

**THE PAROCHIAL CHURCH COUNCIL OF THE
ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH
ALL SAINTS SPITALFIELDS**

Diocese of London

Report & Financial Statements

31 December 2020

Registered Charity Number: 1132457

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report and Financial Statements 2020 Contents

	Page
Legal and administrative information	2
Report of the Parochial Church Council	4
Independent Examiner's report to the Parochial Church Council	9
Statement of financial activities	10
Balance sheet	11
Statement of cash flows	12
Notes to the financial statements	13

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report and Financial Statements 2020 Legal and Administrative Information

Name	The Parochial Church Council of The Ecclesiastical Parish of Christ Church with All Saints Spitalfields.	
Address	Commercial Street, London E1 6LY	
Charity Registration no	1127652. The church was registered with the Charity Commission on 21 January 2009.	
The Governing Document	Parochial Church Council Powers Measure (1956) as amended and Church Representation Rules (2006).	
Members of the PCC	Those who served from 1 January 2020 to the date this report was approved are:	
	Clergy	A Rider D Wolf Rector (Resigned 30 April 2020) Associate Minister
	Churchwardens	W Spiring I Oppong
	Elected Members	J Brockhurst S Knight M Yorke D Bird A Hull A Pillans T Vaughan R Insley B Simmons L Alexander A Jones C Hilton H Owen R Gomes G Makin C Cribbins Treasurer (Resigned February 2020) (Resigned October 2020) (Resigned August 2020) (Elected October 2020) (Elected October 2020) (Elected October 2020) (Elected October 2020) (Elected October 2020) (Elected October 2020)
Key Management Personnel	Those in charge of planning, directing, controlling, running and operating the Charity, including those members of staff who are the senior management personnel to whom the trustees have delegated significant authority or responsibility in the day-to-day running of the charity, are the Clergy, Church Wardens and Head of Operations.	
Bankers	Reliance Bank Faith House 23 - 24 Lovat Lane London EC3R 8EB	
Solicitors	Winckworth Sherwood Minerva House 5 Montague Close London SE1 9BB	
Independent Examiner	John Helm ACA Simply Churches Limited 17 Heathville Road London N19 3AL	

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report and Financial Statements 2020 Legal and Administrative Information

Quinquennial Inspector Connolly Wellingham Architects
Spike Design
133 Cumberland Road
Bristol BS1 6UX

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Parochial Church Council For the year ended 31 December 2020

The Parochial Church Council of The Ecclesiastical Parish of Christ Church with All Saints Spitalfields ("PCC") submits its report and the financial statements of the PCC for the year ended 31 December 2020. The financial statements have been prepared in the format prescribed by the Statement of Recommended Practice: Accounting and Reporting by Charities (SORP2015) and the Financial Reporting Standard 102. The legal and administrative information set out earlier in this document forms part of this report.

The PCC co-operates with the incumbent in promoting the whole mission of the Church within its Parish and beyond; pastoral, evangelistic, social, and ecumenical. It also has responsibility for the non-stipendiary staff and the maintenance of the Church buildings. In essence, the PCC is a consultative body that represents the views of the congregation as well as its own. It should communicate, where appropriate, any decisions of the PCC or its committees to the church; oversee and advise in the financial affairs of the church; pray and champion the vision for the church.

I. Structure, governance and management

I. Internal structure, governance, and management

Christ Church Spitalfields is part of the Diocese of London within the Church of England. The PCC is a body corporate (PCC Powers Measure 1956, Church Representation Rules 2006).

The method of appointment of PCC members is set out in the Church Representation Rules and members are drawn from those on the Electoral Roll of the parish. Following a decision at the APCM of 2019 the PCC is now comprised of a maximum of 12 elected members (elected annually), our Deanery synod reps, two church wardens and any licensed clergy.

PCC members are responsible for making decisions on all matters of general concern and importance to the parish, including deciding on how the PCC's funds are to be spent.

The full PCC met on six occasions during the year. Its Standing committee met in the intervening months to shape the work of the PCC and make executive decisions where needed. They also operate as the staffing committee. In addition, the PCC has set up working groups: the Finance Team, the Safeguarding Team, and the Missions & Away Giving Team.

In 2003, the PCC set up Christ Church Community Vision (Services) Limited (CCCVS Ltd), to manage the building in a self-funding and sustainable way. CCCVS Ltd is a company registered in the UK (company number 04843002).

2. Relationships with other organisations

The PCC works closely with a number of other charities and linked organisations:

- Christ Church Foundation (charity no. 1091925) is a sinking fund for all long-term maintenance of Christ Church Spitalfields.
- Christ Church Primary School Brick Lane - a voluntary aided Church of England school to which the PCC appoint Governors.
- The Mary Baker Charity which makes gifts to the poor and sick.
- The Norton Folgate Almshouses who manage 11 housing units for the poor of Tower Hamlets and one commercial premises locally.

