019 nor for the year ended 31st July 2018.

5. STAFF COSTS

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

| 2019 | 2018 |
|------|------|
| 2 | 2 |

No employees received emoluments in excess of £60,000.

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 July 2019

6. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

| | Unrestricted funds £ | Restricted funds £ | Total funds £ |
|------------------------------------|----------------------------|--------------------------|---------------------|
| INCOME AND ENDOWMENTS FROM | | | |
| Donations and legacies | 50,086 | - | 50,086 |
| Charitable activities | | | |
| Bookshop | 119,082 | - | 119,082 |
| Total | 169,168 | - | 169,168 |
| | | | |
| EXPENDITURE ON | | | |
| Charitable activities | | | |
| Bookshop | 180,104 | - | 180,104 |
| Total | 180,104 | - | 180,104 |
| | | | |
| NET INCOME/(EXPENDITURE) | (10,936) | - | (10,936) |
| | | | |
| RECONCILIATION OF FUNDS | | | |
| Total funds brought forward | 74,757 | 177 | 74,934 |
| | | | |
| TOTAL FUNDS CARRIED FORWARD | 63,821 | 177 | 63,998 |

7. TANGIBLE FIXED ASSETS

| | Improvements to property £ | Plant and machinery £ | Fixtures and fittings £ | Totals £ |
|------------------------|----------------------------------|-----------------------------|-------------------------------|-------------|
| COST | | | | |
| At 1 August 2018 | 85,497 | 28,334 | 25,566 | 139,397 |
| Disposals | - | (14,000) | - | (14,000) |
| At 31 July 2019 | 85,497 | 14,334 | 25,566 | 125,397 |
| | | | | |
| DEPRECIATION | | | | |
| At 1 August 2018 | 72,794 | 27,169 | 25,566 | 125,529 |
| Charge for year | 4,290 | 585 | - | 4,875 |
| Eliminated on disposal | - | (14,000) | - | (14,000) |
| At 31 July 2019 | 77,084 | 13,754 | 25,566 | 116,404 |
| | | | | |
| NET BOOK VALUE | | | | |
| At 31 July 2019 | 8,413 | 580 | - | 8,993 |
| At 31 July 2018 | 12,703 | 1,165 | - | 13,868 |

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED
for the year ended 31 July 2019

8. FIXED ASSET INVESTMENTS

| | |
|-----------------------------------|---|
| | Shares in group undertakings £ |
| MARKET VALUE | |
| At 1 August 2018 and 31 July 2019 | <u>1</u> |
| NET BOOK VALUE | |
| At 31 July 2019 | <u><u>1</u></u> |
| At 31 July 2018 | <u><u>1</u></u> |

There were no investment assets outside the UK.

The company's investments at the balance sheet date in the share capital of companies include the following:

The Triangle Cafe Limited

Nature of business: Coffee shop

| | | | |
|--------------------------------|---------|----------------|-----------------|
| | % | | |
| Class of share: | holding | | |
| Ordinary | 100 | | |
| | | 31.7.19 | 31.7.18 |
| | | £ | £ |
| Aggregate capital and reserves | | (30,925) | (24,009) |
| (Loss) for the year | | <u>(6,916)</u> | <u>(12,435)</u> |

9. STOCKS

| | | |
|--------|---------------|---------------|
| | 2019 | 2018 |
| | £ | £ |
| Stocks | <u>78,110</u> | <u>79,083</u> |

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | | |
|--------------------------------|--------------|---------------|
| | 2019 | 2018 |
| | £ | £ |
| VAT | 1,143 | 3,461 |
| Prepayments and accrued income | <u>7,638</u> | <u>10,841</u> |
| | <u>8,781</u> | <u>14,302</u> |

