

Charity Registration No. 1128064

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT
MICHAEL GREAT MALVERN**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2022

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

LEGAL AND ADMINISTRATIVE INFORMATION

Trustees

The names of those who have served as trustees from 1 January 2022 until the date this report was approved are:

Ex officio members of the PCC

<i>Licensed clergy</i>	Rev'd Roderick Corke (Vicar) (Chairman)
	Rev'd Jonny Gordon (Curate) (resigned December 2022)

Deanery Synod Members

<i>(Elected October 2020, retiring July 2023)</i>	Mr Semer La Fontaine
	Mr Derek Valentine
	Mr Richard Weatherill

<i>(Elected October 2020, resigned April 2022)</i>	Mr Nick Jackson
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<i>(Elected April 2022, retiring July 2023)</i>	Mrs Rachel Huntley
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<i>(Elected May 2022, retiring July 2023)</i>	Mrs Gillian Maxim
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Churchwardens	Mr Neill Paulley
	Dr David Guy

Ordinary Members of the PCC

<i>(Elected April 2019, retiring April 2022)</i>	Mr Nick Logan
	Mrs Glenda Pocock
	Dr Alistair Sawers
	Mr Jeremy Wray

<i>(Elected October 2020, retiring May 2023)</i>	Dr Thrisha John (Treasurer)
	Mrs Helen Wall (Vice-Chairman)
	Mr Timothy Wolff

<i>(Elected October 2020, resigned May 2022)</i>	Mrs Gillian Maxim
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<i>(Elected May 2021, retiring April 2024)</i>	Mrs Judith Butler
	Mr Robert Sykes

<i>(Elected May 2021, resigned April 2022)</i>	Mrs Rachel Huntley
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<i>(Elected April 2022, retiring April 2025)</i>	Mr James Hall
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<i>(Co-opted April 2022, retiring May 2023)</i>	Dr Alistair Sawers (Secretary)
	Mr Jeremy Wray

LEGAL AND ADMINISTRATIVE INFORMATION

Investment advisors CCLA Investment Management Limited
85 Queen Victoria Street
London
EC4V 4ET

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

CONTENTS

	Page
Trustees' report	1 - 10
Statement of Trustees' responsibilities	11
Independent auditor's report	12 - 14
Statement of financial activities	15 - 16
Balance sheet	17
Statement of cash flows	18
Notes to the financial statements	19 - 38

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees present their report and accounts for the year ended 31 December 2022.

The accounts have been prepared in accordance with the accounting policies set out in note 1 to the accounts and comply with the Church of England Measures (the Parochial Church Councils (Powers) Measure 1956 as amended and the Church Representation Rules (contained in Schedule 3 to the Synodical Government Measure 1969, as amended)), the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019).

Objectives and activities

The objectives of the PCC are as set out in the Church of England Measures detailed above.

The PCC co-operates with the incumbent in "promoting in the ecclesiastical parish the whole mission of the Church" and is responsible for supporting its clergy and staff in the organisation of religious services and other events, as well as the provision of pastoral care for the congregation and the parish in general.

During 2022 the Priory's Vicar was the Revd Roderick Corke. He was assisted by two Curates, the Revd Jonny Gordon (until December 2022), Revd Adam Wharton (from July 2022), a number of retired clergy with permission to officiate and by four Licensed Lay Ministers (formerly known as Licensed Readers).

Ms Anne Rich continued in the post of Church Manager responsible for managing the staff and developing the work of the Priory, assisted by the Head Verger/Custos, James Walker.

The Priory is a place of worship for both the parish and the wider community. It holds civic services and also acts as a venue for concerts and other events. It is sometimes used for memorial services for those deceased whose home churches are too small to accommodate the number of mourners anticipated, as well as for its own members. Divine services are normally held every day and at least three times on Sundays, with a regular midweek service of Holy Communion on Wednesday mornings. The Priory is open for private prayer every day.

The Priory is a Grade 1 Listed Building of national significance. The PCC provides a paid full-time Custos and part-time Deputy and Assistant Custodes to ensure that the building is open as much as possible; normally the Priory is open every day from 9.00am to 4.45pm. Volunteers act as guides and welcomers. The Friends of Malvern Priory provide guided tours for interested groups. The Priory attracts around 40,000 visitors annually.

Promoting the Whole Mission of the Church

In recognition of its wider responsibilities in promoting the whole mission of the Church, the PCC makes grants to national and international mission and charitable organisations. The grant making policy established by the PCC certifies and makes grants to those organisations demonstrating similar objectives and outreach to Great Malvern Priory. Grants allocated during the year are shown within the accounts.

In late 2020/early 2021 the Priory established its Vision and Strategy that will form the basis of the Priory's mission over the next few years. A booklet has been produced that sets out strategic objectives, the key aims and mission action priorities. These will form a pathway to realise the Priory's vision to restore, refresh and inspire the building and community.

The Priory Development Plan to support this is to see Great Malvern Priory as welcoming, accessible to all and an important part of the community of Malvern and the wider world. It is our desire that it is a place where all, regardless of background, can learn about our heritage and the relevance of the Christian faith today. It is our desire to see the Priory and its heritage: the windows, misericords, structure, tiles and other features, tell the story of the Christian faith and its relevance to all.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

A Conservation Management Plan (CMP) has been produced, with the initial encouragement and assistance of the Church Buildings Council in 2014. The plan links the future development of the Priory building to appropriate additional uses, whilst respecting, conserving and explaining its built heritage. The first issue was published in March 2015 under the title of The Priory Plan and copies were made available to relevant organisations in the town as well as being made available to all through the Priory's website. The Priory Development Plan, as it is now called, is an evolving process and work has continued with a PCC Committee overseeing the process. A revised edition of the CMP was issued in 2017, to take account of the significant conservation work described later, and further revisions were undertaken in 2020 and 2021.

The Trustees have paid due regard to guidance issued by the Charity Commission in deciding what activities the P.C.C. should undertake.

Achievements and performance

Regular Public Worship and other services

Each Sunday morning there are two services. A service of Holy Communion (BCP) at 8.00 am followed by the main service at 10.30 am. These comprise Communion services (based on Common Worship) generally on the 1st and 3rd Sundays of each month, Altogether Worship (a less formal service for all ages) on the 2nd Sundays, Morning Worship on the 4th Sundays and Communion in the Round on 5th Sundays. Evening services at 6.30pm comprise informal Evening Worship or The Gathering, Holy Communion, Evensong or Choral Evensong. There is a midweek Communion service at 11.30 am on Wednesdays.

Because of the pandemic the average attendance at weekly services in church in 2020 and 2021 declined markedly. However, attendance at services has gradually increased during 2022 so that in October 2022 there was an average weekly attendance of 246 adults and 17 under 16s (these compare with pre-pandemic annual weekly averages of 268 adults and 25 under 16s).

There were 10 funerals in the church in 2022 (9 in 2021). There were 6 weddings (4 in 2021) and 4 baptisms (4 in 2021).

Morning Prayer is usually said every weekday morning. Many visitors leave written prayer requests, which are remembered in prayer on the following morning, and there is increasing use of the prayer candle stand. St Anne's Chapel is also set aside for private prayer and reflection and is used for prayer ministry to individuals during Sunday services.

During Lent and Advent a series of midweek evening compline services were held in church.

Ministry of music

This is led by a Director of Music, Piers Maxim, to enhance public worship, assisted by an Assistant Organist and other organists as necessary. We have one organ scholar in post.

The Priory Choir of junior choristers, lady altos and men sing at most Sunday morning services, except for the majority of Altogether Worship services which are usually led by the Priory Orchestra of adult and junior musicians. The Priory Singers, a mixed adult choir, sing at evening services of Holy Communion, Evensong and Choral Evensong. The Priory Singers and Choir combine resources for the Advent and Christmas Carol Services. An informal Praise Group of singers and instrumentalists sings before some Sunday morning services and during occasional main services. A Worship Band plays at The Gathering.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Pastoral Work

Residential and nursing homes within the parish continue to be visited regularly, and services are held for the residents. Both clergy and lay people also undertake regular pastoral visiting of the housebound and the sick.