I.1 Enabling Committee (Standing Committee)

This is the only committee required by law. It is the leadership team of the PCC and plans the work of the full PCC over the year. It has power to transact the business of the PCC between its meetings, subject to any directions given by the PCC. Its membership comprises the incumbent, associate priest/curate, churchwardens, the PCC secretary and treasurer and sub-committee chairs. The Standing Committee meets every other month from PCC to discuss matters and set the agenda for the PCC.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Parochial Church Council For the year ended 31 December 2020

1.2 Church Attendance

The electoral roll is completely reviewed and revised once every five years and was last updated in 2020. At the last APCM the electoral roll stood at 189 (2019: 219)

1.3 Risk Management

The PCC acknowledge that they have a responsibility for the identification and proper management of risks faced by the church in achieving its primary aims. The PCC has therefore assessed the major risks to which the church is exposed, in particular, those relating to the specific operational areas of the church, its investments and its finances. The PCC believes that, by monitoring reserves levels, by ensuring that controls exist over key financial systems, and by examining the operational risks faced by the church, it has established effective systems and procedures to mitigate those risks. A comprehensive risk register is being undertaken.

Operational Area	Risk	Management
Security & Safeguarding	There is a major security, safeguarding, or health & safety incident	Safeguarding – there is a safeguarding policy in place and a designated safeguarding officer. All volunteers who have direct contact with children or vulnerable adults as well as pastoral team members are required to have a DBS, which is renewable every three years; we ensure that insurance policies are up-to-date and cover us for identified risks; we maintain up-to-date incident logs
Finances	Income and expenditure: there is a risk that expenditure could exceed income	To mitigate these potential risks the PCC maintains a reserve and approves an unrestricted funds budget which shows a surplus of income over expenditure. Monthly management accounts are prepared comparing income and expenditure with budget to enable this to be monitored; PCC officials ensure proper authorisation of expenditure in line with the target operational cash reserves. Regular communications with members regarding giving strategy and also with business partners, including CCCVS.
	Potential liabilities: there is an uninsured liability which crystallises	To mitigate this potential risk, we ensure that insurance policies are up-to-date and include employer's liability, public liability, buildings insurance, contents insurance and property owner's liability, subcontracted where appropriate

2. Objectives and activities

When reviewing and planning the activities of the church, the incumbent and the PCC have considered the Charity Commission's guidance on public benefit and, in particular, the specific guidance to charities for the advancement of religion. In accordance with the objective to promote the whole mission of the Church, we aim to enable the development of personal faith, the sharing of the good news of Christianity, and the growth of community in our parish, by:

- Regular worship and prayer in a variety of formats, open to all;
- Enabling access to sacred spaces for personal prayer and contemplation;
- The opportunity to explore Christian faith through the Alpha course;
- The provision of other community courses which are based on Christian teachings;
- Delivering courses aimed at developing leaders and disciples in our congregation;
- Supporting other charities that are working in our local area to care for the community;
- Developing and embedding small groups to facilitate community support and communal learning about Jesus;
- Working together with the School to invest in children and families in the area;
- Supporting individuals who are working in a missionary capacity

To facilitate this work, the church building is set aside exclusively for worship on Sundays. It is usually open to the general public on Sunday afternoons and Monday-Friday, unless closed for a private booking or occasional service, or because of COVID-19 restrictions. Hanbury Hall is primarily a place for ministry and mission in-keeping with its founding documents to be a venue for Christian education.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Parochial Church Council For the year ended 31 December 2020

The PCC's trading company, Christ Church Community Vision (Services) Ltd, contracts with Graysons PLC who let the Christ Church and Hanbury hall buildings on a professional basis. Any surpluses from this venture are used to support the mission of the church.

3. Achievements and performance

We have seen **Jesus Loved** through:

- Successfully relaunching CCSPITS Youth, including holding our first Youth Residential and Midweek Group.
- Maintaining contact with significant numbers of students during a challenging year through our Student ministry.
- Seeing a growing number of new givers (54 in 2020) and raising £6100 in additional funding to support our Social Transformation agenda.
- Launching 'CCSPITS Online', which provides weekly content to support our congregation digitally.
- Introducing a church-wide practice based discipleship model (The Common Rule) that's been championed by our midweeks.

We have seen **Churches Grown** through:

- Running Four Alpha courses with approximately 50 guests.
- Appointing a School Pastor to coordinate our engagement with Christ Church School.
- Growing our Midweek Groups from 118 people attending weekly to 209.
- Launching 2 new Midweeks Groups especially designed to support parents.
- Appointing Hub Pastors to support all our Midweek Leaders.

We have seen **Society Transformed** through:

- Enabling over 60 volunteers to be involved with Food Pantry and GrowTH night shelter.
- Supporting over 100 local families by distributing over 1000 Food Parcels.
- Providing support for 30 families with young children through our stay & play provision (Little Lanterns).
- Giving 30 Door of Hope women (women involved in prostitution locally) hampers of gifts and treats at Christmas.
- Distributing 750 Christmas gift parcels to local families and students as part of the Love Christmas initiative.

