

NEW SPRINGS U K
ABBREVIATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2002



Registered Charity No. 1068899

Company Registration No. ⁵⁰3052355

NEW SPRINGS UK

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NEW SPRINGS UK

LEGAL AND ADMINISTRATION INFORMATION

Status	The organisation is a Charitable Company limited by guarantee not having a share capital. The Church is part of the company is known as New Springs International Christian Church. The governing instrument is the Company's Articles of Association. Under those Articles the Directors are appointed by Members of the Company or by the Directors. The Directors are the Trustees the Charity.	
Directors and Trustees	Prof C Anumba Mr D Holmes Rev G E Miller Mr D M Richards Mr K C Tripp Pastor H M S Weaver Rev P C Weaver	(appointed 10 January 2002) (resigned 16 December 2002) (appointed 20 January 2002) (appointed 10 January 2002)
Secretary	Rev G E Miller Pastor H M S Weaver	(resigned 16 December 2002) (appointed 20 January 2003)
Pastors	Rev G E Miller Rev P C Weaver Pastor H M S Weaver	(resigned 16 December 2002)
Registered Office	New Springs Centre 2a Granby Street Loughborough LE11 3DU	
Registered Charity No.	1068899	
Company Registration No.	3502355	
Accountants	MGI Watson Buckle York House Cottingley Business Park Bradford BD16 1PF	
Bankers	Barclays Bank Plc 2 Bishops Meadow Loughborough LE11 5RB HSBC 41 Market Place Loughborough LE11 3EJ	
Solicitor	S F Marshall Robinsons Solicitors Friar Gate Derby DE1 1FL	

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DIRECTORS AND TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2002

The Directors / Trustees present their report for the year ended 31 December 2002.

Objectives

The objectives are:

1. To advance the Christian Faith;
2. To relieve persons who are in need, in hardship, aged, sick, homeless, or in distress,
3. To advance education in accordance with Christian Principles,
4. To promote social responsibilities and personal morality,
5. To promote rehabilitation of persons affected by drugs, alcohol, and other substances.

Operating Methods

The day-today affairs of the Church are arranged by and under the supervision of the Pastors. Voluntary helpers carry out such duties as are delegated to them by the Pastors. Liaison with other Churches is implemented by the Pastors. All other activities and affairs are under the direct control and supervision of the Trustees.

Directors and Trustees

The names of the Directors who currently hold office are shown on page 1.

New appointments -	Prof C Anumba	appointed 10 January 2002
	D M Richards	appointed 20 January 2002
	K C Tripp	appointed 10 January 2002
Resignation -	Rev G E Miller	resigned 16 December 2002

All other Directors held office throughout the year 2002.

Review of Activities:

Rev Garry E Miller resigned as a Director, Trustee and Pastor on 16 December 2002 due to his return to the USA to take up a position in Tallahassee, Florida. We thank him for his faithful service and for the significant contribution he made to the Charity in the five years he was a member of the Trust.

Trustees met on a bi – monthly basis.

Activities of the year:

The Trust took on a ten year lease on a first floor property plus a ground floor room in the centre of Loughborough town centre situated at Granby Halls, 2a Granby Street, Loughborough.

The lease was signed on the 16 June 2002 and we took possession of the building on 9 August 2002. The following months saw us renovate and refurbish the building and the first public meeting took place on Sunday 1 December 2002.

The property was totally renovated and refurbished – a renovation that included full disabled access and facilities. Much time has been spent on negotiating the lease and thereafter raising funds for the work that was needed within the property.

The property now comprises of a main auditorium seating 150 – 175 people, theatre style, along with a family room area with a capacity for 25 – 30 people, three separate toilet facilities plus a disabled toilet facility, a kitchen, one ancillary side room plus two offices. Additionally, there is a ground room accessing the main street.

This particular area will, hopefully, be developed in the future into a one – stop advice shop.

Other Local Activities:

There was an emphasis on working with the large international community based in Loughborough, primarily through the University. We held a significant number of student events and outreaches in to the community. A successful banquet, carol service, student gatherings and concerts were held as social events.

We appointed one of our Pastor, Helen Weaver, as the new Chaplain at the University taking over the position from Rev Garry Miller on his return to the USA.

During the mid week the Church met in small groups around the town. We continued to work very closely with the other Churches in the town, jointly putting on various events.

