

Parochial Church Council of The Church of the Good Shepherd,
Crookhorn

Annual Report and Financial Statements
for the year to
31 December 2022

Parochial Church Council of The Church of the Good Shepherd, Crookhorn
31 December 2022
Professional Advisors

Incumbent	The Revd. Janette Smith The Vicarage 87 Perseus Place Crookhorn Waterlooville PO7 8AW
Bank	The Co-operative Bank PO Box 250 Skelmersdale WN8 6WT
Accountant	Sally Grant Limited Chartered Accountants 3 Ladybridge Road Waterlooville PO7 5RP
Independent Examiner	Shahrukh Talati FCA 17 St Georges Road Southsea PO4 9PL
Diocese	A member of the Church of England in the Diocese of Portsmouth in the Parish of Crookhorn

Charity no 1127944

Independent examiner's report to the trustees (The PCC) on the accounts of

The Parochial Church Council of the Ecclesiastical Parish of the Good Shepherd, Crookhorn

For the year ended 31st December 2022

Set out on pages 3 to 10

Responsibilities and basis of report

I report to the trustees on my examination of the accounts of the above charity ("the charity") for the year ended 31st December 2022.

As the charity's trustees, you are responsible for the preparation of the accounts in accordance with the requirements of the Charities Act 2011 ("the Act").

I report in respect of my examination of the Charity's accounts carried out under section 145 of the 2011 Act and in carrying out my examination, I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

Independent examiner's statement

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

the accounting records were not kept in accordance with section 130 of the Charities Act; or

the accounts did not accord with the accounting records; or

the accounts did 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.

Signed: *S. C. Talati*

Date: *21st March 2023*

Shahrukh Talati FCA

17 St Georges Road, Southsea PO4 9PL

Member of the Institute of Chartered Accountants in England and Wales

Parochial Church Council of The Church of the Good Shepherd, Crookhorn
Statement of financial activities
for the year ended 31 December 2022

Charity No. 1127944

	Note	Unrestricted funds £	Restricted income funds £	Endowment funds £	Total this year £	Total last year £
Incoming resources						
Donations	2	122,322	-	-	122,322	113,792
Activities for generating funds	2	20	-	-	20	-
Investment income	2	154	-	-	154	822
Church activities	2	3,258	-	-	3,258	3,140
Total Incoming resources		125,754	-	-	125,754	117,754
Resources Expended						
Church activities	3	93,438	3,031	-	96,469	84,331
External Giving	4	11,380	-	-	11,380	11,746
Support costs	5	12,193	-	-	12,193	13,541
Total Resources Expended		117,011	3,031	-	120,042	109,618
Net Movement in Funds		8,743	- 3,031	-	5,712	8,136
Total Funds Brought Forward		115,675	6,250	-	121,925	113,789
Total Funds carried forward		124,418	3,219	-	127,637	121,925

Parochial Church Council of The Church of the Good Shepherd, Crookhorn
Balance Sheet
as at 31 December 2022

	Notes	2022 £	2021 £
Fixed assets			
Equipment	7	-	-
		<u>-</u>	<u>-</u>
Current assets			
Debtors and prepayments	8	16,009	14,605
Bank balances and cash in hand		117,371	110,316
		<u>133,380</u>	<u>124,921</u>
Current liabilities			
Creditors falling due within one year	9	5,743	2,996
Other liabilities		-	-
		<u>5,743</u>	<u>2,996</u>
Net current assets		127,637	121,925
Net assets		<u>127,637</u>	<u>121,925</u>
Reserves			
Unrestricted Funds	10	124,418	115,675
Restricted funds	10	3,219	6,250
Reserves carried forward		<u>127,637</u>	<u>121,925</u>

Approved by the Parochial Church Council on 16th March 2023 and signed on its behalf by:

Rev. Janette Smith (Vicar)



Timothy Fitz-George (Churchwarden)



**PAROCHIAL CHURCH COUNCIL OF
THE CHURCH OF THE GOOD SHEPHERD, CROOKHORN
NOTES TO THE FINANCIAL STATEMENTS
For the year ended 31st December 2022
NOTE 1 - STATEMENT OF ACCOUNTING POLICIES**

Basis of preparation - The PCC is a public benefit entity within the meaning of FRS102. The financial statements have been prepared under the historical cost convention and the Charities Act 2011 and in accordance with Church Accounting Regulations 2006 governing the individual accounts of PCCs, and with the Regulations "true and fair view" provisions, together with the Statement of Recommended Practice, Accounting and Reporting by Charities SORP (FRS102) effective from 1st January 2019.

Recognition of Income – Income is included in the Statement of Financial Activities (SoFA) when:
the PCC becomes entitled to the income.
the monetary value can be measured with sufficient reliability.
it is probable that the PCC will receive the income.