4. Financial Review

Funding for the Charity comes primarily from the free will offerings of those attending services.

The Statement of Financial Activities and Balance Sheet can be found on pages 10 and 11 respectively. The Church's reserves decreased by £27,433 during the year (2019 – decreased by £123,111). The balance sheet shows total net assets of £1,196,472 (2019: £1,223,905).

Included in total funds are amounts totalling £24,913 (2019: £21,608) which are restricted. These balances have either been raised for, and their use restricted to, specific purposes, or they comprise donations subject to donor imposed conditions. Full details of these restricted funds can be found in note 9 to the accounts together with an analysis of movements in the year.

5. Reserves Policy

The PCC has examined the requirements for free reserves, ie those unrestricted funds not invested in tangible fixed assets. The PCC considers that, given the nature of the church's work, free reserves should be equivalent to approximately 1-3 months' general fund expenditure (depending on the particular expense), plus committed future expenditure on other projects, where funds permit. The PCC is of the opinion that this provides sufficient flexibility to cover temporary shortfalls in incoming resources and will allow the church to cope and respond to unforeseen emergencies whilst specific action plans are implemented. At 31 December 2020 the church had net free reserves of £57,853 (2019: £87,760) as follows:

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Parochial Church Council For the year ended 31 December 2020

	2020 £	2019 £
Total reserves	1,196,472	1,223,905
Less: restricted funds	(24,913)	(21,608)
Less: tangible fixed assets	(1,113,705)	(1,114,536)
Less: fixed asset investment	(1)	(1)
Free reserves	57,853	87,760
Free reserves requirement:		
3 month's budgeted routine expenditure	90,000	86,955

The PCC is aware that the free reserves requirement is currently in excess of free reserves and are actively seeking ways in which parity between the two amounts can be restored.

6. Going Concern

Each year it is the Trustees' responsibility to state whether or not the annual financial statements have been drawn up on a going concern basis (see the accounting policy note on page 13). Going concern is the assumption that an entity, in this case The Parochial Church Council of the Ecclesiastical Parish Of Christ Church With All Saints Spitalfields, has the resources (financial or otherwise) to enable it to continue operating for the foreseeable future and, in particular, for at least 12 months from the date of approval by the Trustees of the financial statements. If the going concern principle did not apply then the accounts would be drawn up on an insolvent basis.

Clearly, as part of this year's going concern review, the Trustees have had to consider the likely impact of the Covid-19 pandemic which broke out in early March 2020. The financial risks to the ministry have increased significantly as a result of the lockdown restrictions which have subsequently been imposed. We do not yet know the direct and indirect economic impact of the virus on our church members, whose giving provides the bulk of our financial support, but some impact seems likely. We do know, however, that a reduction in giving during this season is to be expected. Also we are aware of the risks to our subsidiary company (CCCVS) and the impact this could have on ourselves. Through its trading CCCVS currently funds the repair and maintenance of all property used by the PCC. If due to the Covid-19 pandemic the income for CCCVS were to drop to such a level that it was no longer able to maintain the properties, liability would pass to the PCC. We are therefore carefully monitoring how CCCVS performs during this time and during the period of March to December the Finance Team (comprising members of the PCC and Church Staff) met at least monthly to monitor performance. Our current reserves would be sufficient to cover increased liability for at least six months allowing restructuring to take place.

7. Investment Policy

The PCC currently places spare funds on bank deposit.

The PCC invests in Christ Church Community Vision (Services) Limited (CCCVS Ltd), to manage the building in a self-funding and sustainable way. CCCVS Ltd is a company registered in the UK (company number 04843002).

8. Plans for Future Periods

In 2021 we would like to achieve the following:

- Appoint a new permanent Rector
- Identify clear pathways for newcomers to engage with church life, including digital pathways
- Multiply Midweek Groups
- Increase the number of Church members regularly serving on a team

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Parochial Church Council For the year ended 31 December 2020

-
- Improve and develop our online and in-person Gatherings
 - Consider Missional Partnerships with other churches

9. Responsibilities of Trustees for the Financial Statements

The PCC is responsible for preparing the report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Charity law in England and Wales requires the PCC to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the PCC and of the incoming resources and application of resources of the PCC for that period.

In preparing those financial statements, the PCC is required to:

- Select suitable accounting policies and apply them consistently;
- Observe the methods and principles of the Charities SORP;
- Make judgements and estimates that are reasonable and prudent;
- State whether applicable accounting standards have been followed, subject to any 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 activities of the PCC will continue.

The PCC is responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the PCC and enables them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the governing document.

The PCC is also responsible for safeguarding the assets of the PCC and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Trustees are responsible for the maintenance and integrity of the PCC and financial information included in the PCC website.