We held a successful, contemporary young people's service with 200 in attendance based on the whole area of sport. It was entitled 'the game of life'. We held a special week of prayer and launched our first Alpha programme along with a number of special new-comers events.

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DIRECTORS AND TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2002

National Events:

The Director, Rev Phil Weaver, held bi-monthly events for Ministers up and down the Country with the purpose of envisioning, equipping, empowering and motivating the various Churches to be involved in both spiritual as well as community / social activity. The groups of Ministers meet on a bi-monthly basis are known as 'The New Springs Network'. Rev Weaver also met on a one to one basis with a significant number of Ministers, literally pastoring the Pastor, and caring for the Carers.

Future Events:

It is envisaged that over the next year the activities of the Charity, both locally and nationally, will significantly increase as a result of acquiring the centrally located premises, that will be used as a base. This facility will enable us to develop the work locally and introduce a number of Charity and social activity programmes.

It is also intended that the Charity will establish an out of schools child care programme, as well as strengthening our work with local based internationals and students.

There is an outreach mission planned for the Summer of 2003 when a team will minister in the Bucknall area of Stoke on Trent, working with local Churches for a period of ten weeks.

It is envisaged that the Charity will develop and grow in every area and the next twelve months should see us employing and supporting a number of staff.

To establish the extensive community and social programme that is planned, we will be focusing on applying to a number of Trusts for grant aid for the various projects.

Reserves Policy:

The Directors / Trustees have reviewed the Charity's needs for reserves in line with the guidance issued by the Charity Commission and consider it prudent that unrestricted reserves should be sufficient to avoid the necessity to realise fixed assets and cover three months running costs.

Fundraising

Funds are raised by offerings taken at the Sunday morning meetings and at other various church gatherings. Taking into consideration the financial position of those who attend the Church the offerings are as high as can be expected. A fee is charged for some of the events to cover part or all of the cost of the events. Members taking part in mission activities are expected to raise sufficient funds to pay their personal expenses. The Church does not carry out direct fundraising events but individuals donate the net proceeds of events which they have arranged.

Review of the Financial Statements

The incoming resources have increased from £109,519 in the year 2001 to £112,880 in the year 2002, an increase of 3%. The total expenditure has increased from £90,606 in the year 2001 to £141,067 in the year 2002, an increase of 55%. The 2002 expenses include £46,984 for refurbishment of the new premises. If this figure was not included the increase in expenses would have been less than 4%.

The net assets of the Charity at 31 December 2002 were ££58,687.

Risk Assessment

The Directors / Trustees have conducted a review of the major risks to which the Charity is exposed and the actions necessary to mitigate those risks. The Charity is very reliant upon the financial support received from a small number of individuals and the work undertaken by the voluntary helpers. Any reduction in the financial or human resources available will result in a reduction in the work undertaken and the effectiveness of the Charity.

Investment Powers

The Charity may invest funds not immediately required in such investments, securities or property as thought fit subject to such conditions and consents as may for the time being be imposed by law.

Investment Policy

Liquid funds not required for immediate use are placed on a short-term deposit. Medium and long-term investments are considered to be inappropriate at the present time.

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DIRECTORS AND TRUSTEES REPORT FOR THE YEAR ENDED 31 DECEMBER 2002

Close Company Provisions

So far as the Directors are aware, the Company was at the end of the accounting period a closed company within the meaning of the Income and Corporation Taxes Act 1988.

Voluntary Helpers

There is a voluntary team of Church Members and Supporters who carry out the greater part of the Charity and Church work. Without their support little would be achieved. Our grateful thanks are expressed to these voluntary workers.

Directors Responsibility

Company law requires the Directors to prepare Financial Statements for each financial year which give a true and fair view of the state of the affairs of the Company and to the Income and Expenditure of the Company for that period. In preparing those Financial Statements, the Directors are required to:

- select suitable accounting policies, and then apply them consistently,
- make judgements and estimates that are reasonable and prudent,
- prepare the Financial Statements on a going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable them to ensure that the Financial Statements comply with the Companies Act 1985. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Members' Guarantees

Members of the Company guarantee to contribute an amount not exceeding £10 each to the assets of the Company in the event of winding up. The total number of such guarantees at 31 December 2002 was 3 (2001 – 3).