Offsetting - There has been no offsetting of assets and liabilities or income and expenditure unless required or permitted by SORP (FRS 102).

Tax reclaims on donations and gifts - Gift Aid receivable is included in income when there is a valid declaration from the donor. Any Gift Aid recovered on a donation is considered to be part of that gift and is treated as an addition to the same fund as the initial donation unless otherwise specified by the donor or the terms of the appeal.

Donated services and facilities - Gifts in kind are included at valuation and recognized as income if feasible. No amounts are included in the financial statements for services donated by volunteers.

Liability recognition - Liabilities are recognized where it is more likely than not that there is a legal or constructive liability and the amount can be measured with reasonable certainty.

Support costs - Support costs include central office functions.

Creditors - Creditors are measured at settlement amount less any trade discounts.

Debtors - Debtors are measured on initial recognition at settlement amount or amount advanced by the PCC. Subsequently they are measured at cash value or other consideration expected to be received.

Consecrated and benefice property - In so far as consecrated and benefice property of any kind is excluded from the statutory definition of "charity" by section 10(2) (a) and (c) of the Charities Act 2011, such assets are not capitalized in the financial statements.

Moveable church furnishings - These are capitalized at cost and depreciated over their useful economic life except where insufficient cost information is available. All items are included in the church's inventory, which can be inspected at any reasonable time.

Tangible fixed assets - These are capitalized if they can be used for more than one year and cost more than £2,000. Depreciation is provided on all tangible fixed assets on a straight line basis over four years.

Restricted funds - These are income funds that must be spent on restricted purposes and the details of the funds held and restrictions placed thereon are shown in the notes to the accounts.

Unrestricted funds - These represent the remaining income funds of the PCC that are available for spending on the general purposes of the PCC, including amounts designated by the PCC for special purposes.

Parochial Church Council of The Church of the Good Shepherd, Crookhorn
Notes to the Accounts
for the year ended 31 December 2022

Income and expenditure account analysis

	Unrestricted Funds	Restricted Funds	Endowment Funds	Total 2022 £	Total 2021 £
2 Income					
Donations					
Planned Giving:					
Gift Aid donations	73,747	-	-	73,747	71,676
Income tax recoverable	20,524	-	-	20,524	17,919
Other planned giving	15,396	-	-	15,396	24,197
Bus Stop Donations	10,596	-	-	10,596	-
Church Collection Box	559	-	-	559	-
Grant received for energy costs	1,500	-	-	1,500	-
	<u>122,322</u>	<u>-</u>	<u>-</u>	<u>122,322</u>	<u>113,792</u>
Activities for generating funds					
Centre hiring	20	-	-	20	-
	<u>20</u>	<u>-</u>	<u>-</u>	<u>20</u>	<u>-</u>
Income from Investments					
Interest received	154	-	-	154	822
	<u>154</u>	<u>-</u>	<u>-</u>	<u>154</u>	<u>822</u>
Income from church activities					
Children's work 0-11	2,692	-	-	2,692	1,077
Youth work 11 plus	310	-	-	310	109
Outreach - adults	-	-	-	-	959
PCC fees income	256	-	-	256	995
	<u>3,258</u>	<u>-</u>	<u>-</u>	<u>3,258</u>	<u>3,140</u>
3 Expenditure on Church activities					
Diocesan parish share (Quota)	46,290	-	-	46,290	46,340
Incumbent's expenses & vicarage costs	959	134	-	1,093	783
Youth leader salary	15,248	-	-	15,248	14,866
Youth leader support costs	280	-	-	280	531
Church utility costs	6,810	-	-	6,810	2,592
Other church running expenses	5,791	-	-	5,791	3,139
Church maintenance - minor	1,310	-	-	1,310	2,001
Church maintenance - major	-	-	-	-	6,038
Upkeep of services	3,197	1,318	-	4,515	4,036
PCC fees costs	-	-	-	-	528
Bus Stop Café costs	8,882	-	-	8,882	-
Education & training - adult	946	-	-	946	252
Education & training 0-11	354	-	-	354	320
Education & training 11 plus	221	-	-	221	33
Community work 0-11	1,508	859	-	2,367	1,202
Community work 11 plus	1,340	-	-	1,340	471
Community work - adult	-	668	-	668	1,021
Church events & conferences	302	52	-	354	178
	<u>93,438</u>	<u>3,031</u>	<u>-</u>	<u>96,469</u>	<u>84,331</u>

Parochial Church Council of The Church of the Good Shepherd, Crookhorn
Notes to the Accounts
for the year ended 31 December 2022

4 External Giving

Missionary and charitable giving					
Overseas Mission Societies	6,890	-	-	6,890	4,460
Relief and development agencies	1,000	-	-	1,000	3,810
Diocesan Mission Fund	-	-	-	-	100
Home mission & other church societies	2,610	-	-	2,610	2,976
Secular charities	880	-	-	880	400
	<u>11,380</u>	<u>-</u>	<u>-</u>	<u>11,380</u>	<u>11,746</u>