10. Approval

Approved by the Parochial Church Council and signed on its behalf by:

Irene Oppong
Church Warden

15 March 2021

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Report of the Independent Examiner to the Parochial Church Council of Christ Church with All Saints Spitalfields

I report on the accounts of the Parochial Church Council (PCC) for the year ended 31 December 2020 set out on pages 10 to 23.

Respective Responsibilities of the PCC and the Examiner

The PCC is responsible for the preparation of the accounts. The PCC considers that an audit is not required for this year under section 144 of the Charities Act 2011 (the 2011 Act) and that an independent examination is needed. The PCC's gross income exceeds £250,000 and I am qualified to undertake the examination by being a qualified member of The Institute of Chartered Accountants In England and Wales.

It is my responsibility:

- to examine the accounts under section 145 of the 2011 Act,
- to follow the procedures laid down in the general Directions given by the Charity Commission (under section 145(5)(b) of the 2011 Act, and
- to state whether particular matters have come to my attention.

Basis of this Report

My examination was carried out in accordance with general Directions given by the Charity Commission. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts and seeking explanations from the trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair' view and the report is limited to those matters set out in the statement below.

Independent Examiner's Statement

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 church 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 applicable 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.

John Helm ACA
17 Heathville Road
London N19 3AL

15 March 2021

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Statement of Financial Activities For the year ended 31 December 2020

	Note	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Unrestricted Funds 2019 £	Restricted Funds 2019 £	Total 2019 £
Income from:	2						
Donations, legacies and grants		420,766	144,349	565,115	429,800	10,525	440,325
Charitable activities		4,182	-	4,182	10,492	-	10,492
Other trading activities		36,170	1,531	37,701	48,801	-	48,801
Total Income		461,118	145,880	606,998	489,093	10,525	499,618
Expenditure on:	3						
Raising funds		16,931	7,278	24,209	49,530	20,822	70,352
Charitable activities		533,758	76,464	610,222	540,949	11,428	552,377
Total Expenditure		550,689	83,742	634,431	590,479	32,250	622,729
Net (expenditure)/income		(89,571)	62,138	(27,433)	(101,386)	(21,725)	(123,111)
Transfers between funds		58,833	(58,833)	-	89,075	(89,075)	-
Net movement in funds		(30,738)	3,305	(27,433)	(12,311)	(110,800)	(123,111)
Total funds brought forward		1,202,297	21,608	1,223,905	1,214,608	132,408	1,347,016
Total funds carried forward		1,171,559	24,913	1,196,472	1,202,297	21,608	1,223,905

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS**

**Balance sheet
As at 31 December 2020**

	Note	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Total 2019 £
Fixed Assets					
Tangible Assets	4	1,113,705	-	1,113,705	1,114,535
Investments	5	1	-	1	1
		<u>1,113,706</u>	<u>0</u>	<u>1,113,706</u>	<u>1,114,536</u>
Current Assets					
Debtors	6	13,905	-	13,905	25,240
Cash at Bank and in Hand		63,984	24,913	88,897	150,171
		<u>77,889</u>	<u>24,913</u>	<u>102,802</u>	<u>175,411</u>
Creditors - Amounts Falling Due Within One Year	7	20,036	-	20,036	66,042
Net Current Assets		<u>57,853</u>	<u>24,913</u>	<u>82,766</u>	<u>109,369</u>
Net Assets		<u><u>1,171,559</u></u>	<u><u>24,913</u></u>	<u><u>1,196,472</u></u>	<u><u>1,223,905</u></u>
Represented By:					
Unrestricted Income Funds	8				
General		1,164,723	-	1,164,723	1,194,508
Designated		6,836	-	6,836	7,789
Restricted Funds	9	-	24,913	24,913	21,608
Total Funds		<u><u>1,171,559</u></u>	<u><u>24,913</u></u>	<u><u>1,196,472</u></u>	<u><u>1,223,905</u></u>

The accounts were approved by the PCC on 15 March 2021 and signed on its behalf by:

**Irene Oppong
Church Warden**

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF
CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS**

Cash Flow Statement

For the year ended 31 December 2020

	Note	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Total 2019 £
Net cash flows from operating activities	10	5,621	3,305	8,926	(51,247)
Cash flows from investing activities:					
Purchase of property, plant and equipment		(70,200)	-	(70,200)	(799)
Purchase of investments		-	-	-	(1)
Net cash used in investing activities		(70,200)	0	(70,200)	(800)
Change in cash and cash equivalents in the reporting period		(64,579)	3,305	(61,274)	(52,047)
Cash and cash equivalents brought forward		128,563	21,608	150,171	202,218
Cash and cash equivalents carried forward		63,984	24,913	88,897	150,171

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

I. Accounting Policies

The principal accounting policies adopted, judgements and key sources of estimation uncertainty in the preparation of the financial statements are as follows:

Basis of accounting

The financial statements have been prepared under the Charities Act 2011 and in accordance with the Charities Statement of Recommended Practice (the Charities SORP) and Financial Reporting Standard 102 (FRS 102). The financial statements are drawn up on the historical cost basis of accounting.