A team of regular members of the congregation called Priory Area Links (PALS) welcome Priory newcomers who live near to them and look out for anyone who may need some extra support due to illness, bereavement, moving house etc. The PALS' work and other initiatives are co-ordinated by a small Pastoral Team. The PALS have had an important role during the pandemic in keeping in touch with church members, looking out for their needs and trying to off-set the sense of loneliness and isolation that is felt in particular by many of the elderly.

Two members of retired clergy, with permission to officiate at the Priory, act as chaplains in the local community. Revd Tony Whalley is Chaplain to the Police and Fire services in Malvern, while the Revd Peter Lawrence is Chaplain to the local farming community.

Teaching of Christianity through sermons, courses and small groups

As well as the regular Sunday teaching ministry (for all ages) the Priory has 9 Home Groups, varying in size. These follow planned courses of study during the year and are co-ordinated by Revd Tony and Mrs Rosemary Whalley. Teaching has also been provided to small groups and individuals through confirmation classes and baptism preparation. An Alpha Course was run during the first quarter of the year.

Provision of Children's & Youth Work with a Christian ethos

The current Priory C&Y groups are: Junior Choir (ages 7-18); FROGs (Fully Reliant On God) for age 3 - 11; Identity (for ages 11-18), and Sunday evening all ages Badminton Club.

2022 continued to be a challenging time for C&Y work, although during the second part of the year some areas began to flourish again. The ongoing impact of the COVID pandemic meant changes had to be made to keep other areas of our work sustainable.

Junior Choir meets weekly for Friday rehearsals and to sing for the usual Sunday morning services. We were delighted to welcome six new choristers and one returning chorister in the autumn term, meaning that numbers reached 20 by the end of the year. We have enjoyed the Choristers Concert in March and a happy weekend away to Viney Hill in September.

Messy Church is the other part of our C&Y work which is flourishing. There were eight sessions over the course of the year and a total of 90 children attended at least one session. This included a large number of new families. Of particular note was the high attendance at both the Light party in October (47 children) and the Gingerbread Nativity in December (34 children).

Identity has continued to flourish, with 10-12 choir children attending on a regular basis – we are still working on how to encourage attendance from the non-choir children.

JAM and Choir Sunday School continued to have very low attendance during the first part of the year, so in September the two groups were merged under the new name of FROGs (Fully Reliant On God). The new group is led by the combined CSS and JAM leadership teams and has begun well with an average of about 6 children, although the group will be smaller at the end of the 2022-23 academic year when our Y6 children move up to Identity. We pray for more families to join us.

Lifepath 2022 in June was fully booked at an early stage and it was good to be back 'in-person'. We had over 500 children through the week and the help of our team of volunteers from local churches was much appreciated. Schools have faced unprecedented challenges over the pandemic and the teachers were appreciative of the time and space for reflection during the day.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Promotion of Christianity through events, meetings, and the distribution of literature

Local schools and other groups regularly visit the Priory for talks and a tour of the building. Special interest groups often book tours, led by volunteer guides organised by The Friends of Malvern Priory.

Links with the town and traders have remained strong. The Priory joined with Malvern Town and Malvern Hills District Councils to bring cheer to the town through flowers and lights in the spring and around Christmas time respectively. We again hosted an Easter Garden and a Remembrance Garden designed and laid out by Yarnbomb Great Malvern and held a service on Armistice Day and a Remembrance Day Service in collaboration with Malvern Town Council. We hosted nine Farmers' markets in the grounds. We also hosted five Arts and Crafts markets, in addition to the market and events (music and activities for all ages), associated with the Malvern Christmas Festival.

We hosted five very successful and well received organ recitals attracting visitors from far afield as well as from the local community.

We were able to return to an almost pre COVID lock down level of concerts; highlights of which included the returns of the English Touring Opera and English Symphony Orchestra.

New collaborations included a series of concerts involving tutors and students of the Elgar International Brass Band Summer School and the inaugural (and highly successful) Malvern Storytelling event.

A full programme of talks and concerts associated with our Priory Lunchbox series was held.

The regular Sunday lunches at a local hotel were restarted with around 50 people attending each lunch. They enabled members of the congregation to get to know each other better and were most enjoyable.

The Priory Shop was transferred to The Friends of Malvern Priory in January 2017 and continues to sell books, cards, CDs of the Priory Choir and organ, as well as a variety of gifts with local or Christian connections. A team of volunteers staffs the shop, which is well known as a good source of greetings cards at reasonable prices.

Supporting other charities in the UK and overseas

The Priory supports 15 charities, both in Britain and overseas, financially and by our prayer and interest. We have a number of mission partner links – missionaries working in overseas fields – and maintain regular communication with them.

We also have an informal link with an inner-city church – St Luke's, Wolverhampton – with reciprocal visits by members of the two congregations. The day visit to the Priory normally occurring during August was not possible this year. Similarly, Malvern's regular welcome to children from an area of Belarus, in which many Priory people are involved, was cancelled this year.

The Priory has kept close links with the retired Bishop of Marsabit, Northern Kenya and with that Diocese where a group from the Priory had assisted in work to provide a schoolroom, two water storage tanks and in health work in October 2015. The Priory has also maintained its links with St Katharina's Church in Wolmirstedt, Germany.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

The Friends of Malvern Priory

The Friends is a separate charity established by the PCC to assist with the maintenance and enhancement of the Priory and with the church's outreach to the community. Its membership is drawn from within the congregation and the wider community, including overseas.

The Friends provided grants to the PCC during 2022 to enable works to be carried out on the structure. In support of the restoration of the Medieval Creation Window (described below) the Friends embarked on a successful fundraising campaign, raising over £100k towards the required costs.

The Friends now helps the Priory communicate regularly with local businesses by offering free Associate Membership to businesses which advertise in the Priory magazine. They run The Friends Shop and regular guided tours, and with the PCC, run the regular Lunch Box events. Other events have been an annual outing, a Friends Choral Evensong, a Heritage and Faith Lecture and a community carol service. It is particularly encouraging that organisers of other Priory events are starting to use The Friends to help them reach more people in the community.

Fabric Matters

General Condition of the Fabric

The Historic England Midlands At Risk Register (current January 2023, page 145) includes the following for the building:

1082794 Condition – Very Bad. Priority Category C (Slow decay, no solution agreed) Large medieval church of the Benedictine Priory, founded in 1085, it is now a large parish church that dominates the centre of Malvern. It has the largest display of C15 stained glass in England as well as rich furnishings and finishes. Overall in fair condition but there is a major problem with the stained glass which needs urgent repair. Other problems are the high level stonework of the tower and the high level masonry to south windows. The parish are undertaking a pilot project to repair the stained glass and surrounding fabric to inform a major project of repairs and improved facilities.

A survey of the external and internal stonework was commissioned from Sally Strachey Historic Conservation (SSHC) in 2016. The survey was extremely thorough and the report indicated some 600 repair items of various sizes and degrees of urgency. The cost is estimated to be in the region of £2M - £3M.

The windows of Great Malvern Priory contain a remarkable collection of fine stained and painted glass dating from the 15th to the 21st centuries. The unique and beautiful medieval glass dates from c.1430-1502 and is regarded by experts as being of national significance. A report on the glass states: 'The Malvern windows are generally regarded as probably the finest collection of English 15th and early 16th century stained glass outside York Minster'.

In 2015 conservators from York Glaziers Trust undertook a thorough survey of the Priory's stained glass windows. Their report identified that the Priory's medieval stained glass was facing damage from corrosion of the glass itself due to rain and internal condensation, and was covered with soot and other dirt. They recommended 'the installation of protective glazing to inhibit ongoing cycles of corrosion that are damaging this historic and unique collection' and that, while the leadwork was generally found to be sound, the glass should be removed to be cleaned in the studio under a microscope. The cost of conserving the 14 main medieval windows in this way is now estimated to be in the region of £4M - £5M.

