

**THE PAROCHIAL CHURCH COUNCIL OF
THE ECCLESIASTICAL PARISH OF
SAINT MARY**

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 DECEMBER 2022**

Registered Charity Number: 1126950

**THE PAROCHIAL CHURCH COUNCIL
OF THE ECCLESIASTICAL PARISH OF SAINT MARY**

FINANCIAL STATEMENTS

**FOR THE YEAR ENDED
31 DECEMBER 2022**

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**THE PAROCHIAL CHURCH COUNCIL
OF THE ECCLESIASTICAL PARISH OF SAINT MARY**

TRUSTEES ANNUAL REPORT

**FOR THE YEAR ENDED
31 DECEMBER 2022**

The trustees present their Annual Report and Financial Statements of The Parochial Church Council of the Ecclesiastical Parish of Saint Mary for the year ended 31 December 2022.

The Financial Statements comply with the Trust Deed, the Church Accounting Regulations 2006, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their Financial Statements in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015, including early adoption as amended January 2016).

REFERENCE AND ADMINISTRATIVE INFORMATION

Charity Name: The Parochial Church Council of the Ecclesiastical Parish of Southampton City Centre

Registered Charity Number: 1126950

The PCC is a charity and registered with the Charity Commission on 26 November 2008.

The Parochial Church Council of the Ecclesiastical Parish of Southampton City Centre is the charity name of the Parish of Saint Mary, Southampton.

Correspondence Address: The Parish Office
135 St Mary Street
Southampton
S014 1NX

PCC members (trustees) who have served from 1 January 2021 until the date this report was approved are:

Incumbent:	Rev'd Jon Finch	Rector	App June 2018
	Ms Catherine Delve	Co-Chair	App Apr 2019
	Dr Nicholas Fuggle	Co-Chair	App Dec 2018
Clergy:	Rev'd Jon Finch	Rector	App June 2018
	Rev'd Jonny Goodchild	Curate	App June 2020
	Rev'd Tom Boulter	Curate	App Jul 2022
Church Wardens:	Ms Catherine Delve	Co-Chair	App Apr 2019
	Dr Nicholas Fuggle	Co-Chair	App Dec 2018

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
SOUTHAMPTON CITY CENTRE**

**TRUSTEES ANNUAL REPORT
(CONTINUED)**

**FOR THE YEAR ENDED
31 DECEMBER 2022**

REFERENCE AND ADMINISTRATIVE INFORMATION (CONTINUED)

Deanery Synod

Representatives:	Ms Gemma Snell	App Oct 2020
	Mr Chris Scoggins	App Oct 2020

Other Elected Members: of the PCC	Mr Neil Atherton	Treasurer	App Feb 2019
	Mrs Juliet Collinson		App Apr 2019
	Mrs Susanna Stafford-Curtis		App Apr 2019
	Mr Ayo Falade		App Oct 2020
	Ms Rachel Swift		App Oct 2020
	Ms Rachel Pawsey		App Oct 2020
	Dr Ben Thomas		App Oct 2020
	Mrs Angela Matwasa		App Jun 2022
	Mrs Emily Harvey		App Jun 2022

Secretary:	Miss Emma Du Croz	App July 2018
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Our Advisors:

Independent Examiner:	Sue Wintle FMAAT 27 Bascott Road Bournemouth BH11 8RJ
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Bankers:	National Westminster Bank Plc 68 Above Bar Street Southampton S014 7DS
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Investment Managers:	CCLA Investment Management Ltd Senator House 85 Queen Victoria Street London EC4V 4ET
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**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
SOUTHAMPTON CITY CENTRE**

**TRUSTEES' ANNUAL REPORT
(CONTINUED)**

**FOR THE YEAR ENDED
31 DECEMBER 2022**

OBJECTIVES AND ACTIVITIES

Vision Statement

Saint Mary's Southampton is a community following Jesus, playing our part in the renewal of Southampton.

We aren't just here to build a church, we are here to transform a city. Church was never meant to be contained in a building, it was meant to flow out and permeate society, uplifting and bringing hope to everyone.

We believe that Southampton can be known as a city where people love their neighbour, where people experience forgiveness and so they forgive, where kindness is rife and generosity common. Where the young and old are filled with purpose and the rich and poor overflow with compassion.