The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe an affiliation to another body or those that are informal gatherings of church members.

The PCC meets the definition of a public benefit entity under FRS 102.

Going Concern

There are no material uncertainties about the charity's ability to continue as a going concern and accordingly the accounts have been drawn up on a going concern basis.

Critical Accounting Judgements and Key Sources of Estimation Uncertainty

In preparing financial statements it is necessary to make certain judgements, estimates and assumptions that affect the amounts recognised in the financial statements. The following judgements and estimates are considered by the trustees to have most significant effect on amounts recognised in the financial statements:

Useful economic life of tangible fixed assets: the annual depreciation charge for tangible assets is sensitive to changes in the estimated useful economic lives and residual values of the assets. The useful economic lives and residual values are reassessed annually. They are amended when necessary to reflect current estimates, based on technological advancement, future investments, economic utilisation and the physical condition of the assets.

Income recognition

Voluntary income and donations (including legacies) are included when the PCC becomes entitled to, probably will receive, and can reliably measure the income. Income from the recovery of tax on gift aided donations is recorded in the period to which the relevant donation is received. Grant income is recognised on a receivable basis.

The income from trading activities includes rental income from the letting of church premises and freehold land and buildings which is accounted for when earned. It is shown gross, with the associated costs included in fundraising costs.

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.

Expenditure recognition

Expenditure is accrued as soon as a liability is considered probable and the amount can be measured reliably. The PCC is not registered for VAT so expenditure includes VAT.

Expenditure included in Raising Funds includes property maintenance costs.

Charitable expenditure includes those costs in fulfilling the PCC's principal objects, as outlined in the Report of the PCC. These include grants payable, governance costs and an apportionment of support costs.

- Grants payable are payments made to third parties in furtherance of the PCC's objects. In the case of an unconditional grant offer this is accrued once the recipient has been notified of the grant award. The notification gives the recipient a reasonable expectation that they will receive the grant. Grant awards that are subject to the recipient fulfilling performance conditions are only accrued when the recipient has been notified of the grant and any remaining unfulfilled condition attaching to that grant is outside of the control of the PCC.
- Governance costs comprise all costs involving the public accountability of the PCC and its compliance with regulation and good practice. These costs include costs related to the independent examination and legal fees.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

I. Accounting Policies (continued)

The PCC contributes to certain employees' personal pension plans. These are defined contribution schemes, the assets of which are held separately from those of the charity. The cost in the accounts is the amount of contributions paid and payable during the year.

Rentals under operating leases are charged as incurred over the term of the lease.

Taxation

The charity is a registered charity and qualifies for relief from Corporation Tax under chapter 11 of the Corporation Taxes Act 2010.

Tangible Fixed Assets

Consecrated Property and Moveable Church Furnishings

Consecrated land and benefice property such as the church building and vicarage is excluded from the accounts in accordance with s10 of the Charities Act 2011. Moveable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are inalienable property, listed in the church's inventory, which can be inspected (at any reasonable time). They are capitalised at cost and depreciated over their useful economic life other than where insufficient cost information is available. In this case the item is not capitalised, but all items are included in the church's inventory in any case.

Freehold Land & Buildings

There are no Freehold land and building.

Other Fixtures, Fittings & Office Equipment

These are capitalised if they can be used for more than one year and cost at least £1,000. They are valued at cost or else, for gifts-in-kind, at a reasonable estimate of their open market value on receipt. Depreciation is calculated to write off fixed assets over their estimated useful lives on a straight-line basis at rates of 1%, 20% and 33.3%. The carrying values are reviewed at the year-end for impairment if circumstances indicate that the full carrying value may not be recoverable.

Fixed Asset Investments

The PCC has one investment, in Christ Church Community Vision (Services) Ltd, its trading subsidiary. The investment of £1 in the share capital of the company is reflected in these financial statements. In accordance with the provisions of chapter 24 of SORP 2015, the results of the subsidiary company are not consolidated with the charity's financial statements.

Debtors

Debtors are included at the settlement amount due. Prepayments are valued at the amount prepaid.

Cash at bank and in hand

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

Creditors and provisions

Creditors and provisions are recognised where the charity has a present obligation arising from a past event that will probably result in the transfer of funds to a third party and the amount due to settle the obligation can be measured or estimated reliably. Creditors and provisions are recognised at their settlement amount.

