



Scargill Movement
Lives shared, lives transformed

COUNCIL REPORT AND FINANCIAL STATEMENTS

for the year ended

31 DECEMBER 2020

SCARGILL MOVEMENT
(A company limited by guarantee)

Registered Charity Number: 1127838
Company Number: 06778628

Scargill Movement
(A company limited by guarantee)

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Scargill Movement
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Report of the council (incorporating the directors' report)
for the year ended 31 December 2020

Charity number	1127838	
Company registration number	06778628	
Registered office and Business address	Scargill House Kettlewell Skipton North Yorkshire BD23 5HU	
Council	Rt Revd Chris Edmondson Tony Hesselwood Sister Jocelyn Carter John Fell Rt Revd Helen-Ann Hartley (retired 30 June 2021) Revd Caroline Hewlett Revd Mat Ineson (appointed 12 February 2020) Revd Canon Felicity Lawson Andy Milne Stephen Weatherley John Wilson (retired 1 July 2020) Revd Hilary Young	
Director	Revd Canon Phil Stone	
Statutory auditor	Stubbs Parkin Chartered Accountants & Registered Auditors 55 Houghton Street Southport PR9 0PG	
Bankers	Barclays bank plc 49 High Street Skipton BD23 1DH	The Co-operative CCLA P.O. Box 250 80 Cheapside Delf House London Skelmersdale EC2V 6DZ WN8 6WT
Solicitors	Napthens 7 Winkley Square Preston PR1 3DJ	

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Report of the council (incorporating the directors' report)
for the year ended 31 December 2020

The council present their report and the financial statements for the year ended 31 December 2020. The council, who are also directors for the purposes of company law and who served during the year up to the date of this report are as follows:

Rt Revd Chris Edmondson	Chairman
Tony Hesselwood	Vice Chairman
Sister Jocelyn Carter	
John Fell	
Rt Revd Helen-Ann Hartley	(retired 30 June 2021)
Revd Caroline Hewlett	
Revd Mat Ineson	(appointed 12 February 2020)
Revd Canon Felicity Lawson	
Andy Milne	
Revd Canon Phil Stone	
Stephen Weatherley	
John Wilson	(retired 1 July 2020)
Revd Hilary Young	

Structure, governance and management

Scargill Movement is a company limited by guarantee. It was incorporated on 22 December 2008 and it became a registered charity on 3 February 2009. Its governing document is its memorandum and articles of association.

Organisational structure

The council, who are also directors and trustees of the charity, meets on a bi-monthly basis to review progress. Members of the company are also council members and are listed above and are fully involved in the decisions of the charity. The Bishop of Leeds and the Chair of the council of the Lee Abbey Movement are each entitled to nominate two council members. The council shall (unless otherwise determined by ordinary resolution) number not less than six. New members are appointed by ordinary resolution. All council members receive appropriate induction and training in respect of their role.

Risk

The council maintains a register and regularly reviews the risks which face the charity as well as carrying out a full risk review annually. The council has a finance committee that prepares a budget and meets bi-monthly to report and monitor the ongoing financial position and to review the measures in place to mitigate financial and exposure to other major risks.

Objectives and activities

Charitable objects

The purpose of the charity is to advance the Christian faith and to advance education through the provision of a community of people to live out relevant and authentic expression of the Christian faith in today's world through their life together.

The activity is to continue to develop Scargill House, Kettlewell, and to maintain a resident community who will offer an excellent standard of hospitality and spiritual renewal to guests in the conference centre.

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Report of the council (Incorporating the directors' report)
for the year ended 31 December 2020 (cont.)

Objectives and activities (cont.)

Charitable objects (cont.)

Under the strap line "lives shared, lives transformed" the agreed aim is:-

- to show the hospitality of God to all and to share lives changed by faith;
- to send our guests home with new vision and purpose;
- to model and promote responsible stewardship of creation;
- to hold on to Quality, Simplicity and Beauty in the further developments of our buildings as well as our life together; and
- to help guests and community alike to gain and be enriched by a vision for community in an individualistic society.

This will be implemented by offering at Scargill House:-

- a resident, caring group of people with prayer at their heart;
- hospitality to individuals and groups;
- challenging programmes and outdoor activities especially for young people;
- resources and training for Christian mission and service;
- opportunities for creativity and personal development; and
- a community practising both ecological and sustainable stewardship of God's creation.

Achievements and performance - Looking forward with hope...

The accounts for 2020 can only be described as remarkable and heart warming with so much to be thankful to God for his generous provision.