We believe that in Southampton Jesus is making all things new and we long to see every citizen of our city marching together with all of the saints singing "we've found a LOVE that has changed EVERYTHING!" Because with Jesus, the best is yet to come!

Public Benefit Statement

All of our activities are undertaken to further our charitable purposes for the public benefit. In planning our activities for the year we have considered the Charity Commission's guidance on public benefit, including the guidance 'Public Benefit: Running a Charity (PB2)' and, in particular, the supplementary guidance on charities for the advancement of religion.

ACHIEVEMENTS AND PERFORMANCE

Fellowship Numbers

There were 220 members on the Electoral Roll. Of these, 20 live in the parish.

Review of the Year

2022 has been an encouraging year of growth and learning. The ability to plan ahead, develop termly rhythms again, and encourage regular and committed attendance have all contributed to a more established post covid community.

SUNDAYS & WORSHIP

Sundays continue to grow with new families and students finding the church post Covid. The worship team have been writing and releasing new songs throughout the year, with successful song writing weekends and a workshop held at Focus to encourage other churches to be able to do the same.

ALPHA & ADDITIONAL COURSES (marriage, pre-marriage, bereavement, CAP)

Alpha ran for three terms in 2022 with stories of people finding faith and returning to church at each course. The bereavement course ran for the first time and was well received. CAP ran twice and attracted a range of demographics grateful for the support that the course offered. Marriage and pre-marriage have continued online and seem to be successful in that format.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
SOUTHAMPTON CITY CENTRE**

**TRUSTEES' ANNUAL REPORT
(CONTINUED)**

**FOR THE YEAR ENDED
31 DECEMBER 2022**

ACHIEVEMENTS AND PERFORMANCE (CONTINUED)

SAINTS IN THE CITY

The Marketplace has grown and the Meeting Place café now runs alongside it. With regular attendance from social prescribers, Mind digital awareness course, Saints Foundation fitness and more, the space on Thursday mornings offers a wide range of support and community for those involved. The annual Saints in the City Day in May ran successfully with projects across the SO14 area and a family fun day running concurrently in the church grounds.

SAINTS KIDS

Saints Kids has seen huge growth on Sundays with an average of over 40 children attending each week. Each term a Saints Kids Presents event has happened which has been an opportunity to invite our wider local community to take part in family activities at church. In October a well attended holiday club was run for one week during the half term.

SAINTS YOUTH

Saints Cafe continues to run each week, with a slow and steady increase in weekly attendance. Strong relationships are being formed amongst the youth and volunteers and the Christmas party was an example of the community that has been created. Sunday Youth is starting to grow and it is hoped that this will start to attract other families with young people.

SAINTS STUDENTS

Saint Students has been meeting every other week, with speakers and worship, and well as socials and term end BBQ's on the beach. Over the spring term a study space was created at the church and provided support while exams were taking place. In the autumn term 62 students went on the weekend away with incredible stories on their return.

BAPTISMS

We have held two days of adult baptisms as well as several infant baptisms across the year. Many of those baptised had come through Alpha, with three of them being members of the Marketplace.

FOCUS

2022 Focus was a celebration of being able to be together again after the past few years. Held in Newark Showground this offered some new challenges, but it was amazing to gather 275 people (across Saint Mary's and St Win's) together with the HTB network.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
SOUTHAMPTON CITY CENTRE**

**TRUSTEES' ANNUAL REPORT
(CONTINUED)**

**FOR THE YEAR ENDED
31 DECEMBER 2022**

FINANCIAL REVIEW

Saint Mary's continues to operate, for the time being, under the charity name The Parochial Church Council of the Ecclesiastical Parish of Southampton City Centre and this has assisted in making gift aid claims under the pre-existing accounts.

Grants

Saint Mary's received five grants to support the work of the church. These came in multiple payments, but were the result of 5 applications to 5 different funding bodies.

Giving

In 2022 the planned giving was £284k (excluding gift aid). In addition to this, we have various one-off donations. The planned giving average has remained consistent throughout the year, however we received little cash giving due to online gatherings.

Income

The overall income in 2022 was £531,849 with expenditure of £485,846. Much of the funding this year is restricted to the Love Your Neighbour projects.