Appointment of Accountants

A resolution will be proposed at the Annual General Meeting that MGI Watson Buckle be reappointed Accountants to the Company.

Approval

This report was approved by the Board on 16 October 2003 taking into account the exemption available to Small Companies.

Signed on behalf of the Directors / Trustees



K Tripp

Chairman

NEW SPRINGS UK

**INDEPENDENT ACCOUNTANTS' REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS
OF NEW SPRINGS UK**

We report on the accounts for the year ended 31 December 2002 set out on pages 6 to 11.

Respective Responsibilities of the Directors and Reporting Accountants

As described on page 4, the Trustees, who are also Directors of New Springs UK for the purposes of company law, are responsible for the preparation of the accounts, and they consider that the company is exempt from an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

Basis of Opinion

Our work was conducted in accordance with the statement of standards for reporting accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the company, and making such limited enquiries of the officers of the company as we consider necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

Opinion

In our opinion:

- a) the accounts are in agreement with the accounting records kept by the company under section 221 of the Companies Act 1985
- b) have regard only to, and on the basis of, the information contained in those accounting records:
 - i) the accounts have been drawn up in a manner consistent with the accounting requirements specific in section 249C(6) of the Act; and
 - ii) the company satisfied the conditions for exemption from the audit of the accounts for the year specified in section 249C(4) of the Act and did not, at any time within the year, fall within any categories of companies not entitled to the exemption specified in section 249B(1).

MGI Watson Buckle

MGI Watson Buckle
Chartered Accountants
York House
Cottingley Business Park
Bradford
BD16 1PF

16 October 2003

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INCOME AND EXPENDITURE ACCOUNT (Incorporating the Statement of Financial Activities) FOR THE YEAR ENDED 31 DECEMBER 2002

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2002 £	Total Funds 2001 £
Incoming Resources					
Donations and Gifts	1d & 2	100,451	3,667	104,118	98,612
Activities to further the charity's objectives:					
Church Activities		7,200		7,200	7,868
Interest Received		1,562	-	1,562	3,039
Total Incoming Resources		109,213	3,667	112,880	109,519
		=====	=====	=====	=====
Resources Expended					
Charitable Expenditure	1e & 3	135,845	5,222	141,067	90,606
Total Resources Expended		135,845	5,222	141,067	90,606
		=====	=====	=====	=====
Net (Outgoing) / Incoming Resources before Transfers		(26,632)	(1,555)	(28,187)	18,913
Transfer between funds		(15,10)	15,10	-	-
Net Movement in Funds		(28,142)	(45)	(28,187)	18,913
Total Funds at 1 January 2002		86,829	45	86,874	67,961
Total Funds at 31 December 2002		58,687	-	58,687	86,874
		=====	=====	=====	=====

There were no gains or losses recognised in these Financial Statements other than through the Statement of Financial Activities.

The movements in funds are disclosed in note 12 to the financial statements.

The notes on pages 8 to 11 form an integral part of these financial statements.

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BALANCE SHEET AS AT 31 DECEMBER 2002

	Notes	Unrestricted Funds £	Restricted Funds £	Total Funds 2002 £	Total Funds 2001 £
Fixed Assets					
Tangible Fixed Assets	7	76,595	-	76,595	8,516
Current Assets					
Debtors	8	20,654	-	20,654	2,792
Cash in hand and at bank		17,682	-	17,682	94,817
		38,336	-	38,336	97,609
Creditors: Amounts falling due within one year	9	16,404	-	16,404	1,961
Net Current Assets		21,932	-	21,932	95,648
Total Assets less Current Liabilities		98,527	-	98,527	104,164
Creditors: Amounts falling due after more than one year	10	31,840	-	31,840	17,290
		66,687	-	66,687	86,874
Net Assets					
Reserves:					
Balances brought forward		86,829	45	86,874	67,961
Net (Outgoing) /Incoming Resources for year		(18,632)	(1,555)	(20,187)	18,913
		68,197	(1,510)	66,687	86,874
Transfers between Funds		(1,510)	1,510	-	-
Balances carried forward		66,687	-	66,687	86,874

The Directors have relied upon the special exemptions available under the Companies Act 1985 not to have the accounts audited on the grounds that the Company is a Charitable Company and is partially exempt from the audit requirements under section 249A(2). No notice has been served on the Company under section 249B(2) of the Companies Act 1985 requiring an audit to be carried out.