We have been so heartened by the generosity of our Scargill friends and supporters - that treasure chest of relationships that have been nurtured over the years will enable us to navigate through this uncharted wilderness landscape. In this wilderness we have experienced wells of generosity and with the funds we already have we will be able to negotiate this challenging terrain.

It has now been 14 months since we last saw a residential guest through our doors. If all goes to plan we will be opening our doors to guests again in early June. We are thrilled, nervous as well as being really excited to offer the gift of hospitality again. In the year we have developed online courses and retreats that have been well received by many people.

During the pandemic the size of the Community shrank from 33 (March 2020) to about 22 (October 2020). Over the year we said many goodbyes as Community members came to the end of their time at Scargill - as for many it has been a diminishing and difficult time. We were, though, very glad to welcome some new Community members in the Autumn including a new Chaplain who has enriched our Community life. Our planned building project that we originally hoped to begin in 2021 will now begin in 2023. This will give us an opportunity to consolidate our funds for this exciting project.

In the year we have developed online courses and retreats that have been well received by many people. Our weekly online prayer service with our weekly online tea party has been a real encouragement during these challenging and difficult times. As we go forward there will be a 'blended' approach as we develop our online presence.

We are hopeful about the future. We have not only survived the pandemic so far, but have been richly blessed - blessed for a reason which will be revealed to us as we keep our eyes on Jesus and led by the Spirit. What we do know is that it will be an invitation to share His generous love, trusting and treading lightly as we move forward

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Report of the council (incorporating the directors' report)
for the year ended 31 December 2020 (cont.)

Financial review

The total incoming resources were £768,365 and resources expended amounted to £593,898, leaving a net 'surplus' of £174,467 to add to last years funds of £2,760,049 making total funds of £2,934,516 to carry forward. The detailed figures are shown on pages 9 to 22. Unrestricted donations and legacies amounted to £485,916 compared to £254,064 in 2019. On top of that we received another £35,543 in restricted donations towards the Bursary Fund and Special Projects as shown in note 16 on page 18 and £83,619 in government grants towards Covid 19 shortfalls. £133,379 was received in conference fees and sales from guests compared to £714,755 in 2019. Costs of £593,898 were expended in providing and maintaining the conference facilities and community and again that included nearly £100,000 incurred on upkeep and upgrading of the property. The original loans given to assist in the original purchase of the house now stand at £15,000 and are on structured repayment terms repayable over the next 3 years. We continue to benefit from the Biomass Boiler installed in 2013 which enables us to achieve substantial reductions in our heating costs as well as reduce our carbon footprint. The loan that contributed to purchasing the boiler has been repaid in full during the year from revenue under the Renewable Heat Incentive (RHI) payment scheme and other funds. Our budgets for the next three years show continuing breakeven position on our conference programme subject to unforeseeable events and we are encouraged by a steady stream of gifts and regular donations and grants to fund our ongoing building refurbishment and development.

Reserves

The Charity continues to make significant investments in its buildings and plant which stand, after depreciation, at nearly £2m. We have planning permission for a further substantial refurbishment of the property and a programme to raise what is likely to be in excess of £10m to finance the development with a view to commence work in 2023. In the meantime the ongoing ministry of Scargill is continuing and the Council believes that at least three months' expenditure should be kept in reserve to provide working capital. At the end of 2020, the estimated requirement for working capital was £120,000. The Council believes that the current funds are sufficient to finance the next three months but regular donations are still encouraged to support the ongoing community ministry and development at Scargill. The Finance and Business Committee reviews the reserves in the light of the operational results and ongoing refurbishment on a quarterly basis to ensure adequate reserves are maintained. The trustees believe that the reserves are adequate to cope with the impact of the COVID-19 pandemic in the ensuing year but keep under regular review the effect on reserves as well as the impact on the community and the ongoing conference programme and the future development work.

The Council is grateful to the many supporters who have given financial and prayer support during the year and to working friends who have helped with practical support.

Indemnity insurance

The charity paid insurance premiums to indemnify the council from any loss arising from neglect or defaults of council or staff and any consequent loss.

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Report of the council (incorporating the directors' report)
for the year ended 31 December 2020 (cont.)