Staffing

Curate Nathan Leigh left Saint Mary's in March 2022 to join Coventry Diocese and in June Curate Tom Boulter joined from his training in Bristol. Abielle Inegbenebho and Emily Stewart were previously on the staff team in various roles, but transitioned to ordination training at St Mellitus in September.

In Jan to March we employed short term admin and courses coordinator and when planting progress was slowed down the contract was not renewed.

In August a new leadership assistant was recruited and this role has developed into more significant support for the Ops Manager and incumbent. In addition a worship and content coordinator was recruited in a part time capacity.

In September a new group of four apprentices joined the team.

In December the Student Lead left the staff team for another role and the student ministry is currently being led by the student leaders with additional support from the leadership team.

Sue Wintle was instructed to complete the end of year accounts for the parish, and particular thanks to Maven Accountants for compiling the necessary information for this to be possible.

Investment Powers and Policy

The PCC holds those funds which are not in the NatWest current account with the Central Board of Finance of the Church of England (CBF). There are some long-term investments held in the form of CBF share investment accounts.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
SOUTHAMPTON CITY CENTRE**

**TRUSTEES' ANNUAL REPORT
(CONTINUED)**

**FOR THE YEAR ENDED
31 DECEMBER 2022**

FINANCIAL REVIEW (CONTINUED)

Investment Powers and Policy (Continued)

Other investments and deposits as we continue to hold relate solely to restricted funds and this includes specific deposit accounts relating to restricted funds.

We have one endowment fund whose income is restricted to supporting repairs at Saint Mary's. Permission has been obtained from the Charity Commission to be able to use the capital, whose value is currently just over £22,000.

Reserves Policy and Going Concern

It is the policy of the PCC to maintain unrestricted and designated funds at a level which will enable the PCC to cover its on-going direct charitable expenditure and its management and administration costs. This should be at least 3 months running costs. In 2022 the average monthly expenditure was £33,000, thus the reserves should be at least £99,000. The trustees are of a view that the PCC is a going concern.

PLANS FOR FUTURE PERIODS

2023 looks likely to be a year of significant change and growth.

CHURCH PLANTING

In March 2023 Jon Finch was made vicar of Lordshill Church. While the two parishes are not joined, they are held in plurality and Saint Mary's will resource and support Lordshill over the coming years to enable growth and mission. Curate Tom Boulter will lead this site and will be moving to Lordshill, with his family, over the summer.

STAFFING

In February our youth lead left the staff team to pursue a new opportunity after 4 years of amazing service to Saint Mary's. Therefore we are currently recruiting for several new roles to join the staff team. Taking into consideration the upcoming church plant(s) we are looking to review our staffing structure and increase capacity where we can.

MINISTRIES

As Sunday morning services continue to grow we are seeing an increased growth in the kids and youth ministry. Ensuring we have good processes around recruitment and training of volunteers will be vital to the continued development of these ministries.

Students are being led confidently by the student leadership team as well as the student apprentice, however they look forward to a new Student Lead being in place.

Saints in the City projects continue as before, with an additional Meeting Place site in October Books and the hope is to see more in 2023. The Path mentor programme was launched in March 2023 with an information evening for prospective mentors. It is hoped that mentor relationships will start in September.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
SOUTHAMPTON CITY CENTRE**

**TRUSTEES' ANNUAL REPORT
(CONTINUED)**

**FOR THE YEAR ENDED
31 DECEMBER 2022**

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing Document

The Parochial Church Council of the Ecclesiastical Parish of Southampton City Centre (the PCC) is a corporate body established by the Church of England. The PCC operates under the Parochial Church Council Powers Measure.

The Parochial Church Council of the Ecclesiastical Parish of Southampton City Centre is a registered charity number 1126950.

Recruitment and Appointment of Trustees

Members of the PCC are either ex-officio or elected at the Annual Parochial Church Meeting (APCM) in accordance with the Church Representation Rules. Elected members serve for three years and approximately one third are elected each year, ensuring an appropriate element of continuity.

Trustee Induction and Training

New members are briefed by existing members as appropriate and from time to time the PCC holds an away day to review its work and discuss future plans.