The lead on the four aisle roofs dates from the 1860s. It has suffered splits and has been patched many times and requires replacement.

In 2018 and 2019 some of the most urgent stonework repairs identified in the SSHC survey were completed including: the top section (20 feet) of the South West Buttress was rebuilt to remove the risk of falling stone; a section of the West Wall that was bowing and behind the N Aisle was rebuilt with new stone; the pinnacles of the North Porch were stabilised and the entire stonework of the Porch was cleaned and restored; substantial cracks in the walls at the west and east ends were pointed.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

An interesting discovery made during the cleaning of the North Porch was that the elaborate limestone carved canopy above the statue of the Virgin and Child bore substantial traces of historic red paint suggesting it could be medieval in origin.

In April 2021 the PCC authorised a pilot project for the eventual restoration of the 14 medieval windows – the restoration of the Creation Window (sIII) in St Anne's chapel. This will allow us to demonstrate and validate the techniques involved in the conservation of medieval glass, and will also act as a focus for community engagement and education. Having secured both the faculty and the funding there has been good progress on the project, with the glass removed in November 2022 for cleaning and conservation by York Glaziers Trust off site in their workshop.

The PCC also authorised the repair and renewal of the lead covering to St Anne's Chapel roof. This commenced in autumn of 2022 and is due to complete early in 2023.

The Historic England Heritage At Risk Register will be updated periodically to reflect the various repairs and conservation as they are completed, with the aim that eventually the building will be able to be removed from the At Risk Register.

Work to address further major repairs and conservation work falls under the Priory Development Plan described below.

In other work during 2022:

- A contract to improve fire safety for the bellringers including a new fire escape route from the ringing chamber onto the south Chancel roof, and improved restraint bars at the muster point on the roof was let, to be undertaken in 2022/3.
- Minor repairs identified in the 2018 QI report and via regular inspections have been undertaken, and also the planned cycle of painting gutters and downpipes.
- The annual round of servicing and inspections has been completed.

The funding for the restoration of the Creation Window has been attained through the generosity of The Friends of Malvern Priory, the Headley Trust and the Worshipful Company of Glaziers & Painters of Glass. The Garfield Weston Foundation and the Droitwich Preservation Trust have provided grants towards the repair of St Anne's Chapel roof.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Plans for the Future

As previously mentioned, the first edition of the Priory Development Plan (Conservation Management Plan) was published in March 2015 and revised in 2017 and again in 2020 and 2021. The Plan is an evolving process and work has continued throughout 2022, overseen by a PCC Committee. It has been recognised that major conservation work to protect and enhance the Priory building will be needed in addition to work to develop the Priory building and grounds and to meet the needs of both the church and the wider community. This requires longer term planning which is laid out in the Priory Development Plan (PDP).

Priory Development Plan

As well as undertaking major conservation work to protect and enhance the Priory building, the PDP aims to make the Priory a focal point for the local community with improved facilities that will enable it to be more widely used, both for church services and for other events. It is an ongoing project and the work being planned will take several years to come to fruition. The Plan has set a number of objectives, developed from those previously identified in the Priory's Mission Action Plan (2012-14), its subsequent updating, and the Priory Vision and Strategy (2021 – 2025) document.

As set out in the Plan the Priory building needs development to provide modern facilities including improved toilet and baby changing provision, access for all, a servery, level floors, improved heat distribution and general purpose meeting rooms. As noted above, the extensive repairs to the stonework, stained glass and aisle roofs also need attention and these concerns are being addressed.

In June 2021 the PCC agreed to authorise progress on a further part of the PDP, that of lowering the two raised pew plinths in the nave which both result in a trip hazard and severely restrict flexible use of the building. Preliminary investigations have been carried out and an architect appointed to undertake the design and management of the project, including the installation of underfloor heating below the plinth areas which is hoped to be connected to a heat pump, thus reducing our carbon footprint. The design is ongoing.

In January 2019 the PCC requested expressions of interest from 8 national architectural practices for work to develop, repair and conserve the building. A shortlist of three practices was selected and each was given an honorarium to make proposals for how they would take forward the Priory Development Plan. They presented their detailed proposals, containing original ideas and designs, in November 2019. All the practices calculated the cost of meeting the full Plan as being £10M - £12M (now nearer £12M-£13M). Using their and other reports during 2022 we have continued the process of refining what is required under the Plan, reducing its scope to that which might be achievable within an affordable budget. The elements of the Plan have been divided into three phases for funding purposes.

During the year we have discussed our plans in depth with, inter alia, the Diocesan Advisory Council, Historic England, Malvern Town Council and Malvern Hills District Council. All are supportive.

As part of our aim in the Plan to engage more fully with the local community, we have appointed a volunteer Community Engagement Coordinator. She is working with the local community to identify opportunities to support existing local groups, discover ways to enhance the experience of all visitors and to initiate and promote activities in support of the Priory's outreach objectives. We have also appointed a volunteer Communications Coordinator to establish a "house style" and to lead responsibility for content and upkeep of the website and social media.

In early 2022 we engaged a strategic planning and fundraising consultant who has worked with us to prepare the necessary information and input to submit an Expression of Interest for grant funding from the National Lottery Heritage Fund (NLHF). This was submitted in December 2022, and we are subsequently in discussion with them.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Financial review

At the end of 2022 the PCC had an annual deficit of c.£11,000 on its operating budget (day-to-day unrestricted income and expenditure), compared to deficit of c.£17,000 that was originally budgeted. The variance is attributed to income, c.£32,000 above budget and expenditure c.£3,000 below budget, together with a decrease in investment value of c.£29,000. The increase in unrestricted income reflects the opening up of society following the Covid-19 pandemic. The PCC is focused on improving the level of income received both through improving the level of stewardship giving from church members as well as that received from visitors.

A revised method of calculating Parish Share based on costs with an assessed wealth factor, known as Ministry Share, was introduced by the Diocese of Worcester in 2022 (having been delayed from 2021 due to the pandemic). PCC was able to pay the Ministry Share request in full and pay an additional £25,000 into the Diocesan Ministry Support Fund.

Reserves policy

It is the policy of the charity to maintain unrestricted funds, which are the free reserves of the charity, at a level which lies in the range £ 110,000 to £130,000 (aiming at an average of £120,000). This provides funds to enable the charity:

- To be able to make short and medium term expenditure commitments without the risk of short-term fluctuations in income forcing reduction in, or cancellation of, planned activity.
- To cover the risk of unforeseen emergency or other unexpected need for funds.
- In the event of a material and sustained fall in income to provide sufficient reserves to enable the charity to make the changes in its organisation and activities necessary to respond to this in an orderly and planned way, over a reasonable period of months.
- To cover the need to fund short-term deficits in cash budget, e.g. money may need to be spent before a funding grant is received.

The general fund balance at 31 December 2022 (our "reserves") is just over £100,000. The fall in the level of our reserves is not because of a cash drain but due to the fall in investment value, as noted in the financial review. As noted earlier, The PCC has previously agreed that we should maintain our reserves within the range £110,000-130,000. For the past two years this has been achieved by transferring funds from legacies. It is hoped that this can be avoided in the future.

At 31 December 2022, the PCC held unrestricted legacies of £295,265. These have been designated by the PCC to support the Priory Development Plan project. Legacies and other donations are always gratefully received to support the ministry and mission of the Priory

The Trustees have assessed the major risks to which the P.C.C. is exposed, and are satisfied that systems are in place to mitigate exposure to the major risks.

Asset cover for funds

Note 24 sets out an analysis of the assets attributable to the various funds. These assets are sufficient to meet the charity's obligations on a fund by fund basis.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Structure, governance and management

The Parochial Church Council (PCC) has two Approved Governing Documents:

- The Parochial Church Councils (Powers) Measure 1956, as amended
- The Church Representation Rules 2020

The method of appointment of PCC members is set out in the Church Representation Rules. All Church attendees are encouraged to register on the Electoral Roll and may stand for election to the PCC. The electoral roll had a total of 314 at the time of the Annual Parochial Church Meeting (APCM) on 28th April 2022 (the number was the same at the preceding APCM).