Public benefit

The Council confirmed they have complied with their duty to have due regard to the guidance on public benefit published by the Charity Commission in exercising their powers and duties. As outlined earlier in this respect, our Christian faith is lived out in today's world by our care of people as well as the creation with which we are entrusted. We provide bursary funds for all those unable to afford our regular fees and hold specific events for people on the margins of society as well as welcoming them at any time. We are committed to conserve the earth's resources by reducing our carbon footprint with our Biomass Boiler and work with National Park Authority in our woodland management plan. Our walled garden accessible to all is a hidden gem within the Quiet Garden Scheme. Our chapel lift project, completed in 2016, and plans for future development confirm our continuing commitment to enable step-free access to the whole of the Scargill site.

Statement as to disclosure of information to auditors

In so far as the council is aware:

- there is no relevant audit information of which the charity's auditors are unaware; and
- the council have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditors are aware of that information.

Statement of council responsibilities

The trustees (who are also directors of Scargill Movement for the purposes of company law) are responsible for preparing the Trustees' Report (incorporating the directors' report) and the financial statements in accordance with applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the income and expenditure of the charitable company 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 judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK 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 charitable company will continue in business.

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Report of the council (incorporating the directors' report)
for the year ended 31 December 2020 (cont.)

Statement of council responsibilities (cont.)

The council is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and which enables it to ensure that the financial statements comply with the Companies Act 2006. It is 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.

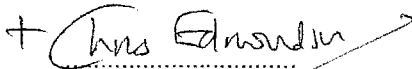
Auditors

The council appointed Stubbs Parkin and their reappointment as auditors/independent examiners of the charity will be proposed at the annual general meeting.

Small company provisions

This report has been prepared in accordance with the special provisions for small companies within Part 15 of the Companies Act 2006.

On behalf of the board:

+ 

Chris Edmondson
Chairman/Director

Dated: 30 June 2021

Scargill Movement
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Independent auditor's report to the Council of Scargill Movement

We have audited the financial statements of Scargill Movement (the 'Charity') for the year ended 31st December 2019 which comprise statement of financial activities, balance sheet, statement of cash flow and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the Charity's affairs as at 31 December 2019 and of its income and expenditure for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Charity in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

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Independent auditor's report to the Council of Scargill Movement (continued)

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Annual Report.

We have nothing to report in respect of the following matters in relation to which the Charities Act 2011 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us;
- the financial statements are not in agreement with the accounting records and returns;
- we have not obtained all the information and explanations necessary for the purposes of our audit;

Responsibilities of the Trustees

As explained more fully in the trustees' responsibilities statement set out on page 6, the trustees are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the Charity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the Charity or to cease operations, or have no realistic alternative but to do so.

Our responsibilities for the audit of the financial statements

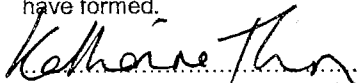
The trustees have elected for the financial statements to be audited in accordance with the Charities Act 2011 rather than the Companies Act 2006. Accordingly, we have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with regulations under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Charity's trustees, as a body, in accordance with section 144 of the Charities Act 2011 and the regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Charity's trustees as a body, for our audit work, for this report, or for the opinions we have formed.


Katharine Thompson (Senior Statutory Auditor)
For and on behalf of Stubbs Parkin Ltd
55 Houghton Street
Southport
PR9 0PQ

Dated: 13/7/21

Stubbs Parkin Ltd is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

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Statement of financial activities - incorporating the income and expenditure account

For the year ended 31 December 2020

	Notes	Unrestricted funds	Restricted funds	Total 2020	Total 2019
		£	£	£	£
Incoming resources					
Incoming resources from generating funds:					
Voluntary income	2	569,535	35,543	605,078	823,520
Investment income	3	4,094	-	4,094	3,920
Incoming resources from charitable activities	4	159,193	-	159,193	747,207
Total incoming resources		732,822	35,543	768,365	1,574,647
Resources expended					
Costs of generating voluntary income	5	1,718	-	1,718	3,392
Charitable activities	6	539,295	4,991	544,286	690,044
Governance costs	7	8,181	-	8,181	9,727
Support costs	8	39,713	-	39,713	38,765
Total resources expended		588,907	4,991	593,898	741,928
Net incoming resources		143,915	30,552	174,467	832,719
Transfers between funds	16	3,966	(3,966)	-	-
Total funds brought forward		2,662,125	97,924	2,760,049	1,927,330
Total funds carried forward		2,810,006	124,510	2,934,516	2,760,049

The company has no recognised gains or losses other than the results for the year as set out above.

All the activities of the company are classed as continuing.

The notes on pages 12 to 22 form an integral part of these financial statements.