5 Support costs

Salaries	9,927	-	-	9,927	7,873
Admin recharged	(2,599)	-	-	(2,599)	-
Copier leasing & running costs	2,702	-	-	2,702	2,629
Telephone & other admin costs	981	-	-	981	933
Postage, printing & stationery	620	-	-	620	638
Website	42	-	-	42	45
Subscriptions	401	-	-	401	426
Bank charges	119	-	-	119	48
Professional fees	-	-	-	-	949
	<u>12,193</u>	<u>-</u>	<u>-</u>	<u>12,193</u>	<u>13,541</u>

Parochial Church Council of The Church of the Good Shepherd, Crookhorn
Notes to the Accounts
for the year ended 31 December 2022

6 Staff costs

	<u>2022</u>	<u>2021</u>
Salaries	22,226	20,455
Pension costs	350	299
	<u>22,576</u>	<u>20,754</u>
Number of staff employed:		
During the year the PCC employed 2 people, the Administrator and the Youth and Family Team Leader	<u>2</u>	<u>2</u>

Payments to PCC members and related parties

In order to avoid possible conflicts of interest, related PCC members do not take part in discussions or votes in matters connected with themselves
A small immaterial portion of the expenses paid to the Incumbent may have related to their service as Chairman of the PCC.

7 Equipment

	Equipment £	Total £
Cost		
At 1 January 2022	47,027	47,027
Additions	-	-
Disposals	-	-
At 31 December 2022	<u>47,027</u>	<u>47,027</u>
Depreciation		
At 1 January 2022	47,027	47,027
Charge for the year	-	-
On disposals	-	-
At 31 December 2022	<u>47,027</u>	<u>47,027</u>
Net book value		
At 31 December 2022	<u>-</u>	<u>-</u>
At 31 December 2021	<u>-</u>	<u>-</u>

Parochial Church Council of The Church of the Good Shepherd, Crookhorn
Notes to the Accounts
for the year ended 31 December 2022

8 Debtors

	TOTAL 2022 £	TOTAL 2021 £
Income tax recoverable	4,490	3,488
Other debtors	758	356
5 Year Equity Loan to Mission Housing Ltd	10,761	10,761
	<u>16,009</u>	<u>14,605</u>

Debtor recoverable after more than one year

The loan is made through Mission Housing Ltd which is a company registered under the Co-operative and Community Benefit Societies Act 2014. The loan has been renegotiated during the year and is now set at a fixed amount of £10,761 at 0% interest and is repayable in February 2025 but the property is likely to be sold earlier and the loan repaid in full.

9 Creditors falling due within one year

Accruals and deferred income	0	506
Other creditors	5,743	2,490
	<u>5,743</u>	<u>2,996</u>

There is an ongoing liability in respect of the architect for the flat roof repairs. There is an agreed charge of £6,504 including VAT but the work has not yet been completed or invoiced. No provision has been charged in these accounts.

10 Fund Details

ANALYSIS OF NET ASSETS BY FUND

	Unrestricted Funds £	Restricted Funds £	Endowment Funds £	TOTAL 2022 £	TOTAL 2021 £
Fixed assets	0	0	0	0	0
Current assets	130,161	3,219	0	133,380	124,921
Current liabilities	-5,743	0	0	-5,743	-2,996
Long term liabilities	0	0	0	0	0
Fund balance	<u>124,418</u>	<u>3,219</u>	<u>0</u>	<u>127,637</u>	<u>121,925</u>

The Restricted Fund is for Community Purposes

The PCC has designated the following from unrestricted funds:

	£
Provision for future planned fabric renewals	60,000
Provision for repairs and replacement equipment	12,000
	<u>72,000</u>

There remains a surplus of £55,637 in unrestricted reserves (which would cover approximately five months overheads).

Parochial Church Council of The Church of the Good Shepherd, C Charity No. 1127944
Statement of financial activities
for the year ended 31st December 2021

	Unrestricted funds £	Restricted income funds £	Endowment funds £	Total 2021 £
Incoming resources				
Donations	107,542	6,250	-	113,792
Activities for generating funds	-	-	-	-
Investment income	822	-	-	822
Church activities	2,640	500	-	3,140
Total Incoming resources	111,004	6,750	-	117,754
Resources Expended				
Church activities	83,831	500	-	84,331
Donations made	11,746	-	-	11,746
Support costs	13,541	-	-	13,541
Total Resources Expended	109,118	500	-	109,618
Net Movement in Funds	1,886	6,250	-	8,136
Total Funds Brought Forward	113,789	-	-	113,789
Total Funds carried forward	115,675	6,250	-	121,925