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 July 2019

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

| | 2019 | 2018 |
|---|---------------|---------------|
| | £ | £ |
| Bank loans and overdrafts (see note 12) | 1,410 | 1,183 |
| Other loans (see note 12) | 3,500 | 3,500 |
| Trade creditors | 21,069 | 26,696 |
| Social security and other taxes | 176 | 175 |
| Other creditors | 4,375 | 7,188 |
| Accruals and deferred income | 3,164 | 5,126 |
| | <u>33,694</u> | <u>43,868</u> |

12. LOANS

An analysis of the maturity of loans is given below:

| | 2019 | 2018 |
|--|--------------|--------------|
| | £ | £ |
| Amounts falling due within one year on demand: | | |
| Bank overdraft | 1,410 | 1,183 |
| Other loans | 3,500 | 3,500 |
| | <u>4,910</u> | <u>4,683</u> |

13. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

| | 2019 | 2018 |
|----------------------------|--------------|---------------|
| | £ | £ |
| Within one year | 4,667 | 28,000 |
| Between one and five years | - | 4,667 |
| | <u>4,667</u> | <u>32,667</u> |

Subsequent to the year end the charitable company renewed its lease at a new rental of £15,000 per annum on a five year term with one quarter's rent free period.

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 July 2019

14. MOVEMENT IN FUNDS

| | At 1.8.18 £ | Net movement in funds £ | At 31.7.19 £ |
|-----------------------------|----------------|-------------------------------|-----------------|
| Unrestricted funds | | | |
| General fund | 49,951 | 3,567 | 53,518 |
| Fixed Asset Fund | 13,870 | (4,877) | 8,993 |
| | <hr/> | <hr/> | <hr/> |
| | 63,821 | (1,310) | 62,511 |
| Restricted funds | | | |
| Buy a bulb | 177 | - | 177 |
| | <hr/> | <hr/> | <hr/> |
| TOTAL FUNDS | <u>63,998</u> | <u>(1,310)</u> | <u>62,688</u> |

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 162,956 | (159,389) | 3,567 |
| Fixed Asset Fund | - | (4,877) | (4,877) |
| | <hr/> | <hr/> | <hr/> |
| | 162,956 | (164,266) | (1,310) |
| | <hr/> | <hr/> | <hr/> |
| TOTAL FUNDS | <u>162,956</u> | <u>(164,266)</u> | <u>(1,310)</u> |

Comparatives for movement in funds

| | At 1.8.17 £ | Net movement in funds £ | At 31.7.18 £ |
|-----------------------------|----------------|-------------------------------|-----------------|
| Unrestricted Funds | | | |
| General fund | 55,383 | (5,431) | 49,952 |
| Fixed Asset Fund | 19,374 | (5,505) | 13,869 |
| | <hr/> | <hr/> | <hr/> |
| | 74,757 | (10,936) | 63,821 |
| Restricted Funds | | | |
| Buy a bulb | 177 | - | 177 |
| | <hr/> | <hr/> | <hr/> |
| TOTAL FUNDS | <u>74,934</u> | <u>(10,936)</u> | <u>63,998</u> |

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 July 2019

14. MOVEMENT IN FUNDS - continued

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 169,168 | (174,599) | (5,431) |
| Fixed Asset Fund | - | (5,505) | (5,505) |
| | <hr/> | <hr/> | <hr/> |
| | 169,168 | (180,104) | (10,936) |
| | <hr/> | <hr/> | <hr/> |
| TOTAL FUNDS | <u>169,168</u> | <u>(180,104)</u> | <u>(10,936)</u> |

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

| | At 1.8.17 £ | Net movement in funds £ | At 31.7.19 £ |
|---------------------------|----------------|-------------------------------|-----------------|
| Unrestricted funds | | | |
| General fund | 55,383 | (1,864) | 53,519 |
| Fixed Asset Fund | 19,374 | (10,382) | 8,992 |
| Restricted funds | | | |
| Buy a bulb | 177 | - | 177 |
| | <hr/> | <hr/> | <hr/> |
| TOTAL FUNDS | <u>74,934</u> | <u>(12,246)</u> | <u>62,688</u> |