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Balance sheet
As at 31 December 2020
Company registration number: 06778628

			2020	2019
	Notes	£	£	£
Fixed assets				
Tangible fixed assets	12		1,906,473	1,965,748
Current assets				
Stocks		15,024		16,322
Debtors	13	44,117		72,584
Cash at bank and in hand		<u>1,073,546</u>		<u>928,454</u>
			1,132,687	1,017,360
Creditors: amounts falling due within one year	14		(89,644)	(164,132)
Net current assets			<u>1,043,043</u>	<u>853,228</u>
Total assets less current liabilities			2,949,516	2,818,976
Creditors: amounts falling due after more than one year	15		(5,000)	(33,927)
Defined benefit pension scheme liability	22		(10,000)	(25,000)
Net assets			<u>2,934,516</u>	<u>2,760,049</u>
Funds				
Represented by:				
Unrestricted funds	16		2,810,006	2,662,125
Restricted funds			124,510	97,924
Total funds			<u>2,934,516</u>	<u>2,760,049</u>

The council acknowledges its responsibilities for ensuring that the company keeps accounting records which comply with section 386 of the Companies Act 2006 and for preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of the financial period and of its profit or loss for the financial period in accordance with the requirements of sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to accounts, so far as applicable to the company.

The financial statements have been prepared in accordance with the provisions applicable to companies subject to the small company regime within Part 15 of the Companies Act 2006 and with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice). The financial statements were approved by the council on 30 June 2021 and signed on its behalf by:


Tony Hesselwood
Director

The notes on pages 12 to 22 form an integral part of these financial statements.

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Statement of Cash Flows

For the year ended 31 December 2020

Notes	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	£	£	£	£
Cash flows from operating activities:				
Net cash provided by operating activities*	185,298	26,586	211,884	856,244
Cash flows from investing activities:				
Interest received	4,094	-	4,094	3,920
Purchase of property plant and equipment	(7,959)	-	(7,959)	(35,878)
	(3,865)	-	(3,865)	(31,957)
Cash flows from financing operations:				
Repayments of borrowing	(62,927)	-	(62,927)	(533,115)
Change in cash and cash equivalents during the year	118,506	26,586	145,092	291,173
Cash and cash equivalents brought forward	830,530	97,924	928,454	637,283
Cash and cash equivalents carried forward	949,036	124,510	1,073,546	928,456

***Reconciliation of net incoming resources to net cash flow from operating activities**

Net incoming resources (after transfers)	147,881	26,586	174,467	832,719
Adjustments for:				
Depreciation charges	67,234	-	67,234	73,368
Interest received	(4,094)	-	(4,094)	(3,920)
(Increase) in stocks	1,298	-	1,298	(3,897)
Decrease/(increase) in debtors	28,467	-	28,467	(9,949)
Increase/(decrease) in creditors (excluding loans)	(55,488)	-	(55,488)	(32,077)
Net cash provided by operating activities	185,298	26,586	211,884	856,244

The notes on pages 12 to 22 form an integral part of these financial statements.

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Notes to the financial statements
for the period ended 31 December 2020

1 Accounting policies

The principal accounting policies are summarised below. The accounting policies have been applied consistently throughout the year and the preceding year.

1.1 Basis of accounting

The financial statements are prepared under the historical cost convention and in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), the Statement of Recommended Practice 'Accounting and Reporting by Charities' effective 1 January 2015 (SORP FRS 102) and the Companies Act 2006.

1.2 Fund accounting

Unrestricted funds are funds 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. Restricted funds are funds which are to be used in accordance with specific restrictions imposed by donors or which have been raised by the charity for particular purposes. The costs of raising and administering such funds are charged against the specific fund. The aim and use of each restricted fund is set out in the notes to the financial statements.

1.3 Incoming resources

All incoming resources are included in the statement of financial activities when the charity is entitled to the income and the amount can be quantified with reasonable accuracy. The following specific policies are applied to particular categories of income:

Voluntary income is received by way of grants, donations and gifts and is included in full in the statement of financial activities when receivable. Grants where entitlement is not conditional on the delivery of a specific performance by the charity, are recognised when the charity becomes unconditionally entitled to the grant. Grants, including grants for the purchase of fixed assets, are recognised in full in the statement of financial activities in the year in which they are receivable. Grants received are not government grants and do not come with any conditions. Donated services and facilities are included at the value to the charity where this can be quantified. The value of services provided by volunteers has not been included. Gifts donated for resale are included as incoming resources within activities for generating funds when they are sold. Gift aid recoverable is included within the same category of income to which the claim relates. This income is also recognised in the same period.