Fund accounting

The funds held by the charity are either:

- Unrestricted funds - these are funds which can be used in accordance with the charitable objects at the discretion of the trustees.
- Restricted funds - these are funds that can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

2. Income

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Total 2019 £
Donations & legacies				
Offerings and donations	277,371	15,682	293,053	347,490
Income tax reclaimed	60,619	197	60,816	62,835
Grants	82,776	128,470	211,246	30,000
	420,766	144,349	565,115	440,325
Charitable activities				
Fee income (net)	657	-	657	3,076
Ministries income	3,525	-	3,525	7,416
	4,182	0	4,182	10,492
Other trading activities				
Lettings income	36,170	-	36,170	47,990
Event income	-	1,531	1,531	811
	36,170	1,531	37,701	48,801
	461,118	145,880	606,998	499,618

3. Expenditure

3.1 Expenditure on Raising Funds

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Total 2019 £
Collecting agent fees	1,859	-	1,859	428
Let property costs – All Saints House	8,316	-	8,316	5,863
Let property costs - Wesley Court	-	-	-	2,372
Crypt	-	-	-	6,352
Business rates	301	-	301	53,938
Events	6,455	7,278	13,733	1,399
	16,931	7,278	24,209	70,352

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

3.2 Expenditure on Charitable Activities

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Total 2019 £
Direct Ministry costs				
Parish Support Fund	89,460	-	89,460	86,000
Clergy & ordinand costs	30,060	-	30,060	45,884
Children & families	28,225	174	28,399	29,227
Ministry events	8,506	334	8,840	26,503
Social transformation	13,696	13,522	27,218	16,438
Student mission	15,510	-	15,510	14,738
Worship & upkeep of services	45,944	-	45,944	51,149
Gifts and grants (see analysis 3b below)	8,730	1,454	10,184	25,316
	240,131	15,484	255,615	295,255
Operational				
Operational staff costs	118,268	25,724	143,992	115,355
Office costs	9,139	208	9,347	5,922
Church utilities	-	-	-	837
Covid19 related measures	2,951	2,117	5,068	-
Communications	20,754	285	21,039	21,317
Digital infrastructure	21,498	31,983	53,481	-
All Saints House	-	-	-	9,441
Hanbury Hall	9,724	-	9,724	16,712
CCCVS management charge	33,900	-	33,900	-
Crypt redevelopment	-	663	663	1,033
Bank charges	28	-	28	1,433
	216,262	60,980	277,242	172,050
Depreciation	71,030	-	71,030	51,208
Governance				
Legal & professional	3,755	-	3,755	33,806
Auditor's remuneration	-	-	-	(2,222)
Independent examiner's remuneration	2,580	-	2,580	2,280
	6,335	0	6,335	33,864
	533,758	76,464	610,222	552,377

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

3.2a Staff Costs

In addition to the many volunteers who give their time to the church, there were 9 (2019: 8) employees (excluding casual employees) whose costs are included within the main cost categories of "Expenditure on Charitable Activities" (note 3.2 above). Their aggregate emoluments were as follows:

	Total 2020 £	Total 2019 £
Gross salaries	190,488	167,793
Employer's National Insurance	15,153	12,793
Employer's Annual Allowance	(4,000)	(3,000)
Statutory Maternity Pay recovered	(4,298)	-
Pension contributions	6,798	5,115
	204,141	182,701
Of which the following was paid to key management personnel		
Gross salaries	40,220	18,927

These do not include the amounts paid to the Diocese for the Rector and Associate Vicar, who are funded through the Parish Support Fund and direct stipend charges from the Diocese. No employee received emoluments in excess of £60,000 during the year (2019: nil).

3.2b Gifts & Grants

The following Gifts & Grants, included within "Expenditure on Charitable Activities" (note 3.2 above), were made during the year:

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Total 2019 £
Grants to institutions				
Inner Change	2,400	-	2,400	2,400
Crossroads Counselling	-	-	-	2,255
Spitalfields Crypt Trust	-	-	-	2,255
Urban Action	-	-	-	1,000
Fusion	1,000	-	1,000	1,500
GrowTH	-	968	968	5,255
Door of Hope	-	476	476	2,448
Tearfund	-	-	-	2,455
Bishop's discretionary fund	-	-	-	128
Prison Fellowship	-	-	-	37
Hope & Hopes for Children	-	-	-	116
Spitalfields City Farm	50	-	50	-
Shoebox	-	10	10	-
London Air Ambulance	-	-	-	123
	3,450	1,454	4,904	19,972
To/on behalf of individuals	5,280	-	5,280	5,344
	8,730	1,454	10,184	25,316

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

4. Tangible Fixed Assets

	Crypt Redevelopment £	Hanbury Hall Development £	Fixtures & fittings £	Computer Equipment £	Total £
Cost/valuation					
At 1 January 2020	1,297,529	25,509	124,854	3,218	1,451,110
Additions	-	-	60,883	9,317	70,200
Disposals	-	-	-	-	-
At 31 December 2020	1,297,529	25,509	185,737	12,535	1,521,310
Depreciation					
At 1 January 2020	214,441	7,618	110,391	3,125	336,575
Charge for Year	41,205	2,177	24,450	3,198	71,030
Disposals	-	-	-	-	-
At 31 December 2020	255,646	9,795	134,841	6,323	407,605
Net Book Value					
At 31 December 2020	1,041,883	15,714	50,896	6,212	1,113,705
At 31 December 2019	1,083,088	17,891	14,463	93	1,114,535

The PCC has use of the following properties. Not all of the risks and rewards of their use accrue to the PCC and therefore none of the properties have been capitalised.