The Trustees who served during the year are as described in the legal and administrative information section of these financial statements.

In 2022 the PCC operated with five Committees reporting to it (Finance, Building and Grounds, Priory Development Plan, Worship and Mission). The Priory Development Plan Committee became the Priory Development Plan Steering Committee in November 2022. PCC Groups report to one of these five Committees and the Committees report to the PCC. This enables the PCC to spend time on policy and direction rather than on day-to-day issues.

The PCC normally meets four times a year, supplemented by extra meetings to address specific issues.

There is a Management Team consisting of the Principal Officers (Vicar, Curate, PCC Vice Chair, PCC Secretary, Treasurer, Churchwardens), an additional elected member of the PCC and the Church Manager. Also in attendance is the Parish Administrator, as minute-taker. The Team normally meets every three weeks to take day-to-day management decisions, and to make other decisions which do not have significant implications for governance or policy. Reports from the meetings are circulated to the PCC.

A Standing Committee, consisting of the Principal Officers (Vicar, Curate, PCC Vice Chair, PCC Secretary, Treasurer and Churchwardens) meets when urgent decisions are required and which are reported to the PCC when it next meets. The Principal Officers (with the exception of the Vicar and Curate) are subject to re-election each year.

A PCC Handbook sets out the remit and procedures to be followed for each part of the organisational structure.

The PCC receives advice and information from its representatives on other external bodies: Malvern and Upton Deanery Synod, Worcester Diocesan Synod, The Friends of Malvern Priory, and the Lyttelton Well Ltd.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

TRUSTEES' REPORT (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Safeguarding

The PCC has complied with the duty under section 5 of the Safeguarding and Clergy Discipline Measure 2016 to have due regard to the House of Bishops' guidance on safeguarding of children and vulnerable adults. The Church Manager, Ms Anne Rich, is the Appointed Safeguarding Officer reporting to the PCC.

Screening procedures regarding the protection of children and vulnerable adults are employed. Disclosure and Barring Service (DBS) checks have been obtained as necessary for both paid and volunteer workers. During 2022 35 DBS checks were processed. Advice was sought from DSA/ADSA on one occasion during 2022. The PCC has adopted a further revision of the Diocesan Safer Recruiting Policy 2016 (derived from that of the Church of England) and the scope of these checks extends to cover all volunteers working with children and many of those working with vulnerable adults. It is a requirement that those working with children and vulnerable adults, in a paid or voluntary capacity, attend a Diocesan Basic Safeguarding Awareness Training course every three years and during 2022 three levels of training (C0 - basic; C1 - foundation; C2 - leadership) were carried out online by volunteers and office holders as appropriate.

In 2022 the PCC used the Diocesan Safeguarding Dashboard to monitor progress and as a means of self-assessment to ensure that it fulfils that duty. An action plan was drawn up and is being implemented.

The PCC recognises its responsibility in relation to health and safety and disability legislation.

- The role of Parish Safeguarding Officer is to oversee the recruitment, management and training of all staff, paid and voluntary. This took effect from 31st August 2017. She ensures that role descriptions are given for all volunteers, application forms and references are sought where required and that all volunteers will receive letters of appointment before starting work. This work is still ongoing.
- The Annual PCC Review of Safeguarding occurs at the March PCC meeting in order that any policy update can be adopted prior to the Archdeacon's Visitation in May.

The Trustees' report was approved by the Board of Trustees.


.....
Reverend R Corke

Dated: 19 April 2023.....

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

STATEMENT OF TRUSTEES' RESPONSIBILITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

The Trustees are responsible for preparing the Trustees' Report and the accounts in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Law applicable to charities in England and Wales requires the Trustees to prepare accounts for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that year.

In preparing these accounts, the trustees are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the accounts; and
- prepare the accounts on the going concern basis unless it is inappropriate to presume that the charity will continue in operation.

The Trustees are responsible for keeping sufficient accounting records that disclose with reasonable accuracy at any time the financial position of the P.C.C. and which enable them to ascertain the financial position of the charity and which enable them to ensure that the accounts comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

INDEPENDENT AUDITOR'S REPORT

TO THE TRUSTEES OF THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

Opinion

We have audited the financial statements of The Parochial Church Council of the Ecclesiastical Parish of Saint Mary and Saint Michael Great Malvern (the 'P.C.C.') for the year ended 31 December 2022 which comprise the statement of financial activities, the balance sheet, the statement of cash flows and notes to the financial statements, including 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 2022 and of its incoming resources and application of resources, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 2011.

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 P.C.C. 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

In auditing the financial statements, we have concluded that the Trustees' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the P.C.C.'s ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Trustees with respect to going concern are described in the relevant sections of this report.

Other Information

The other information comprises the information included in the annual report other than the financial statements and our auditor's report thereon. The Trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the *other information* and we do not express any form of assurance conclusion thereon. 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 course of 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 this gives rise to a material misstatement in the financial statements themselves. 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.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the financial statements is inconsistent in any material respect with the Trustees' report; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of Trustees

As explained more fully in the statement of Trustees' responsibilities, 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 the Trustees 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 P.C.C.'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 cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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.

The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Extent to which the audit was considered capable of detecting irregularities, including fraud

- an understanding of the risk assessment process (including the assessment of the risk of fraud) adopted by the Board is obtained and their attitude to risk ascertained
- an assessment of the susceptibility to material mis-statement of the financial statements as a result of management over-ride or fraud is made
- an understanding of the legal and regulatory framework as applicable to the charity is obtained
- it is ensured that the engagement team, have collectively, the appropriate competence, capabilities and skills to be involved in the assignment, are fully briefed and understand the risks specific to the charity

Audit response to risks identified

Having conducted the assessment procedures the following processes are utilised to respond to determined risks:

- we undertake a review of Board minutes, perform analytical review, consider the relevance and accuracy of significant accounting estimates, undertake substantive testing of significant accounting transactions, design tests to identify unusual or unexpected accounting entries, including testing of journals and seek corroborative evidence to support the same, disclosures in the financial statements are traced to supporting documentation
- it is ensured that the charity has taken appropriate steps to comply with legal and statutory obligations and where there have been breaches, obtain a full understanding of the event and gather relevant documentation for assessment

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

INDEPENDENT AUDITOR'S REPORT (CONTINUED)

TO THE TRUSTEES OF THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

It should be noted that Auditing Standards limit the audit procedures required to identify non-compliance with laws and regulations to enquiry of the Trustees and other management and the inspection of regulatory and legal correspondence, if any.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material mis-statement in the financial statements or non-compliance with regulation. The risk increases the more that compliance with law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as fraud involves intentional concealment, forgery, collusion or mis-representation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Other matters

Your attention is drawn to the fact that the charity has prepared financial statements in accordance with "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS)" (as amended for accounting periods commencing from 1 January 2019) in preference to the Accounting and Reporting by Charities: Statement of Recommended Practice issued on 1 April 2005 which is referred to in the extant regulations but has now been withdrawn.

This has been done in order for the financial statements to provide a true and fair view in accordance with current Generally Accepted Accounting Practice.

Use of our report

This report is made solely to the company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the company's members 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 company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.



Elizabeth Needham ACA CTA (VAT) (Senior Statutory Auditor)
for and on behalf of Kendall Wadley LLP

19/4/2023
.....