Income from investments is included in the year in which it is receivable.

1.4 Resources expended

Expenditure is recognised on an accrual basis as a liability is incurred. Expenditure includes any VAT which cannot be fully recovered, and is reported as part of the expenditure to which it relates.

Costs of generating funds comprise the costs associated with attracting voluntary income. 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.

Support costs are those costs incurred directly in support of expenditure on the objects of the charity and include project management whilst governance costs include those costs associated with meeting costs associated with the constitutional requirements of the charity and include costs of indemnity insurance.

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

1.5 Stock

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

1.6 Tangible fixed assets and depreciation

Tangible fixed assets used for operational purposes are stated at cost less accumulated depreciation. Individual assets costing below £1,000 are treated as expenditure in the year they are acquired and are not capitalised. Depreciation is provided at rates calculated to write off the cost less residual value of each asset over its expected useful life, as follows:

Freehold operational property	- 200 years straight line
Fixtures, fittings and equipment	- 7½ - 25% straight line
Refurbishment expenditure	- 7 years straight line

Depreciation is provided from when the asset is brought into use.

Refurbishment expenditure is capitalised in anticipation of the redevelopment of the site and facilities and has now been fully depreciated.

2 Voluntary income

Current year	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Donations	348,647	35,543	384,190	276,801
Legacies	137,269	-	137,269	41,719
Grants	83,619	-	83,619	505,000
	<u>569,535</u>	<u>35,543</u>	<u>605,078</u>	<u>823,520</u>
Prior year	Unrestricted funds £	Restricted funds £	Total 2019 £	
Donations	212,345	64,456	276,801	
Legacies	41,719	-	41,719	
Grants	500,000	5,000	505,000	
	<u>754,064</u>	<u>69,456</u>	<u>823,520</u>	

3 Investment income

Current year	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Deposit interest receivable	4,094	-	4,094	3,920
	<u>4,094</u>	<u>-</u>	<u>4,094</u>	<u>3,920</u>
Prior year	Unrestricted funds £	Restricted funds £	Total 2019 £	
Deposit interest receivable	3,920	-	3,920	
	<u>3,920</u>	<u>-</u>	<u>3,920</u>	

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

4 Incoming resources from charitable activities
Current year

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Fees and seminars	126,075	-	126,075	683,307
Sales	7,304	-	7,304	31,448
RHI income received	25,814	-	25,814	32,452
	<u>159,193</u>	<u>-</u>	<u>159,193</u>	<u>747,207</u>

Prior year

	Unrestricted funds £	Restricted funds £	Total 2019 £
Fees and seminars	683,307	-	683,307
Sales	31,448	-	31,448
RHI income received	32,452	-	32,452
	<u>747,207</u>	<u>-</u>	<u>747,207</u>

5 Costs of generating voluntary income
Current year

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Fundraising fees and costs	1,718	-	1,718	3,392
	<u>1,718</u>	<u>-</u>	<u>1,718</u>	<u>3,392</u>

Prior year

	Unrestricted funds £	Restricted funds £	Total 2019 £
Fundraising fees and costs	3,392	-	3,392
	<u>3,392</u>	<u>-</u>	<u>3,392</u>

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

6 Costs of charitable activities

Current year	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	£	£	£	£
Food and programme expenses	84,204	-	84,204	220,056
Community allowances and staff costs	174,110	4,491	178,601	174,345
Utilities	101,471	-	101,471	123,258
Repairs and maintenance	94,914	-	94,914	66,101
Marketing, PR and literature	8,787	-	8,787	26,577
Grants and donations	4,000	500	4,500	-
Finance costs	4,575	-	4,575	6,339
Depreciation and amortisation	67,234	-	67,234	73,368
	<u>539,295</u>	<u>4,991</u>	<u>544,286</u>	<u>690,044</u>
Prior year	Unrestricted funds	Restricted funds	Total 2019	
	£	£	£	
Food and programme expenses	218,981	1,075	220,056	
Community allowances and staff costs	170,888	3,457	174,345	
Utilities	123,258	-	123,258	
Repairs and maintenance	66,101	-	66,101	
Marketing, PR and literature	26,577	-	26,577	
Finance costs	6,339	-	6,339	
Depreciation and amortisation	73,368	-	73,368	
	<u>685,512</u>	<u>4,532</u>	<u>690,044</u>	