Risk Management

The PCC was registered as a charity on 26 November 2008. As such no work on risk management has been undertaken. However, the major risks to which the charity is exposed will be identified by the trustees and will be reviewed and systems or procedures established to manage those risks.

Organisational Structure

The PCC of the Ecclesiastical Parish of Southampton City Centre has the responsibility of co-operating with the Team Ministry in promoting in the ecclesiastical parish the whole mission of the Church, pastoral, evangelistic, social and ecumenical. It also has maintenance responsibilities for Saint Mary's and the Parish Office (135 St Mary Street). The PCC has one sub-committees: a Standing Committee as required by law, with powers to transact business between PCC meetings, subject to the direction of the PCC.

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Statement of Trustees' Responsibilities

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

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

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- 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 that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the applicable Charities (Accounts and Reports) Regulations, and the provisions of the constitution. The trustees 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.

Approved by the trustees of the charity on and signed on its behalf by:

.....
Nicholas Fuggle
Trustee

.....
Catherine Delve
Trustee

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Independent Examiner's Report to the trustees of The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

I report to the trustees on my examination of the accounts of The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre for the year ended 31 December 2022.

Responsibilities and basis of report

As the charity trustees of The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ('the Act').

I report in respect of my examination of the The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre's accounts carried out under section 145 of the 2011 Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

Since The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre's gross income exceeded £250,000 your examiner must be a member of a body listed in section 145 of the 2011 Act. I confirm that I am qualified to undertake the examination because I am a member of Association of Accounting Technicians, which is one of the listed bodies.

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

1. accounting records were not kept in respect of The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre as required by section 130 of the Act; or
2. the accounts do not accord with those records; or
3. the accounts do not comply with the accounting requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 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.

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.

.....
Sue Wintle FMAAT
Independent Examiner
Association of Accounting Technicians

27 Bascott Road
Wallisdown
Bournemouth
Dorset
BH11 8RJ

Date:.....

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2022 £
Income and Endowments from:					
Donations and legacies		393,635	87,963	-	481,598
Charitable activities		23,199	-	-	23,199
Other trading activities		13,534	-	-	13,534
Investment income	5	<u>1,234</u>	<u>-</u>	<u>641</u>	<u>1,875</u>
Total income		<u>431,602</u>	<u>87,963</u>	<u>641</u>	<u>520,206</u>
Expenditure on:					
Charitable activities		<u>(424,914)</u>	<u>(120,039)</u>	<u>-</u>	<u>(544,953)</u>
Total expenditure		(424,914)	(120,039)	-	(544,953)
Gains/losses on investment assets		<u>-</u>	<u>(61)</u>	<u>(2,876)</u>	<u>(2,937)</u>
Net income/(expenditure)		6,688	(32,137)	(2,235)	(27,684)
Gross transfers between funds		<u>(32,140)</u>	<u>32,140</u>	<u>-</u>	<u>-</u>
Net movement in funds		(25,452)	3	(2,235)	(27,684)
Reconciliation of funds					
Total funds brought forward		<u>146,992</u>	<u>74,391</u>	<u>24,431</u>	<u>245,814</u>
Total funds carried forward	20	<u><u>121,540</u></u>	<u><u>74,394</u></u>	<u><u>22,196</u></u>	<u><u>218,130</u></u>

The notes on pages 14 to 27 form an integral part of these financial statements.

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Statement of Financial Activities for the Year Ended 31 December 2022

	Note	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2021 £
Income and Endowments from:					
Donations and legacies		408,538	102,060	-	510,598
Charitable activities		13,909	-	-	13,909
Other trading activities		6,460	-	-	6,460
Investment income	5	<u>249</u>	<u>13</u>	<u>620</u>	<u>882</u>
Total income		<u>429,156</u>	<u>102,073</u>	<u>620</u>	<u>531,849</u>
Expenditure on:					
Charitable activities		<u>(393,073)</u>	<u>(92,153)</u>	<u>(620)</u>	<u>(485,846)</u>
Total expenditure		<u>(393,073)</u>	<u>(92,153)</u>	<u>(620)</u>	<u>(485,846)</u>
Gains/losses on investment assets		<u>-</u>	<u>64</u>	<u>3,058</u>	<u>3,122</u>
Net income		36,083	9,984	3,058	49,125
Gross transfers between funds		<u>2,955</u>	<u>(2,955)</u>	<u>-</u>	<u>-</u>
Net movement in funds		39,038	7,029	3,058	49,125
Reconciliation of funds					
Total funds brought forward		<u>107,954</u>	<u>67,362</u>	<u>21,373</u>	<u>196,689</u>
Total funds carried forward	20	<u><u>146,992</u></u>	<u><u>74,391</u></u>	<u><u>24,431</u></u>	<u><u>245,814</u></u>

All of the charity's activities derive from continuing operations during the above two periods.