Chartered Accountants
Statutory Auditor

Granta Lodge
71 Graham Road
Malvern
Worcestershire
WR14 2JS

Kendall Wadley LLP is eligible for appointment as auditor of the P.C.C. by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

STATEMENT OF FINANCIAL ACTIVITIES

FOR THE YEAR ENDED 31 DECEMBER 2022

Current financial year

		Unrestricted funds general 2022 £	Unrestricted funds designated 2022 £	Restricted funds 2022 £	Endowment funds 2022 £	Total 2022 £	Total 2021 £
	Notes						
Income from:							
Voluntary income	3	260,932	-	75,670	-	336,602	273,479
Incoming resources from charitable activities	4	77,656	1,984	97,799	-	177,439	93,023
Activities for generating funds	5	6,045	-	-	-	6,045	5,661
Investments	6	11,303	-	1,172	-	12,475	4,108
Total income		355,936	1,984	174,641	-	532,561	376,271
Expenditure on:							
Raising funds	7	3,765	-	-	-	3,765	3,748
Charitable activities	8	333,799	58,225	157,120	-	549,144	361,204
Total resources expended		337,564	58,225	157,120	-	552,909	364,952
Net gains/(losses) on investments	13	(28,954)	-	(246)	(11,835)	(41,035)	19,820
Net (outgoing)/incoming resources before transfers		(10,582)	(56,241)	17,275	(11,835)	(61,383)	31,139
Gross transfers between funds	14	(8,275)	(18,992)	27,267	-	-	-
Net movement in funds		(18,857)	(75,233)	44,542	(11,835)	(61,383)	31,139
Fund balances at 1 January 2022		120,000	390,294	106,135	103,892	720,321	689,182
Fund balances at 31 December 2022		101,143	315,061	150,677	92,057	658,938	720,321

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

STATEMENT OF FINANCIAL ACTIVITIES (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

Prior financial year

		Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Restricted funds 2021 £	Endowment funds 2021 £	Total 2021 £
	Notes					
Income from:						
Voluntary income	3	267,836	5,643	-	-	273,479
Incoming resources from charitable activities	4	35,291	186	57,546	-	93,023
Activities for generating funds	5	5,661	-	-	-	5,661
Investments	6	3,481	-	627	-	4,108
Total income		312,269	5,829	58,173	-	376,271
Expenditure on:						
Raising funds	7	3,748	-	-	-	3,748
Charitable activities	8	338,693	11,800	10,711	-	361,204
Total resources expended		342,441	11,800	10,711	-	364,952
Net gains/(losses) on investments	13	7,241	-	(3)	12,582	19,820
Net (outgoing)/incoming resources before transfers		(22,931)	(5,971)	47,459	12,582	31,139
Gross transfers between funds	14	22,930	(18,770)	(4,160)	-	-
Net movement in funds		(1)	(24,741)	43,299	12,582	31,139
Fund balances at 1 January 2021		120,001	415,035	62,836	91,310	689,182
Fund balances at 31 December 2021		120,000	390,294	106,135	103,892	720,321

The statement of financial activities includes all gains and losses recognised in the year.

All income and expenditure derive from continuing activities.

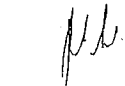
THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

BALANCE SHEET

AS AT 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Investments	15		474,130		315,164
Current assets					
Debtors	17	58,356		21,890	
Investments	18	144,612		344,612	
Cash at bank and in hand		76,192		68,282	
		<u>279,160</u>		<u>434,784</u>	
Creditors: amounts falling due within one year	19	<u>(94,352)</u>		<u>(29,627)</u>	
Net current assets			184,808		405,157
Total assets less current liabilities			<u>658,938</u>		<u>720,321</u>
Capital funds					
Endowment funds	21		92,057		103,892
Income funds					
Restricted funds	22		150,677		106,135
<u>Unrestricted funds</u>					
Designated funds	23	315,061		390,294	
General unrestricted funds		<u>101,143</u>		<u>120,000</u>	
			416,204		510,294
			<u>658,938</u>		<u>720,321</u>

The accounts were approved by the Trustees on 19 April 2023.....



.....
Reverend R Corke
Trustee

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH
OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN**

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2022

	Notes	2022 £	£	2021 £	£
Cash flows from operating activities					
Cash (absorbed by)/generated from operations	27		(4,565)		27,023
Investing activities					
Interest received		12,475		4,108	
Net cash generated from investing activities			12,475		4,108
Net cash used in financing activities			-		-
Net increase in cash and cash equivalents			7,910		31,131
Cash and cash equivalents at beginning of year			68,282		37,151
Cash and cash equivalents at end of year			<u>76,192</u>		<u>68,282</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

Charity information

The Parochial Church Council of the Ecclesiastical Parish of Saint Mary and Saint Michael Great Malvern is an unincorporated charity registered with the Charity Commission for England and Wales. The principal address is The Parish Office, Church Street, Malvern, WR14 2AY.

1.1 Accounting convention

The accounts have been prepared in accordance with the Church Of England Measures (the Parochial Church Councils (Powers) Measure 19556 as amended and the Church Representation Rules), the Charities Act 2011 and "Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102)" (as amended for accounting periods commencing from 1 January 2019). The P.C.C. is a Public Benefit Entity as defined by FRS 102.

The financial statements have departed from the Charities (Accounts and Reports) Regulations 2008 only to the extent required to provide a true and fair view. This departure has involved following the Statement of Recommended Practice for charities applying FRS 102 rather than the version of the Statement of Recommended Practice which is referred to in the Regulations but which has since been withdrawn.

The financial statements are prepared in sterling, which is the functional currency of the P.C.C.. Monetary amounts in these financial statements are rounded to the nearest £.

The accounts have been prepared under the historical cost convention, modified to include certain financial instruments at fair value. The principal accounting policies adopted are set out below.

1.2 Going concern

At the time of approving the financial statements, the Trustees have a reasonable expectation that the P.C.C. has adequate resources to continue in operational existence for the foreseeable future. Thus the Trustees continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Charitable funds

Unrestricted funds are available for use at the discretion of the Trustees in furtherance of their charitable objectives.

Designated funds comprise funds which have been set aside at the discretion of the Trustees for specific purposes. The purposes and uses of the designated funds are as described in the notes to the financial statements.

Restricted funds are to be used for specific purposes as laid down by the donor. Expenditure which meets these criteria is charged to the fund, together with a fair allocation of management and support costs.

The income from permanent endowments is used in accordance with the intentions of the donors, as far as they can be ascertained.

1.4 Incoming resources

Income is recognised when the P.C.C. is legally entitled to it after any performance conditions have been met, the amounts can be measured reliably, and it is probable that income will be received.

Cash donations are recognised on receipt. Other donations are recognised once the P.C.C. has been notified of the donation, unless performance conditions require deferral of the amount. Income tax recoverable in relation to donations received under Gift Aid or deeds of covenant is recognised at the time of the donation.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Legacies are recognised on receipt or otherwise if the P.C.C. has been notified of an impending distribution, the amount is known, and receipt is expected. If the amount is not known, the legacy is treated as a contingent asset.

Realised gains or losses are recognised when investments are sold.

Unrealised gains or losses are accounted for on revaluation of investments at mid-market value at the year end.

1.5 Resources expended

Expenditure is recognised once there is a legal or constructive obligation to transfer economic benefit to a third party, it is probable that a transfer of economic benefits will be required in settlement, and the amount of the obligation can be measured reliably.

Expenditure is classified by activity. The costs of each activity are made up of the total of direct costs and shared costs, including support costs involved in undertaking each activity. Direct costs attributable to a single activity are allocated directly to that activity. Shared costs which contribute to more than one activity and support costs which are not attributable to a single activity are apportioned between those activities on a basis consistent with the use of resources. Central staff costs are allocated on the basis of time spent, and depreciation charges are allocated on the portion of the asset's use.

Amounts to be paid to the Diocese in connection with the parish share are accounted for as paid.

1.6 Fixed asset investments

Fixed asset investments are initially measured at transaction price excluding transaction costs, and are subsequently measured at fair value at each reporting date. Changes in fair value are recognised in the Statement of Financial Activities for the year. Transaction costs are expensed as incurred.

1.7 Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, and other short-term liquid investments with original maturities of three months or less.

1.8 Financial instruments

The P.C.C. has elected to apply the provisions of Section 11 'Basic Financial Instruments' and Section 12 'Other Financial Instruments Issues' of FRS 102 to all of its financial instruments.

Financial instruments are recognised in the P.C.C.'s balance sheet when the P.C.C. becomes party to the contractual provisions of the instrument.