The Directors also acknowledge that they are responsible for preparing accounts which give a true and fair view of the Company and of its Income and Expenditure and Surplus for the year then ended in accordance with the requirements of Section 226 of the Companies Act, and which otherwise comply with the requirements of that Act relating to accounts, so far as applicable to this Company. The Directors acknowledge that they are responsible for ensuring that the Company keeps accounting records which comply with section 221 of the Companies Act 1985.

The Directors have relied on the special exemptions available to Small Companies on the grounds that the Company qualifies as a Small Company by virtue of section 248 of the Companies Act 1985. The Financial Statements have been prepared in accordance with the special provisions of part 7 of the Companies Act 1985 relating to small companies.

These notes on pages 8 to 13 form an integral part of these financial statements.

These Financial Statements were approved by the Board on 16 October 2003 and signed on its behalf.

Keith C. Tripp

K Tripp Chairman

D Holmes

D Holmes Director / Trustee

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

1. Accounting Policies

a) Basis of Preparation

The financial statement have been prepared under the historical cost convention and in accordance with the Statement of Recommended Practice (SORP), 'Accounting and Reporting by Charities' published in October 2000 and applicable accounting standards.

The statement of financial activities (SOFA) and balance sheet consolidate the financial statements of the Charity and its subsidiary undertaking. The results of the subsidiary are consolidated on a line by line basis.

The Charity has availed itself of Paragraph 3 (3) of Schedule 4 of the Companies Act and adapted the Companies Act formats to reflect the special nature of the Charity's activities. No separate SOFA has been presented for the Charity alone as permitted by Section 230 of the Companies Act 1985 and paragraph 304 of the SORP

b) Company Status

The Charity is a company limited by guarantee. The members of the company are the Trustees named on page 1. In the event of the Charity being wound up, the liability in respect of the guarantee is limited to £1 per member of the Charity.

c) Fund Accounting

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

Designated funds comprise unrestricted funds that have been set aside by the Trustees for particular purposes. The aim and use of each designated fund is set out in the notes to the financial statements.

d) Incoming Resources

All incoming resources are included in the SOFA when the Charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. For legacies, entitlement is the earlier of the Charity being notified of an impending distribution or the legacy being received.

Gifts in kind donated for distribution are included at valuation and recognised as income when they are distributed to the projects. Gifts donated for resale are included as income when they are sold. Donated facilities are included at the value to the Charity where this can be quantified and a third party is bearing the cost. No amounts are included in the financial statements for services donated by volunteers.

e) Resources Expended

All expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources. Premises overheads have been allocated on a floor area basis and other overheads have been allocated on the basis of the head count.

Fund-raising costs are those incurred in seeking voluntary contributions and do not include the costs of disseminating in support of the charitable activities. Support costs are those costs incurred directly in support of expenditure of the objects of the Charity and include project management carried out at Headquarters. Management and administration costs are those incurred in connection with administration of the Charity and compliance with constitutional and statutory requirements.

f) Tangible Fixed Assets and depreciation

Tangible fixed assets costing more than £1,000 are capitalised and included at cost including any incidental expenses of acquisition.

Depreciation is provided on all tangible fixed assets at rates calculated to write off the cost on a straight line basis over their expected useful economic lives as follows:

P A Equipment	Over 5 years
Motor Vehicle	Over 5 years
Other Equipment	Over 5 years

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2002

g) Finance and Operating Leases

Rentals applicable to operating leases are charged to the SOFA over the period in which the cost is incurred.

Assets obtained under finance leases and hire purchase are capitalised in the Balance Sheets and are depreciated over their useful lives. The interest element of the rental charged to the SOFA over the period of the lease and obligations under such agreements are included in creditors.

2. Donations and Gifts

	Unrestricted Funds £	Restricted Funds £	Total Funds 2002 £	Total Funds 2001 £
Tithes, offering and other donations	82,811	3,667	86,478	83,088
Gift Aid receivable	17,640	-	17,640	15,524
	-----	-----	-----	-----
	100,451	3,667	104,118	98,612
	=====	=====	=====	=====

3. Resources Expended

	Unrestricted Funds £	Restricted Funds £	Total Funds 2002 £	Total Funds 2001 £
Ministry Support and Expenses	34,127	5,222	39,349	35,467
Charitable Gifts	9,289		9,289	32,152
Premises and Equipment Costs	63,831		63,831	4,988
Management and Administration	7,707		7,707	10,441
Events and Activities	9,391		9,391	4,398
Depreciation	11,500		11,500	3,160
	-----	-----	-----	-----
	135,845	5,222	141,067	90,606
	=====	=====	=====	=====

4. Cost of generating funds

No costs have been incurred in generating funds in 2002 and 2001. Fundraising has been carried out by individuals and the proceeds given to the Charity at no cost to the charity.