7 Governance costs

Current year	Unrestricted funds	Restricted funds	Total 2020	Total 2019
	£	£	£	£
Trustees indemnity insurance	386	-	386	386
Audit	7,795	-	7,795	9,341
	<u>8,181</u>	<u>-</u>	<u>8,181</u>	<u>9,727</u>
Prior year	Unrestricted funds	Restricted funds	Total 2019	
	£	£	£	
Trustees indemnity insurance	386	-	386	
Audit	9,341	-	9,341	
	<u>9,727</u>	<u>-</u>	<u>9,727</u>	

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

8 Support costs
Current year

	Unrestricted funds £	Restricted funds £	Total 2020 £	Total 2019 £
Motor and travelling expenses	6,734	-	6,734	8,110
Office expenses	15,021	-	15,021	19,231
Legal and professional fees	11,614	-	11,614	1,213
Recruitment and training costs	6,344	-	6,344	10,211
	<u>39,713</u>	<u>-</u>	<u>39,713</u>	<u>38,765</u>

Prior year

	Unrestricted funds £	Restricted funds £	Total 2019 £
Motor and travelling expenses	8,110	-	8,110
Office expenses	19,231	-	19,231
Legal and professional fees	1,213	-	1,213
Recruitment and training costs	10,211	-	10,211
	<u>38,765</u>	<u>-</u>	<u>38,765</u>

9 Net incoming resources for the year

	Total 2020 £	Total 2019 £
Net incoming resources is stated after charging:		
Depreciation and other amounts written off tangible fixed assets	67,234	73,368
Auditors' remuneration	7,795	9,341
	<u>75,029</u>	<u>82,709</u>

10 Employees

	Total 2020 £	Total 2019 £
Employment costs		
Wages and salaries	130,687	138,496
Pensions	43,421	33,491
	<u>174,108</u>	<u>171,987</u>

No employee received emoluments of more than £60,000.

Number of employees

The average monthly numbers of employees during the year, calculated on the basis of full time equivalents, was as follows:

	2020	2019
Programme delivery and community	34	34
	<u>34</u>	<u>34</u>

The charity is dependent upon the support of working friends and received support from up to 199 (2019 - 199) during the year.

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

11 Taxation

The charity's activities fall within the exemptions afforded by the provisions of the Income and Corporation Taxes Act 1988. Accordingly, there is no taxation charge in these accounts.

12 Tangible fixed assets

	Freehold operational property	Fixtures fittings and equipment	Refurbishment expenditure	Total
Cost or valuation				
At 1 January 2020	1,707,023	742,635	488,604	2,938,262
Additions	-	7,959	-	7,959
Disposals	-	-	-	-
At 31 December 2020	<u>1,707,023</u>	<u>750,594</u>	<u>488,604</u>	<u>2,946,221</u>
Depreciation				
At 1 January 2020	85,243	398,668	488,603	972,514
Charge for the year	8,535	58,699	-	67,234
Disposals	-	-	-	-
At 31 December 2020	<u>93,778</u>	<u>457,367</u>	<u>488,603</u>	<u>1,039,748</u>
Net book value				
At 31 December 2020	<u>1,613,245</u>	<u>293,227</u>	<u>1</u>	<u>1,906,473</u>
At 1 January 2020	<u>1,621,780</u>	<u>343,967</u>	<u>1</u>	<u>1,965,748</u>

Some of the freehold property is charged in support of borrowings.

13 Debtors

	2020 £	2019 £
Income tax recoverable	6,677	29,211
Other debtors	<u>37,440</u>	<u>43,373</u>
	<u>44,117</u>	<u>72,584</u>

14 Creditors: amounts falling due within one year

	2020 £	2019 £
Trade creditors	11,058	15,613
Accruals	9,473	7,033
Deposits in advance	47,319	74,837
Other creditors	11,794	22,649
Slavanka Trust (secured)	-	26,000
Loans from friends of Scargill Movement	<u>10,000</u>	<u>18,000</u>
	<u>89,644</u>	<u>164,132</u>

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

15 Creditors: amounts falling due after more than one year

	2020 £	2019 £
Slavanka Trust (secured)	-	33,927
Loans from friends of Scargill Movement	5,000	-
	<u>5,000</u>	<u>33,927</u>
Loans		
Repayable in less than 1 year	10,000	44,000
Repayable in two to five years	5,000	-
Repayable in over 5 years	-	33,927
	<u>15,000</u>	<u>77,927</u>

Loans from friends of Scargill Movement consist of 2 (2019 - 2) individual interest free loans with flexible rolling repayment dates.