Financial assets and liabilities are offset, with the net amounts presented in the financial statements, when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

Basic financial assets

Basic financial assets, which include debtors and cash and bank balances, are initially measured at transaction price including transaction costs and are subsequently carried at amortised cost using the effective interest. Financial assets classified as receivable within one year are not amortised.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

1 Accounting policies

(Continued)

Basic financial liabilities

Basic financial liabilities, including creditors are initially recognised at transaction. Financial liabilities classified as payable within one year are not amortised.

Amounts payable are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Derecognition of financial liabilities

Financial liabilities are derecognised when the P.C.C.'s contractual obligations expire or are discharged or cancelled.

1.9 Employee benefits

The cost of any unused holiday entitlement is recognised in the period in which the employee's services are received.

Termination benefits are recognised immediately as an expense when the P.C.C. is demonstrably committed to terminate the employment of an employee or to provide termination benefits.

1.10 Retirement benefits

Great Malvern Priory PCC (PB2014) participates in the Pension Builder Scheme section of CWPF for lay staff. The Scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Employer and the other participating employers.

The Church Workers Pension Fund has a section known as the Defined Benefits Scheme, a deferred annuity section known as Pension Builder Classic and a cash balance section known as Pension Builder 2014.

Pension Builder Scheme

The Pension Builder Scheme of the Church Workers Pension Fund is made up of two sections, Pension Builder Classic and Pension Builder 2014, both of which are classed as defined benefit schemes.

Pension Builder Classic provides a pension, accumulated from contributions paid and converted into a deferred annuity during employment based on terms set and reviewed by the Church of England Pensions Board from time to time. Discretionary increases may also be added, depending upon the investment returns and other factors.

Pension Builder 2014 is a cash balance scheme that provides a lump sum that members use to provide benefits at retirement. Pension contributions are recorded in an account for each member. Discretionary bonuses may be added before retirement, depending on investment returns and other factors. The account, plus any bonuses declared, is payable, unreduced, from age 65.

There is no sub-division of assets between employers in each section of the Pension Builder Scheme.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This is because it is not possible to attribute the Pension Builder Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

2 Critical accounting estimates and judgements

In the application of the P.C.C.'s accounting policies, the Trustees are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

3 Voluntary income

	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Unrestricted funds designated 2021 £	Total 2021 £
Donations and gifts	247,920	-	247,920	256,097	-	256,097
Legacies receivable	-	-	-	-	5,643	5,643
Other general grants	13,012	75,670	88,682	11,739	-	11,739
	<u>260,932</u>	<u>75,670</u>	<u>336,602</u>	<u>267,836</u>	<u>5,643</u>	<u>273,479</u>

The legacy received in 2021 represents the remaining sum due to the Priory on final distribution of the Olive Beechey Estate, the majority of the legacy having been received in the previous year. The Trustees gratefully acknowledge the gift bequeathed to the Priory.

Grants receivable for core activities

Headley Trust	-	35,000	35,000	-	-	-
Friends of Malvern Priory	10,686	39,930	50,616	10,233	-	10,233
Listed Places of Worship Grant	-	-	-	1,196	-	1,196
Other	2,326	740	3,066	310	-	310
	<u>13,012</u>	<u>75,670</u>	<u>88,682</u>	<u>11,739</u>	<u>-</u>	<u>11,739</u>

Included in other grants is £10,000 (2021 - £10,000) received from the Friends of Malvern Priory being gifted from the surplus arising from the operation of the Priory Bookshop, together with £686 received as a contribution towards a new noticeboard (2021 - £233 received as a contribution to the commemorative organ plaque) and £39,930 as a grant towards the cost of repairs to St Anne's Chapel roof.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

4 Incoming resources from charitable activities

	Various projects £	Collecting box £	Other donations £	Facility fees £	Total 2022 £	Total 2021 £
Charitable rental income	-	-	-	5,832	5,832	5,008
Other income	97,799	25,848	38,777	9,183	171,607	88,015
	<u>97,799</u>	<u>25,848</u>	<u>38,777</u>	<u>15,015</u>	<u>177,439</u>	<u>93,023</u>
Analysis by fund						
Unrestricted funds - general	-	25,848	36,793	15,015	77,656	
Unrestricted funds - designated	-	-	1,984	-	1,984	
Restricted funds	97,799	-	-	-	97,799	
	<u>97,799</u>	<u>25,848</u>	<u>38,777</u>	<u>15,015</u>	<u>177,439</u>	
For the year ended 31 December 2021						
Unrestricted funds - general	-	17,615	12,668	5,008		35,291
Unrestricted funds - designated	-	-	186	-		186
Restricted funds	57,546	-	-	-		57,546
	<u>57,546</u>	<u>17,615</u>	<u>12,854</u>	<u>5,008</u>		<u>93,023</u>

A detailed listing of restricted income is given in note 22.

	2022 £	2021 £
Various		
Offerings	247	236
Other donations	808	-
Weddings and funerals	3,915	5,917
Church house renovating and repurposing	-	38
Messy Church	61	33
Lifepath	2,686	(56)
Other fund raising	3,337	-
Furtherance of bellringing	1,330	925
Floor project	15,585	49,353
Vicars Discretionary	-	1,100
St Anne's Roof	63,580	-
Audio Visual	6,250	-
	<u>97,799</u>	<u>57,546</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

5 Activities for generating funds

	Unrestricted funds general 2022 £	Unrestricted funds general 2021 £
Malvern Priory Magazine	6,045	5,661

6 Investments

	Unrestricted funds general 2022 £	Restricted funds 2022 £	Total 2022 £	Unrestricted funds general 2021 £	Restricted funds 2021 £	Total 2021 £
Income from listed investments	10,415	873	11,288	3,012	577	3,589
Interest receivable	888	299	1,187	469	50	519
	<u>11,303</u>	<u>1,172</u>	<u>12,475</u>	<u>3,481</u>	<u>627</u>	<u>4,108</u>

7 Raising funds

	2022 £	2021 £
<u>Trading costs</u>		
Magazine - direct costs	3,765	3,748
	<u>3,765</u>	<u>3,748</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Charitable activities

	Charitable objectives £	Costs of ministry £	Total 2022 £	Total 2021 £
Staff costs	-	109,067	109,067	101,704
Various projects (breakdown on next page)	204,934	-	204,934	21,070
Ministry - diocesan parish share	-	72,331	72,331	128,100
Clergy costs	-	1,463	1,463	891
Church running expenses	-	53,695	53,695	37,332
Church maintenance	-	20,056	20,056	19,009
Cost of services	-	4,800	4,800	4,771
Miscellaneous (including room hire)	-	7,200	7,200	4,913
Youth and Children's work	-	230	230	26
Promotion and Outreach	-	992	992	1,766
Ministry support fund	-	25,000	25,000	-
Altar supplies and flowers	-	1,290	1,290	990
Other costs	-	1,278	1,278	463
	<u>204,934</u>	<u>297,402</u>	<u>502,336</u>	<u>321,035</u>
Grant funding of activities (see note 9)	-	19,020	19,020	19,000
Support costs (see note 10)	-	23,208	23,208	13,946
Governance costs (see note 10)	-	4,580	4,580	7,223
	<u>204,934</u>	<u>344,210</u>	<u>549,144</u>	<u>361,204</u>
Analysis by fund				
Unrestricted funds - general	-	333,799	333,799	
Unrestricted funds - designated	51,625	6,600	58,225	
Restricted funds	153,309	3,811	157,120	
	<u>204,934</u>	<u>344,210</u>	<u>549,144</u>	
For the year ended 31 December 2021				
Unrestricted funds - general	45	338,648		338,693
Unrestricted funds - designated	11,080	720		11,800
Restricted funds	9,945	766		10,711
	<u>21,070</u>	<u>340,134</u>		<u>361,204</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

8 Charitable activities

(Continued)

An analysis of various projects follows:

Various projects

	2022	2021
	£	£
Offerings gifted	3,422	-
Christmas outreach and welcome days	102	-
Church house renovation and re-purposing costs	411	146
Church restoration costs	5,566	3,813
Other costs	1,544	1,296
Weddings and funerals	2,395	1,216
Porch room development, cushion replacement and piano repairs	-	543
Messy Church	391	120
Lifepath	3,153	181
Furtherance of bellringing	1,330	925
Priory plan	50,025	7,765
Floor Project	7,605	1,725
Creation Window	-	3,360
St Anne's Roof	92,470	-
Audio Visual	30,088	-
	<u>198,502</u>	<u>21,070</u>

9 Grants payable

	2022	2021
	£	£
Grants to institutions:		
CMS	2,000	1,355
Crosslinks	2,000	1,355
CPAS	1,285	1,195
Tearfund	1,285	1,355
Bible Society	1,285	1,355
Christians Against Poverty	2,000	2,000
Other grants <£1,000	525	25
Lifewords	500	1,355
Care for the Family	1,285	1,195
Scripture Union	1,285	1,195
Care Trust	500	1,195
Open Doors	1,285	1,355
Friends of Marsabit	2,000	1,355
Mission Aviation Fellowship	1,285	1,520
Mosaic Middle East	500	1,520
Other	-	(330)
	<u>19,020</u>	<u>19,000</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

10 Support costs

	Support costs £	Governance costs £	2022 £	2021 £	Basis of allocation
Staff costs	-	1,625	1,625	3,970	Time spent
Office costs	15,625	-	15,625	9,386	Charitable activities
Subscriptions	5,370	-	5,370	3,102	" "
Postage and stationery	2,213	-	2,213	1,458	" "
Audit fees	-	2,500	2,500	2,700	Governance
Accountancy	-	455	455	553	Governance
	<u>23,208</u>	<u>4,580</u>	<u>27,788</u>	<u>21,169</u>	
Analysed between Charitable activities	<u>23,208</u>	<u>4,580</u>	<u>27,788</u>	<u>21,169</u>	

Governance costs includes payments to the auditors for audit fees as shown above.

11 Trustees

Rev'd Rod Corke received re-imbursed expenses, totalling £nil in the year (2021 - £466),

In addition, one employees is a close family member of a Trustee. Their employment preceded their family member becoming a Trustee. Other Trustees or persons related to them may receive occasional paid work. Amounts paid in respect of 2022 were:

Piers Maxim, husband of Trustee Gilly Maxim £14,397

No other Trustees (or any persons connected with them) received any remuneration or re-imbursement of expenses during the year.

The PCC has an agreed policy on Payments to Trustees whereby potential conflicts of interest are identified and managed through a Register of Interests which is completed each year by all Trustees.

12 Employees

The average monthly number of employees during the year was:

	2022 Number	2021 Number
Ministry and administration	<u>5</u>	<u>5</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

12 Employees		(Continued)	
Employment costs	2022 £	2021 £	
Wages and salaries	99,601	94,921	
Social security costs	2,420	2,582	
Other pension costs	8,671	8,171	
	<u>110,692</u>	<u>105,674</u>	

The above number of employees represents 5 (2021 - 5) full time equivalent positions. No (2021 - no) employees are in receipt of remuneration in excess of £60,000.

13 Net gains/(losses) on investments

	Unrestricted funds £	Restricted funds £	Endowment funds £	Total 2022 £	Total 2021 £
Revaluation of investments	<u>(28,954)</u>	<u>(246)</u>	<u>(11,835)</u>	<u>(41,035)</u>	<u>19,820</u>
For the year ended 31 December 2021	<u>7,241</u>	<u>(3)</u>	<u>12,582</u>		<u>19,820</u>

14 Transfers

The transfers between Restricted Funds and Unrestricted Funds represent support given from the general fund to the specific activities for which restricted funds have been received, together with £6,494 designated for use by the Ministry Support Fund in 2023.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

15 Fixed asset investments

	Listed investments £	Cash in portfolio £	Charities Funds £	Total £
Cost or valuation				
At 1 January 2022	198	55,792	259,174	315,164
Additions	-	-	200,000	200,000
Valuation changes	-	-	(41,034)	(41,034)
	<u>198</u>	<u>55,792</u>	<u>418,140</u>	<u>474,130</u>
At 31 December 2022	198	55,792	418,140	474,130
Carrying amount				
At 31 December 2022	<u>198</u>	<u>55,792</u>	<u>418,140</u>	<u>474,130</u>
At 31 December 2021	<u>198</u>	<u>55,792</u>	<u>259,174</u>	<u>315,164</u>

16 Financial instruments

	2022 £	2021 £
Carrying amount of financial assets		
Instruments measured at fair value through profit or loss	418,338	259,372

17 Debtors

	2022 £	2021 £
Amounts falling due within one year:		
VAT recoverable	10,547	-
Gift Aid	4,593	16,461
Other debtors	43,216	5,429
	<u>58,356</u>	<u>21,890</u>

18 Current asset investments

	2022 £	2021 £
Cash deposits	144,612	344,612

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

19 Creditors: amounts falling due within one year

	2022	2021
	£	£
Other taxation and social security	1,823	1,666
Accruals and deferred income	92,529	27,961
	<u>94,352</u>	<u>29,627</u>

20 Retirement benefit schemes

Defined contribution schemes

The P.C.C. participates in the Pension Builder 2014 Scheme section of Church Worker Pension Fund (CWPF), details of which are given in note 1.

The pension costs charged to the Statement of Financial Activities in the year are contributions payable as shown in note 12.

A valuation of the Pension Builder Scheme is carried out once every three years. The most recent was carried out as at 31 December 2019. The next valuation is due as at 31 December 2022.

For the Pension Builder Classic section, the valuation revealed a deficit of £4.8m on the ongoing assumptions used. At the most recent annual review, the Board chose to grant a discretionary bonus of 10.1% following improvements in the funding position over 2022. There is no requirement for deficit payments at the current time.

For the Pension Builder 2014 section, the valuation revealed a surplus of £5.5m on the ongoing assumptions used. There is no requirement for deficit payments at the current time.

The legal structure of the scheme is such that if another employer fails, Malvern Priory PCC could become responsible for paying a share of that employer's pension liabilities.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

21 Endowment funds

Endowment funds represent assets which must be held permanently by the P.C.C.. Income arising on the endowment funds can be used in accordance with the objects of the P.C.C. and is included as unrestricted income. Any capital gains or losses arising on the assets form part of the fund.

	Balance at 1 January 2021	Investments gains/(losses)	Balance at 1 January 2022	Investments gains/(losses)	Balance at 31 December 2022
	£	£	£	£	£
Permanent endowments					
Fabric Barlow	3,358	-	3,358	-	3,358
B. Woodyatt bequest 1179	7,334	1,050	8,384	(987)	7,397
B. Woodyatt bequest 1181	14,648	2,096	16,744	(1,971)	14,773
R.P. Pelly 1190	4,876	697	5,573	(656)	4,917
H.W. Williams fund 1366	61,094	8,739	69,833	(8,221)	61,612
	<u>91,310</u>	<u>12,582</u>	<u>103,892</u>	<u>(11,835)</u>	<u>92,057</u>

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE ACCOUNTS FOR THE YEAR ENDED 31 DECEMBER 2022

22 Restricted funds

The income funds of the charity include restricted funds comprising the following unexpended balances of donations and grants held on trust for specific purposes:

	Balance at 1 January 2021 £	Movement in funds				Balance at 1 January 2022 £	Movement in funds				Balance at 31 December 2022 £
	£	Incoming resources	Resources expended	Transfers	Investments gains/losses	£	Incoming resources	Resources expended	Transfers	Investments gains/losses	£
Charinco											
Investment fund											
(Fabric repair)	974	-	-	-	(64)	910	-	-	-	(188)	722
S Levitt (Fabric repair)	431	-	-	-	61	492	-	-	-	(58)	434
Christmas											
Outreach and											
Welcome day	104	-	-	-	-	104	-	(102)	-	-	2
Outside Giving	2,161	236	(150)	-	-	2,247	3,584	(4,777)	-	-	1,054
Weddings and funerals	-	5,917	(1,216)	(4,701)	-	-	3,915	(4,020)	105	-	-
Fabric repair	36,903	273	(3,813)	-	-	33,363	917	(5,566)	-	-	28,714
Youth Doing											
Christian Work	688	-	-	-	-	688	-	-	-	-	688
Wolmirstedt											
Travel Fund	56	-	-	-	-	56	-	-	-	-	56