Property	Ownership	Property type/use	PCC responsibility
Christ Church, Commercial Street, London E1 6LY	Diocese of London	Church building; crypt café	Insure and upkeep – sub-contracted to Christ Church Community Vision (Services) Limited (CCCVS)
Hanbury Hall, 22A Hanbury Street, London E1 6QR	Diocese of London	Church hall	Insure and upkeep – sub-contracted to CCCVS
Flat 4, Wesley Court, 22B Hanbury Street, London E1 6QR	Diocese of London	Residential flat. Let commercially.	Insure and upkeep
All Saints House, Buxton Street, London E1 5EH	Diocese of London	Residential property divided into 5 flats, 4 of which are let commercially, 1 of which is provided to the trainee minister	Insure and upkeep
The Rectory, Fournier Street, London E1 6QE	Freehold of the Rector	Vicarage	None: Diocese of London have responsibility for maintenance

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

5. Fixed Asset Investments

The investment relates to Christ Church Community Vision (Services) Limited ("CCCVS") (company number: 04843002), a limited company with £1 of share capital to which the PCC is the sole subscriber. CCCVS was set up in order to manage the church building in a self-funding and sustainable way.

At 31 December 2020, the net assets of CCCVS amounted to £16,888 (2019: £399). The 2020 and 2019 results of CCCVS were as follows:

Balance Sheet	2020 £	2019 £
Fixed Assets	2,656	835
Current assets	51,093	41,135
Creditors: amounts due within one year	(35,695)	(41,571)
Net liabilities	18,054	399
Represented by:		
Capital and reserves	18,054	399

Profit & loss account	2020 £	2019 £
Turnover	156,898	129,588
Other income	-	7
Depreciation	(1,519)	(10,100)
Other expenditure	(137,724)	(143,091)
Corporation tax	-	1,200
Profit/(loss) for the year	17,655	(22,396)

6. Debtors

	2020 £	2019 £
Prepayments	1,372	2,807
Trade debtors	160	7,620
Gift Aid receivable	3,179	5,007
Loan to CCCVS	8,370	9,806
Grants receivable	824	-
	13,905	25,240

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

7. Creditors - Amounts Falling Due Within One Year

	2020 £	2019 £
Trade creditors	8,742	28,825
Accruals	5,629	6,553
Other creditors	5,665	663
	20,036	36,041

8. Unrestricted Funds

8a Current year

	At 1 January 2020 £	Income £	Expenditure £	Gains/ (losses) £	Transfers £	At 31 December 2020 £
Unrestricted: General Fund	1,194,508	461,118	(550,689)	-	59,786	1,164,723
Designated Funds:						
CAPEX Fund	7,789	-	-	-	(953)	6,836
	7,789	0	0	0	(953)	6,836
	1,202,297	461,118	(550,689)	0	58,833	1,171,559

The reason for the transfer to unrestricted funds from restricted funds was to recognise the purchase of fixed asset equipment during the year funded initially from restricted funds.

8b Prior year

	At 1 January 2019 £	Income £	Expenditure £	Gains/ (losses) £	Transfers £	At 31 December 2019 £
Unrestricted: General Fund	1,175,954	489,093	(590,413)	-	119,874	1,194,508
Designated Funds:						
Organ Fund	66	-	(66)	-	-	0
Church planting fund	30,000	-	-	-	(30,000)	0
CAPEX Fund	8,588	-	-	-	(799)	7,789
	38,654	0	(66)	0	(30,799)	7,789
	1,214,608	489,093	(590,479)	0	89,075	1,202,297

The reason for the transfers were as follows:

- Church planting fund - the PCC agreed that funds previously designated for a church plant should be released to unrestricted funds, with a view to reallocate funds should an opportunity for a church plant arise.
- CAPEX Fund – transfer to unrestricted funds to recognise the purchase of equipment during the year.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

8. Unrestricted Funds (continued)

The description of the main funds are as follows:

- **Designated organ fund:** Income from holding organ-related events designated to pay for the organ curator. In 2019 this cost was moved to the trading subsidiary, CCCV(s) Ltd in line with other related organ costs.
- **Designated church planting fund:** For the purpose of church planting. Having not had the opportunity to use these funds for the last two years, the PCC agreed that these funds should in 2019 be released into undesignated funds, with a review to reallocate funds should an opportunity for church planting arise.
- **Designated CAPEX fund:** For the purpose of purchasing new equipment.