16 Funds	At 1 January £	Incoming resources £	Resources expended	Transfers	At 31 December £
Current year					
Unrestricted					
General fund	1,951,225	732,822	(588,907)	(61,034)	2,034,106
Designated Community discretionary	5,000	-	-	5,000	10,000
Designated special maintenance	315,900	-	-	(56,000)	259,900
Designated project development	390,000	-	-	116,000	506,000
	<u>2,662,125</u>	<u>732,822</u>	<u>(588,907)</u>	<u>3,966</u>	<u>2,810,006</u>
Restricted					
Bursary	18,443	2,428	-	982	21,853
Climate change	-	-	-	-	-
Community Discretionary	6,543	125	(4,491)	-	2,177
Grants and donations	-	500	(500)	-	-
Low ropes	7,104	-	-	-	7,104
Either Project or Bursary	-	4,948	-	(4,948)	-
Project development	65,834	27,542	-	-	93,376
	<u>97,924</u>	<u>35,543</u>	<u>(4,991)</u>	<u>(3,966)</u>	<u>124,510</u>
Total funds	<u>2,760,049</u>	<u>768,365</u>	<u>(593,898)</u>	<u>-</u>	<u>2,934,516</u>

The bursary fund represents funds received to finance conference and residential fees for guests unable to contribute to the full amount of fees chargeable. In 2020 £3,966 was transferred to fees for bursaries for this purpose. The Climate change, Grants and donations, low ropes, and project development funds relate to specific projects that have attracted specific funding and expended during the year or carried forward into 2021. Guests are invited to contribute if they wish to either project, bursary or community funds specifying the destination or leaving it to trustees to allocate as necessary. In 2020 £4948 was allocated to Bursary.

The community discretionary fund exists to relieve hardship amongst community members. The special maintenance designated fund has been created from general funds to cover special maintenance work anticipated for 2021. A second designated fund exists to support the project development work planned for 2023.

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

Prior year	At 1 January £	Incoming resources £	Resources expended	Transfers	At 31 December £
Unrestricted					
General fund	1,401,310	1,505,191	(737,396)	(217,880)	1,951,225
Designated Community discretionary	-	-	-	5,000	5,000
Designated special maintenance	185,200	-	-	130,700	315,900
Designated project development	270,000	-	-	120,000	390,000
	<u>1,856,510</u>	<u>1,505,191</u>	<u>(737,396)</u>	<u>37,820</u>	<u>2,662,125</u>
Restricted					
Bursary	30,030	14,233	-	(25,820)	18,443
Climate change	-	1,075	(1,075)	-	-
Community Discretionary	10,000	-	(3,457)	-	6,543
Low ropes	7,104	-	-	-	7,104
Either Project or Bursary	-	25,381	-	(25,381)	-
Project development	23,686	28,767	-	13,381	65,834
	<u>70,820</u>	<u>69,456</u>	<u>(4,532)</u>	<u>(37,820)</u>	<u>97,924</u>
Total funds	<u>1,927,330</u>	<u>1,574,647</u>	<u>(741,928)</u>	<u>-</u>	<u>2,760,049</u>

17 Analysis of net assets by fund
Current year

	General unrestricted funds £	Designated unrestricted funds £	Restricted funds £	Total 2020 £
Tangible fixed assets	1,906,473	-	-	1,906,473
Stocks	15,024	-	-	15,024
Debtors	44,117	-	-	44,117
Cash at bank and in hand	183,136	765,900	124,510	1,073,546
Creditors due within one year	(89,644)	-	-	(89,644)
Creditors due over one year	(5,000)	-	-	(5,000)
Provision for pension liability	(10,000)	-	-	(10,000)
	<u>2,044,105</u>	<u>765,900</u>	<u>124,510</u>	<u>2,934,516</u>

Prior year	General unrestricted funds £	Designated unrestricted funds £	Restricted funds £	Total 2019 £
Tangible fixed assets	1,965,748	-	-	1,965,748
Stocks	16,322	-	-	16,322
Debtors	72,584	-	-	72,584
Cash at bank and in hand	124,630	705,900	97,924	928,454
Creditors due within one year	(164,132)	-	-	(164,132)
Creditors due over one year	(33,927)	-	-	(33,927)
Provision for pension liability	(25,000)	-	-	(25,000)
	<u>1,956,225</u>	<u>705,900</u>	<u>97,924</u>	<u>2,760,049</u>

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Notes to the financial statements
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18 Capital commitments

The charity had committed to capital expenditure of £nil (2019 - £nil).