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT
MICHAEL GREAT MALVERN**

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

22 Restricted funds	(Continued)													
	Balance at 1 January 2021 £	Incoming resources £	Movement in funds			Balance at 1 January 2022 £	Incoming resources £	Movement in funds			Balance at 31 December 2022 £	Investments gains/losses £	Transfers £	Investments gains/losses £
			Resources expended £	Transfers £	Investments gains/losses £			Resources expended £	Transfers £	Investments gains/losses £				
Lifepath	4,096	(56)	(161)	-	-	3,879	2,686	(3,611)	-	-	2,954	-	-	-
Furtherance of bellringing	4,924	925	(925)	-	-	4,924	1,697	(1,330)	-	-	5,291	-	-	-
Sundry funds	1,582	354	(1,296)	-	-	640	-	(1,544)	904	-	-	-	-	-
Church house repurposing	-	38	(146)	108	-	-	-	(411)	411	-	-	-	-	-
Priory plan	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Messy Church	-	33	(209)	176	-	-	61	(422)	361	-	-	-	-	-
Other projects	910	-	(956)	257	-	211	696	(342)	-	-	565	-	-	-
Kay Trust Fund	10,007	-	-	-	-	10,007	-	-	(10,007)	-	-	-	-	-
Bequest	-	49,353	(1,839)	-	-	47,514	15,585	(7,605)	-	-	55,494	-	-	-
Floor Project	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Vicars	-	1,100	-	-	-	1,100	-	-	-	-	1,100	-	-	-
Discretionary	-	-	-	-	-	-	103,510	(92,470)	-	-	11,040	-	-	-
St Anne's Roof	-	-	-	-	-	-	6,250	(28,488)	35,493	-	13,255	-	-	-
Audio visuals	-	-	-	-	-	-	35,740	(6,432)	-	-	29,308	-	-	-
Creation Window	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	62,836	58,173	(10,711)	(4,160)	(3)	106,135	174,641	(157,120)	27,267	(246)	150,677	-	-	-

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

22 Restricted funds

(Continued)

Fabric repair funds represent monies received towards the carrying out of essential repairs to the fabric of the Priory.

Christmas Outreach and Welcome Days receives money arising from sales of refreshments at Welcome Days and offerings, for the purpose of enhancing the Welcome Days - especially during the Christmas season.

Outside Giving funds raised on behalf of specific charities passed on to those charities.

Weddings and funerals - funds raised from the use of the facilities for weddings and funerals passed to the main fund.

Youth Doing Christian Work is a fund to provide some small financial assistance to young people doing a short term of voluntary work with a Christian Charity. Typically this would be during a gap year, but the term 'young people' could apply to any under the age of 30 years.

Wolmirstedt Youth Travel Fund The church has a partnership with St Katrina's Church in Wolmirstedt near Magdeburg in East Germany and there are bi-annual exchange visits. The fund is to provide some small financial assistance to young people who wish to take part in the exchange.

Lifepath - The governance of funds in connection with the Lifepath project undertaken by the P.C.C..

Furtherance of bellringing - Following the completion of the Priory Bells Project it was resolved that remaining funds be utilised in the furtherance of bellringing.

Other sundry small funds relate to low value projects and are combined for the purposes of these financial statements.

Church house repurposing funds represents funds to renovate and repurpose church house.

Priory Plan funds are for the furtherance of long term development of the Priory under the Priory Plan, and could be used for planning, raising further funds, or for a specific development project.

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

22 Restricted funds

(Continued)

Other projects - a number of other smaller projects have been undertaken during the year for which restricted funding was obtained.

Kay Trust Fund - awarded for long-term improvement projects.

Floor project - Funds raised to assist in the renovation and reparation works required to the various floors within the Priory.

Vicar's Discretionary - Funds received, from which the Vicar may make discretionary awards.

St Anne's Roof - funding received to effect repair to the roof of St Anne's Chapel.

Audio Visual Aids - funding received towards the cost of acquiring audio visual aids.

Creation Window - funding received predominantly from the Headley Trust (£35,000) for the protection and conservation of the Creation Window.

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT
MICHAEL GREAT MALVERN**

NOTES TO THE ACCOUNTS (CONTINUED)

FOR THE YEAR ENDED 31 DECEMBER 2022

23 Unrestricted funds - designated

These are unrestricted funds which are material to the P.C.C.'s activities made up as follows:

	Balance at 1 January 2021 £	Movement in funds			Balance at 1 January 2022 £	Incoming resources £	Resources expended £	Transfers £	Movement in funds			Balance at 31 December 2022 £
		Incoming resources £	Resources expended £	Transfers £					Incoming resources £	Resources expended £	Transfers £	
Legacies	414,789	5,643	(500)	(60,211)	359,721	-	(8,200)	(56,256)	-	(8,200)	(56,256)	295,265
Lunch box cakes and other small designated funds	246	16	-	31	293	9	-	-	9	-	-	302
Floor Fund	-	-	-	13,000	13,000	-	-	-	-	-	-	13,000
Prion Plan	-	-	(7,720)	25,000	17,280	1,975	(50,025)	30,770	1,975	(50,025)	30,770	-
Creation Window	-	170	(3,580)	3,410	-	-	-	-	-	-	-	-
Ministry Support Fund	-	-	-	-	-	-	-	6,494	-	-	6,494	6,494
	415,035	5,829	(11,800)	(18,770)	390,294	1,984	(58,225)	(18,992)	1,984	(58,225)	(18,992)	315,061

**THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT
MICHAEL GREAT MALVERN**

**NOTES TO THE ACCOUNTS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2022**

24 Analysis of net assets between funds	Unrestricted funds		Designated funds		Restricted funds		Endowment funds		Designated funds		Restricted funds		Endowment funds		Total	
	2022	£	2022	£	2022	£	2022	£	2021	£	2021	£	2021	£	2021	£
Fund balances at 31 December 2022 are represented by:																
Investments	328,483		-		53,590		92,057		53,544		53,836		103,892		315,164	
Current assets/(liabilities)	(227,340)		315,061		97,087		-		66,456		52,299		-		405,157	
	<u>101,143</u>		<u>315,061</u>		<u>150,677</u>		<u>92,057</u>		<u>120,000</u>		<u>106,135</u>		<u>103,892</u>		<u>720,321</u>	

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF SAINT MARY AND SAINT MICHAEL GREAT MALVERN

NOTES TO THE ACCOUNTS (CONTINUED) FOR THE YEAR ENDED 31 DECEMBER 2022

25 Capital commitments

At 31 December 2022 the P.C.C. had commenced work on two major capital projects, the renewal of the roof of St Anne's Chapel and restoration work of the medieval Creation Window. Further expenditure of £48,000 plus VAT is required to complete the work on the roof and £100,000 plus VAT on the Creation Window. The cost of this work together with the completion of a smaller project which is a further £7,000 plus VAT will be covered mainly by grants receivable, principally Friends of Malvern Priory together with funds from other sources.

26 Related party transactions

There were no disclosable related party transactions during the year (2021 - none).

27 Cash generated from operations	2022 £	2021 £
(Deficit)/surplus for the year	(61,383)	31,139
Adjustments for:		
Investment income recognised in statement of financial activities	(12,475)	(4,108)
Fair value gains and losses on investments	41,035	(19,820)
Movements in working capital:		
(Increase) in debtors	(36,466)	(451)
Increase in creditors	64,724	20,264
Cash (absorbed by)/generated from operations	(4,565)	27,024

28 Analysis of changes in net debt

The P.C.C. had no debt during the year.