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

| | Incoming resources £ | Resources expended £ | Movement in funds £ |
|---------------------------|----------------------------|----------------------------|---------------------------|
| Unrestricted funds | | | |
| General fund | 332,124 | (333,988) | (1,864) |
| Fixed Asset Fund | - | (10,382) | (10,382) |
| | <hr/> | <hr/> | <hr/> |
| | 332,124 | (344,370) | (12,246) |
| | <hr/> | <hr/> | <hr/> |
| TOTAL FUNDS | <u>332,124</u> | <u>(344,370)</u> | <u>(12,246)</u> |

FARNBOROUGH CHRISTIAN OUTREACH

NOTES TO THE FINANCIAL STATEMENTS - CONTINUED

for the year ended 31 July 2019

14. MOVEMENT IN FUNDS - continued

Unrestricted funds

The fixed asset fund is a designated fund and represents the net book value of fixed assets of the charity, for the purpose of freeing reserves that are not available for expenditure. Transfers relate to assets capitalised during the year, and outgoing resources represent depreciation charged during the year.

Restricted Fund

The Buy a Bulb fund is as a result of an appeal to pay for the new LED lights installed in the bookshop to enhance the displays.

15. RELATED PARTY DISCLOSURES

The charity owns the entire share capital of The Triangle Cafe Limited (referred to as the cafe), a limited company registered in England and Wales. This year no management charges (2018: £nil) were passed onto the cafe.

The charity did not receive a donation from the cafe this financial year (2018: £nil).

At the end of the year, a balance of £37,967 was due from the cafe (2018: £29,887). In view of the fact The Triangle Cafe Limited was insolvent as at 31st July 2019, a further provision of £8,080 against this debt has been made in the accounts of Farnborough Christian Outreach (2018: £16,357).

FARNBOROUGH CHRISTIAN OUTREACH

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2019

| | 2019 | 2018 |
|---------------------------------|----------------|----------------|
| | £ | £ |
| INCOME AND ENDOWMENTS | | |
| Donations and legacies | | |
| Donations and membership fees | 58,455 | 50,086 |
| Charitable activities | | |
| Bookshop sales | 104,501 | 119,082 |
| Total incoming resources | <u>162,956</u> | <u>169,168</u> |
| EXPENDITURE | | |
| Charitable activities | | |
| Wages | 15,709 | 18,924 |
| Rates and water | 1,068 | 1,243 |
| Insurance | 1,954 | 1,734 |
| Light and heat | 4,838 | 7,235 |
| Telephone and internet | 4,737 | 3,929 |
| Postage and stationery | 1,966 | 1,212 |
| Advertising | 983 | 629 |
| Sundries | 503 | 888 |
| Purchases | 67,453 | 68,219 |
| Rent | 28,000 | 28,000 |
| Repairs and maintenance | 14,437 | 14,836 |
| Dues and subscriptions | 1,092 | 728 |
| Depn improvements to property | 4,290 | 4,290 |
| Depn plant and machinery | 587 | 1,215 |
| Bank charges and interest | 624 | 818 |
| Credit card commission | 805 | 800 |
| Credit card costs | 415 | 414 |
| Provision against subsidiary | 8,080 | 16,357 |
| | <u>157,541</u> | <u>171,471</u> |
| Support costs | | |
| Other | | |
| Sundries | 1,800 | 1,775 |
| Governance costs | | |
| Independent examiner's fees | 2,825 | 2,658 |
| Bookkeeper's fees | 2,100 | 4,200 |
| | <u>4,925</u> | <u>6,858</u> |
| Total resources expended | <u>164,266</u> | <u>180,104</u> |

This page does not form part of the statutory financial statements

FARNBOROUGH CHRISTIAN OUTREACH

DETAILED STATEMENT OF FINANCIAL ACTIVITIES
for the year ended 31 July 2019

| | 2019 £ | 2018 £ |
|------------------------|----------------|-----------------|
| Net expenditure | <u>(1,310)</u> | <u>(10,936)</u> |

This page does not form part of the statutory financial statements