19 Transactions with council

No trustee has received any remuneration during the year (2019 - £nil) and no expenses have been paid to trustees during the year (2019 - £130).

20 Indemnity insurance

The charity paid insurance premiums of £386 (2019 - £386) to indemnify the council from any loss arising from neglect or defaults of the council or staff and any consequent loss.

21 Company limited by guarantee

Scargill Movement is a company limited by guarantee and accordingly does not have a share capital. Every member of the company (the members being the council members for the time being) undertakes to contribute such amount as may be required not exceeding £10 to the assets of the charitable company in the event of its being wound up while he or she is a member, or within one year after he or she ceases to be a member.

22 Church of England funded pension scheme

Scargill Movement participates in the Church of England Funded Pensions Scheme for stipendiary clergy- a defined benefit scheme. The scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Responsible Bodies.

Each participating Responsible Body in the scheme pays contributions at a common contribution rate applied to pensionable stipends.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This means it is not possible to attribute the Scheme's assets and liabilities to each specific Responsible Body and this means contributions are accounted for as if the Scheme were a defined contribution scheme. The pensions costs charged to the SoFA in the year are contributions payable towards benefits and expenses accrued in that year(2020 £26,645, 2019 £31,896), minus the figures highlighted in the table below as being recognised in the SoFA, giving a total charge of £11,645 for 2020. (2019 minus£1,104)

A valuation of the Scheme is carried out once every three years. The most recent Scheme valuation completed was carried out at as 31 December 2018. The 2018 valuation revealed a deficit of £50m based on assets of £1,818m and a funding target of £1,868m, assessed using the following assumptions:

- An average discount rate of 3.2%pa
- RPI inflation of 3.4% p.a. (and pension increases consistent with this);
- Increase in pensionable stipends of 3.4% p.a.;
- Mortality in accordance with 95% of the S3NA_VL tables, with allowance for improvements in mortality rates in line with the CMI 2018 extended model with a long term annual rate of improvement of 1.5%, a smoothing parameter of 7 and an initial addition to mortality improvements of 0.5%pa.

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Notes to the financial statements
for the period ended 31 December 2020 (cont.)

22 Church of England funded pension scheme (cont.)

Following the 31 December 2018 valuation, a recovery plan was put in place until 31 December 2022 and the deficit recovery contributions payable (as a percentage of pensionable stipends) are as set out in the table below.

% of pensionable stipends	January 2018 to December 2020	January 2021 to December 2022
Deficit repair contributions	11.9%	7.1%

As at 31 December 2018 the deficit recovery contributions under the recovery plan in force at that time were 11.9% of pensionable stipends until December 2025. As at 31 December 2019 and 31 December 2020 the deficit recovery contributions under the recovery plan in force were as set out in the above table.

For senior office holders, pensionable stipends are adjusted in the calculations by a multiple, as set out in the Scheme's rules.

Section 28.11A of FRS 102 requires agreed deficit recovery payments to be recognised as a liability. The movement in the provision is set out in the table below.

	2020 £	2019 £
Balance sheet liability at 1 January	25,000	58,000
Deficit contribution paid	(7,000)	(10,000)
Interest cost (recognised in SOFA)	-	1,000
Remaining change to the balance sheet liability* (recognised in SOFA)	(8,000)	(24,000)
Balance sheet liability at 31 December	10,000	25,000

* Comprises change in agreed deficit recovery plan, and change in discount rate and assumptions between year-ends.

This liability represents the present value of the deficit contributions agreed as at the accounting date and has been valued using the following assumptions set by reference to the duration of the deficit recovery payments:

	December 2020	December 2018	December 2018
Discount rate	0.2%pa	1.1%pa	2.1% pa
Price inflation	3.1% pa	2.8% pa	3.1% pa
Increase to total pensionable payroll	1.6% pa	1.3% pa	1.6% pa

The legal structure of the scheme is such that if another Responsible Body fails, Scargill Movement could become responsible for paying a share of that failed Responsible Body's pension liabilities.

This potential liability has been calculated at £10,000 (2019 - £25,000) and has been provided for in the accounts resulting in a reduction in liability of £15,000 and an equivalent reduction in community costs.

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Notes to the financial statements
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23 Other pensions - Money purchase scheme

Scargill Movement also contributes to money purchase pension schemes for the benefit of its employees. Contributions payable under the NEST and other private schemes are charged to the statement of financial activities in the year they are payable.

24 Related Party Transactions

There have been no related party transactions during the year which require disclosure.