9. Restricted Funds

9a Current year

	At 1 January 2020 £	Income £	Expenditure £	Gains/ (losses) £	Transfers £	At 31 December 2020 £
Church gardens landscaping	6,557	-	-	-	-	6,557
Churchyard security fund	5,102	-	(663)	-	-	4,439
Crypt redevelopment fund	0	-	-	-	-	0
Piano fund	9,819	-	-	-	-	9,819
Secular activities	-	11,878	(10,631)	-	-	1,247
Love your neighbour	-	6,332	(3,481)	-	-	2,851
Love Christmas	0	900	(900)	-	-	0
Cultural recovery fund	0	126,900	(68,067)	-	(58,833)	0
SCT	130	(130)	-	-	-	0
	21,608	145,880	(83,742)	0	(58,833)	24,913

9b Prior year

	At 1 January 2019 £	Income £	Expenditure £	Gains/ (losses) £	Transfers £	At 31 December 2019 £
Church gardens landscaping	6,557	-	-	-	-	6,557
Churchyard security fund	5,102	-	-	-	-	5,102
Crypt redevelopment fund	21,855	-	(21,855)	-	-	0
Piano fund	9,819	-	-	-	-	9,819
Hanbury Hall Fund	64,635	-	-	-	(64,635)	0
All Saints House Fund	24,440	-	-	-	(24,440)	0
Legal & professional fees	0	10,000	(10,000)	-	-	0
Hope & Hopes for Children	0	116	(116)	-	-	0
Prison Fellowship	0	37	(37)	-	-	0
London Air Ambulance	0	123	(123)	-	-	0
Tearfund	0	55	(55)	-	-	0
SCT	0	130	-	-	-	130
Bishops Discretionary Fund	0	64	(64)	-	-	0
	132,408	10,525	(32,250)	0	(89,075)	21,608

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

9. Restricted Funds (continued)

The description of the main funds are as follows:

- **Church garden landscaping:** for the purpose of maintaining and improving the Church garden.
- **Churchyard security:** for the purpose of ensuring churchyard security.
- **Crypt redevelopment fund:** funds for the redevelopment of the Crypt at Christ Church Spitalfields, the last of which was spent in 2020.
- **Piano fund:** Donations made for the purchase of a grand piano.
- **Hanbury Hall fund:** for the purpose of maintaining the building known as Hanbury Hall and secondarily for the support of Christian Education.
- **All Saints House fund:** for the purpose of maintaining and improving upon the building known as All Saints House, 35 Buxton Street.
- **Love Your Neighbour fund:** for the purpose of projects responding to local needs and non-proselytising social transformation
- **Love Christmas fund:** for the purpose of giving Christmas boxes to the community

10. Reconciliation of net income to net cash flow from operating activities

	Unrestricted Funds 2020 £	Restricted Funds 2020 £	Total 2020 £	Total 2019 £
Net deficit for the reporting period (as per the statement of financial activities)	(30,738)	3,305	(27,433)	(123,111)
Adjustments for:				
Depreciation charges	71,030	-	71,030	51,208
(Increase)/decrease in debtors	11,335	-	11,335	(5,480)
Increase/(decrease) in creditors	(46,006)	-	(46,006)	26,136
Net cash provided by operating activities	5,621	3,305	8,926	(51,247)

11. Related Party Transactions and Balances

There were no trustees' expenses paid for the year ended 31st December 2020 nor for the year ended 31 December 2019.

Amy Pillans, a member of the PCC, is the spouse of Edwin Pillans. Edwin Pillans received a gross salary of £29,696 (2019: £30,409) and pension contribution of £1,137 (2019: £1,025) in his employed capacity of Buildings, Facilities, and Logistics Manager.

Darren Wolf, a member of the PCC, occupies a flat at All Saints House rent free, a property managed by the PCC.

Darren Wolf is a director of Christ Church Community Vision (Services) Limited ("CCCVS") (company number: 04843002), a limited company with £1 of share capital to which the PCC is the sole subscriber. During the year the PCC made payments totalling £46,650 to CCCVS and received payments of £1,767 from CCCVS. At 31 December 2020 CCCVS owed the PCC £8,370 (2019: £7,056).

David Bird, a member of the PCC, received £550 for playing the organ at the Christmas services.

Barnaby Simmons, a member of the PCC until October 2020, received £3,385 in his employed capacity of part-time Student Pastor.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF CHRIST CHURCH WITH ALL SAINTS SPITALFIELDS

Notes to the Financial Statements For the year ended 31 December 2020

11. Related Party Transactions and Balances (continued)

Nick Hull, the spouse of Amy Hull, a member of the PCC, received £465 for work as an event assistant.

Tim Vaughan, a member of the PCC, received payments totalling £1,729 (2019: £2,021) for IT support services provided, unrelated to his service as a trustee. Tim Vaughan also received payments totalling £4,400 from Christ Church Community (Services) Ltd, a company wholly owned by the PCC.

Members of the PCC gave a total of £58,167 (2019: £72,857) in unrestricted offerings and donations during the year.