The funds breakdown for 2021 is shown in note 20.

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

(Registration number: 1126950) Balance Sheet as at 31 December 2022

	Note	2022 £	2021 £
Fixed assets			
Tangible assets	13	168,103	184,421
Investments	14	<u>22,010</u>	<u>24,946</u>
		<u>190,113</u>	<u>209,367</u>
Current assets			
Debtors	15	34,826	10,449
Cash at bank and in hand	16	<u>161,216</u>	<u>211,984</u>
		196,042	222,433
Creditors: Amounts falling due within one year	17	<u>(67,771)</u>	<u>(47,960)</u>
Net current assets		<u>128,271</u>	<u>174,473</u>
Total assets less current liabilities		318,384	383,840
Creditors: Amounts falling due after more than one year	18	<u>(100,254)</u>	<u>(138,026)</u>
Net assets		<u><u>218,130</u></u>	<u><u>245,814</u></u>
Funds of the charity:			
Endowment funds		22,196	24,431
Restricted income funds			
Restricted funds	20	74,393	74,391
Unrestricted income funds			
Unrestricted funds		<u>121,541</u>	<u>146,992</u>
Total funds	20	<u><u>218,130</u></u>	<u><u>245,814</u></u>

The financial statements on pages 11 to 27 were approved by the trustees, and authorised for issue on and signed on their behalf by:

.....
Nicholas Fuggle
Trustee

.....
Catherine Delve
Trustee

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

1 Accounting policies

Statement of compliance

The financial statements have been prepared in accordance with the second edition of the Charities Statement of Recommended Practice issued in October 2019, the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102) and the Charities Act 2011.

Basis of preparation

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre meets the definition of a public benefit entity under FRS 102. The accounts (financial statements) have been prepared under the historical cost convention with items recognised at cost or transaction value unless otherwise stated in the relevant note(s) to these accounts.

Exemption from preparing a cash flow statement

The charity opted to early adopt Bulletin 1 published on 2 February 2016 and have therefore not included a cash flow statement in these financial statements.

Going concern

The trustees consider that there are no material uncertainties about the charity's ability to continue as a going concern.

Income and endowments

Voluntary income including donations, gifts, legacies and grants that provide core funding or are of a general nature is recognised when the charity has entitlement to the income, it is probable that the income will be received and the amount can be measured with sufficient reliability.

Donations and legacies

Donations and legacies are recognised on a receivable basis when receipt is probable and the amount can be reliably measured.

Grants receivable

Grants are recognised when the charity has an entitlement to the funds and any conditions linked to the grants have been met. Where performance conditions are attached to the grant and are yet to be met, the income is recognised as a liability and included on the balance sheet as deferred income to be released.

Investment income

Interest on funds held on deposit is included when receivable and the amount can be measured reliably by the charity; this is normally upon notification of the interest paid or payable by the bank. Dividends are recognised once the dividend has been declared and notification has been received of the dividend due.

Expenditure

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

Charitable activities

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

Governance costs

These include the costs attributable to the charity's compliance with constitutional and statutory requirements, including audit, strategic management and trustees's meetings and reimbursed expenses.

Government grants

Government grants are recognised based on the accrual model and are measured at the fair value of the asset received or receivable. Grants are classified as relating either to revenue or to assets. Grants relating to revenue are recognised in income over the period in which the related costs are recognised. Grants relating to assets are recognised over the expected useful life of the asset. Where part of a grant relating to an asset is deferred, it is recognised as deferred income.