5. a) Operating surplus

	2002 £	2001 £
The operating surplus is stated after charging:		
Operating Lease Rentals	15,387	-
Accountants' Fee	482	500
Depreciation	11,500	3,160
	=====	=====

b) Interest payable and similar charges

	2002 £	2001 £
Hire purchase charge	409	217
Overdraft interest and bank charges	160	171
Bank loan charge	158	-
	=====	=====

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NOTES TO THE FINANCIAL STATEMENTS (continued) FOR THE YEAR ENDED 31 DECEMBER 2002

6. Transactions with Trustees

During the year, three of the Trustees were also engaged in Ministry and in accordance with the Trust Deed, Ministry Fees and expenses paid to them were as follows:

	2002 £	2001 £
Rev P C Weaver - Support	28,670	28,067
Expenses	2,800	1,500
Rev G E Miller - Support	5,222	4,400
Expenses	2,580	1,500
Pastor H M S Weaver - Support	77	-
	<u>39,349</u>	<u>35,467</u>

Travelling expenses totalling £476 were paid to the other Trustees during the year (2001 - £208)

7. Tangible Fixed Assets

Cost	At 1/1/02 £	Additions £	Disposals £	At 31/12/02 £
P A Equipment	2,668	30,524	-	33,192
Motor Vehicle	3,150	-	-	3,150
Other Equipment	8,658	49,055	-	57,713
	<u>14,476</u>	<u>79,579</u>	<u>-</u>	<u>94,055</u>

Depreciation	At 31/01/2002 £	Charge for period £	On Disposals £	At 31/12/02 £
P A Equipment	1,833	4,326	-	6,159
Motor Vehicle	788	787	-	1,575
Other Equipment	3,339	6,387	-	9,726
	<u>5,960</u>	<u>11,500</u>	<u>-</u>	<u>17,460</u>

Net Book Value	At 1/1/02 £	At 31/12/02
P A Equipment	835	27,033
Motor Vehicle	2,362	1,575
Other Equipment	5,319	47,987
	<u>8,516</u>	<u>76,595</u>

Assets with a book value of
£1,324 was subject to a hire
purchase agreement (2001
£1,872)

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2001**

8. Debtors

	2002	2001
	£	£
Income Tax Recoverable	12,654	2,792

9. Creditors: Amounts falling due within one year.

	2002	2001
	£	£
Trade Creditors	13,478	960
Hire Purchase Finance	450	431
Accruals	2,476	570
	<u>16,404</u>	<u>1,961</u>

10. Creditors: Amounts falling due after more than one year.

	2002	2001
	£	£
Loans	30,000	-
Church Member's Loan (Note 11)	-	15,000
Hire Purchase Finance	1,840	2,290
	<u>31,840</u>	<u>17,290</u>

11. Member's Loan

An unsecured loan of £15,000 granted by a member of the Church was repaid during the year.

12. Funds

	Balance at 1/1/02	Movement in Resources			Balance at 31/12/02
	£	Incoming £	Outgoing £	Transfers £	£
Unrestricted General Fund	13,350	84,270	67,862	28,929	58,687
Designated No Mortgage Fund	20,865	460	21,325	-	-
Designated B F E Fund (1)	20,614	24,483	46,658	1,561	-
Designated B F E Fund (2)	32,000	-	-	-32,000	-
Restricted Chaplaincy Fund	45	3,667	5,222	1,510	-
	<u>86,874</u>	<u>112,880</u>	<u>141,067</u>	<u>-</u>	<u>58,687</u>

13. Employees

There were no employees during the periods ended 31 December 2002 and 2001.

14. Contingent Liability

There were no contingent liabilities as at 31 December 2002 or 31 December 2001.

15. Capital Commitments

As at 31 December 2002 and 31 December 2001 there were no capital commitments.