Taxation

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Tangible fixed assets

Individual fixed assets costing £1,000.00 or more are initially recorded at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

Consecrated land and building are excluded from the statutory definition of 'charity' by section 10(2)(a) and (c) of the Charities Act 2011.

Depreciation and amortisation

Depreciation is provided on tangible fixed assets so as to write off the cost or valuation, less any estimated residual value, over their expected useful economic life as follows:

Asset class	Depreciation method and rate
Moveable church furnishings	10 years straight line
Other fixtures, fittings, office equipment and consumables	4 year straight line

Fixed asset investments

Fixed asset investments, other than programme related investments, are included at market value at the balance sheet date. Realised gains and losses on investments are calculated as the difference between sales proceeds and their market value at the start of the year, or their subsequent cost, and are charged or credited to the Statement of Financial Activities in the period of disposal.

Unrealised gains and losses represent the movement in market values during the year and are credited or charged to the Statement of Financial Activities based on the market value at the year end.

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

Trade debtors

Debtors are amounts owing to the PCC at 31 December in respect of fees, rent or other income less any provision for amounts that may prove uncollectable.

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Fund structure

Unrestricted income funds are general funds that are available for use at the trustees's discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

Pensions and other post retirement obligations

The charity operates a defined contribution pension scheme which is a pension plan under which fixed contributions are paid into a pension fund and the charity has no legal or constructive obligation to pay further contributions even if the fund does not hold sufficient assets to pay all employees the benefits relating to employee service in the current and prior periods.

Contributions to defined contribution plans are recognised in the Statement of Financial Activities when they are due. If contribution payments exceed the contribution due for service, the excess is recognised as a prepayment.

2 Income from donations and legacies

	Unrestricted funds General £	Restricted funds £	Total funds £
Donations and legacies;			
Donations from individuals	301,007	18,913	319,920
Gift aid reclaimed	57,370	-	57,370
Grants, including capital grants;			
Grants from other charities	35,258	69,050	104,308
Total for 2022	393,635	87,963	481,598
Total for 2021	408,538	102,060	510,598

3 Income from charitable activities

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

	Unrestricted funds General £	Total funds £
Fees for weddings and funerals	8,335	8,335
Church activities	14,864	14,864
Total for 2022	23,199	23,199
Total for 2021	13,909	13,909

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

4 Income from other trading activities

	Unrestricted funds General £	Total funds £
Trading income;		
Sales of goods and services	2,889	2,889
Other trading income	10,645	10,645
Total for 2022	13,534	13,534
Total for 2021	6,460	6,460

5 Investment income

	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total funds £
Income from dividends;				
Dividends receivable from other listed investments	-	-	641	641
Interest receivable and similar income;				
Interest receivable on bank deposits	14	-	-	14
Income from rents	1,220	-	-	1,220
Total for 2022	1,234	-	641	1,875
Total for 2021	249	13	620	882

6 Expenditure on charitable activities

Note	Unrestricted funds General £	Restricted funds £	Endowment funds Expendable £	Total funds £
Church activities	258,845	33,434	-	292,279
Depreciation, amortisation and other similar costs	22,714	1,599	-	24,313
Staff costs	142,755	85,006	-	227,761
Governance costs	600	-	-	600
Total for 2022	424,914	120,039	-	544,953
Total for 2021	393,073	92,153	620	485,846

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

7 Analysis of governance and support costs

Governance costs

	Unrestricted funds General £	Total funds £
Independent examiner fees		
Examination of the financial statements	600	600
Total for 2022	600	600

8 Net incoming/outgoing resources

Net (outgoing)/incoming resources for the year include:

	2022 £	2021 £
Depreciation of fixed assets	24,313	22,714

9 Trustees remuneration and expenses

During the year the charity made the following transactions with trustees:

Catherine Delve

£441 (2021: £283) of expenses were reimbursed to Catherine Delve during the year.

Reimbursement of costs for church purposes

No trustees, nor any persons connected with them, have received any remuneration from the charity during the year.

No trustees have received any other benefits from the charity during the year.

10 Staff costs

The aggregate payroll costs were as follows:

	2022 £	2021 £
Staff costs during the year were:		
Wages and salaries	197,837	160,945
Social security costs	15,613	5,505
Pension costs	4,284	2,790
Other staff costs	10,027	19,381
	227,761	188,621

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

No employee received emoluments of more than £60,000 during the year

11 Independent examiner's remuneration

	2022 £
Examination of the financial statements	<u>600</u>

12 Taxation

The charity is a registered charity and is therefore exempt from taxation.

13 Tangible fixed assets

	Furniture and equipment £	Motor vehicles £	Total £
Cost			
At 1 January 2022	227,139	-	227,139
Additions	<u>-</u>	<u>7,995</u>	<u>7,995</u>
At 31 December 2022	<u>227,139</u>	<u>7,995</u>	<u>235,134</u>
Depreciation			
At 1 January 2022	42,718	-	42,718
Charge for the year	<u>22,714</u>	<u>1,599</u>	<u>24,313</u>
At 31 December 2022	<u>65,432</u>	<u>1,599</u>	<u>67,031</u>
Net book value			
At 31 December 2022	<u>161,707</u>	<u>6,396</u>	<u>168,103</u>
At 31 December 2021	<u>184,421</u>	<u>-</u>	<u>184,421</u>

14 Fixed asset investments

	2022 £	2021 £
Other investments	<u>22,010</u>	<u>24,946</u>

15 Debtors

	2022 £	2021 £
Prepayments	2,180	832
Other debtors	<u>32,646</u>	<u>9,617</u>
	<u>34,826</u>	<u>10,449</u>

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

16 Cash and cash equivalents

	2022	2021
	£	£
Cash at bank	<u>161,216</u>	<u>211,984</u>

17 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other loans	37,380	36,988
Other taxation and social security	4,256	-
Other creditors	12,331	5,461
Accruals	<u>13,804</u>	<u>5,511</u>
	<u>67,771</u>	<u>47,960</u>

18 Creditors: amounts falling due after one year

	2022	2021
	£	£
Other loans	<u>100,254</u>	<u>138,026</u>

19 Pension and other schemes

Defined contribution pension scheme

The charity operates a defined contribution pension scheme. The pension cost charge for the year represents contributions payable by the charity to the scheme and amounted to £4,284 (2021 - £2,790).

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

20 Funds

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Unrestricted funds						
<i>General</i>						
General funds	129,004	428,042	(410,758)	(32,140)	-	114,148
<i>Designated</i>						
Diocese staff	1,837	-	-	-	-	1,837
Flourish project	1,878	-	(1,878)	-	-	-
Facilities apprentice	14,273	-	(12,193)	-	-	2,080
Support fund	-	3,562	(86)	-	-	3,476
	17,988	3,562	(14,157)	-	-	7,393
Total unrestricted funds	146,992	431,604	(424,915)	(32,140)	-	121,541
Restricted funds						
St Mary Williams	515	-	-	-	(60)	455
Bishops Ord fund	278	-	-	-	-	278
Bridge the Gap	1,606	2,160	(2,407)	-	-	1,359
Love your neighbour (including Saints in the City)	35,800	31,476	(29,051)	-	-	38,225
Alpha	2,349	-	(2,349)	-	-	-
Love Christmas	1,010	22,912	(15,796)	-	-	8,126
Lodge Road - Buuild	25,950	-	-	-	-	25,950
Lodge Road - Staff	6,883	27,465	(66,488)	32,140	-	-

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

	Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2022 £
Total restricted funds	74,391	84,013	(116,091)	32,140	(60)	74,393
Endowment funds						
<i>Expendable</i>						
St Mary Russell Bencraft	24,431	641	-	-	(2,876)	22,196
	24,431	641	-	-	(2,876)	22,196
Total funds	245,814	516,258	(541,006)	-	(2,936)	218,130

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2021 £
Unrestricted funds						
General						
General funds	67,842	349,611	(324,641)	36,192	-	129,004
Designated						
Church planting	15,920	1,000	(4,920)	(12,000)	-	-
Diocese staff	-	36,598	(34,761)	-	-	1,837
Fusion student worker	-	14,920	(14,920)	-	-	-
Diocese repayment	24,192	-	-	(24,192)	-	-
Flourish project	-	2,347	(469)	-	-	1,878
Facilities apprentice	-	24,680	(13,362)	2,955	-	14,273
Total unrestricted funds	<u>40,112</u>	<u>79,545</u>	<u>(68,432)</u>	<u>(33,237)</u>	<u>-</u>	<u>17,988</u>
	<u>107,954</u>	<u>429,156</u>	<u>(393,073)</u>	<u>2,955</u>	<u>-</u>	<u>146,992</u>
Restricted						
St Mary Williams	451	13	(13)	-	64	515
Bishops Ord fund	278	-	-	-	-	278
Bridge the Gap	2,452	6,795	(7,641)	-	-	1,606
Totton church plant	10,050	11,000	(21,050)	-	-	-
Facilities apprentice	2,955	-	-	(2,955)	-	-
Love your neighbour (including Saints in the City)	45,153	3,698	(13,051)	-	-	35,800
Lyn DCMS	6,023	1,533	(7,556)	-	-	-
Alpha	-	9,400	(7,051)	-	-	2,349

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

	Balance at 1 January 2021 £	Incoming resources £	Resources expended £	Transfers £	Other recognised gains/(losses) £	Balance at 31 December 2021 £
Love Christmas	-	23,554	(22,544)	-	-	1,010
Lodge Road - Build	-	31,445	(5,495)	-	-	25,950
Lodge Road - Staff	-	14,635	(7,752)	-	-	6,883
Total restricted funds	67,362	102,073	(92,153)	(2,955)	64	74,391
Endowment funds						
<i>Expendable</i>						
St Mary Russell Bencraft	21,373	620	(620)	-	3,058	24,431
	21,373	620	(620)	-	3,058	24,431
Total funds	196,689	531,849	(485,846)	-	3,122	245,814

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

The specific purposes for which the funds are to be applied are as follows:

Designated funds:

Diocesan staff fund: A fund to assist with staff salaries

Fusion student worker fund: A fund to enable the PCC to use student worker

Flourish project: A fund set aside for a wellbeing project, working with at-risk women

Facilities apprentice fund: A fund to facilitate the cost of an apprentice

Support fund: A fund to support people who approach the church for financial support

Restricted funds:

The Mary St John fund is a small fund for maintenance at St Mary's Church

Bishops Ordination Fund is a diocesan fund to assist ordinands in training

Bridge the Gap is a fund that creates football communities that connect young adults with a view to developing friendships and leaders and transforming lives

Love Your Neighbour (including Saints in the City) is a fund to enable our social action projects. This includes the foodbank, Care for Carer packages, Christmas food parcels and ReWork, as well as future projects such as the Marketplace and CAP

Alpha fund is a fund for the city-wide advertising campaign to promote Alpha

Love Christmas fund is to run a city-wide project at Christmas, delivering gifts to those in need

Lodge Road - build fund is funding received via the Diocese for staffing to develop Lodge Road

Lodge Road - staff fund is funding received via the Diocese for staffing to develop the Lodge Road community

Endowment fund:

The Russell Bencraft Legacy, with a modest capital. The income from this fund is specified as being for repairs and maintenance at St Mary's church.

The Parochial Church Council of The Ecclesiastical Parish of Southampton City Centre

Notes to the Financial Statements for the Year Ended 31 December 2022

21 Analysis of net assets between funds

	Unrestricted funds		Restricted funds	Endowment funds	Total funds at
	General	Designated	funds	Expendable	31 December
	£	£	£	£	2022
Tangible fixed assets	161,707	-	6,396	-	168,103
Fixed asset investments	-	-	455	22,196	22,651
Current assets	112,815	7,393	67,542	-	187,750
Current liabilities	(66,286)	-	-	-	(66,286)
Creditors over 1 year	(100,254)	-	-	-	(100,254)
Total net assets	107,982	7,393	74,393	22,196	211,964
	Unrestricted funds		Restricted funds	Endowment funds	Total funds at
	General	Designated	funds	Expendable	31 December
	£	£	£	£	2021
Tangible fixed assets	160,040	-	24,381	-	184,421
Fixed asset investments	-	-	515	24,431	24,946
Current assets	154,950	17,988	49,495	-	222,433
Current liabilities	(47,960)	-	-	-	(47,960)
Creditors over 1 year	(138,026)	-	-	-	(138,026)
Total net assets	129,004	17,988	74,391	24,431	245,814