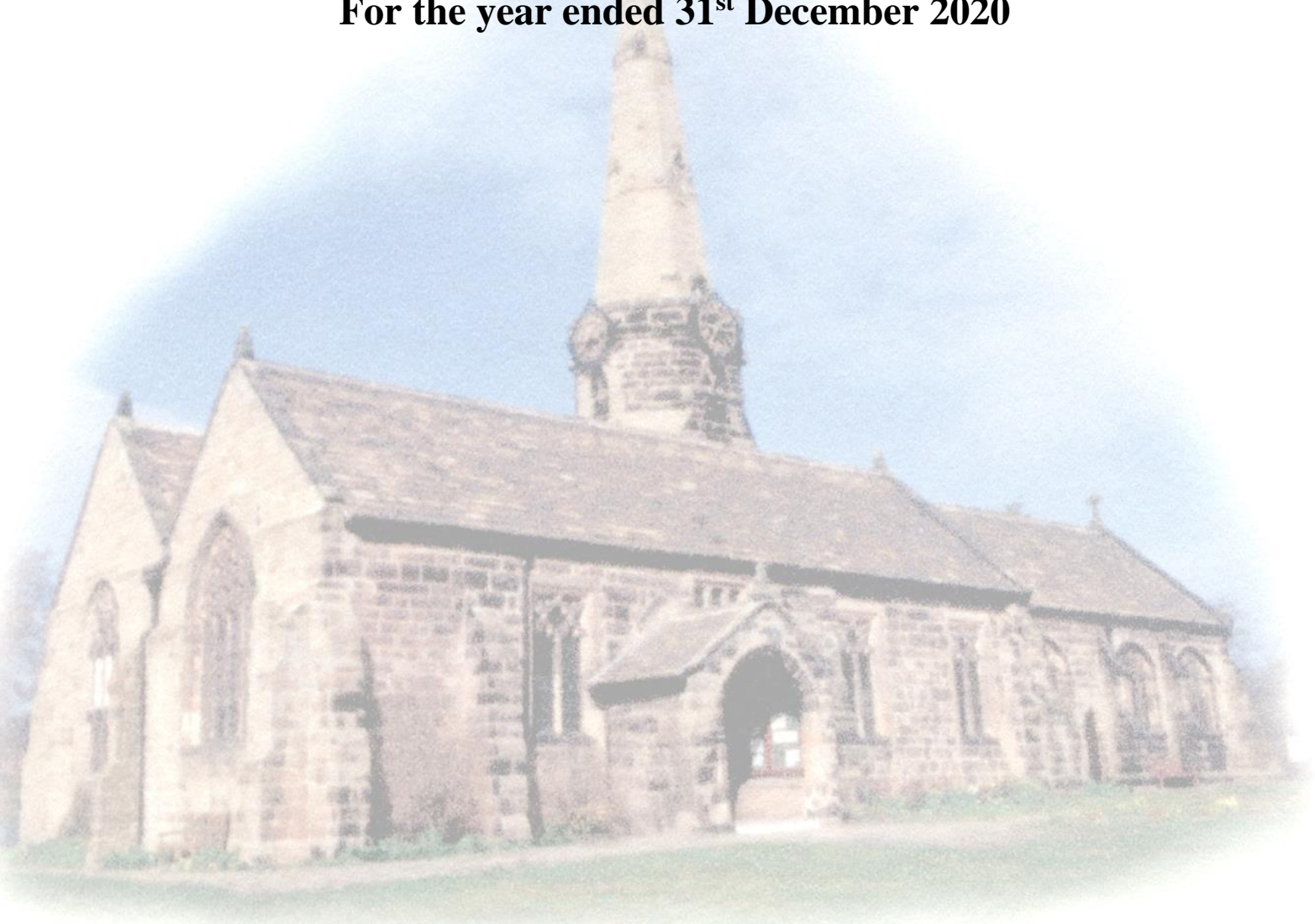


Diocese of Liverpool
The Parish Church of St Michael, Aughton

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



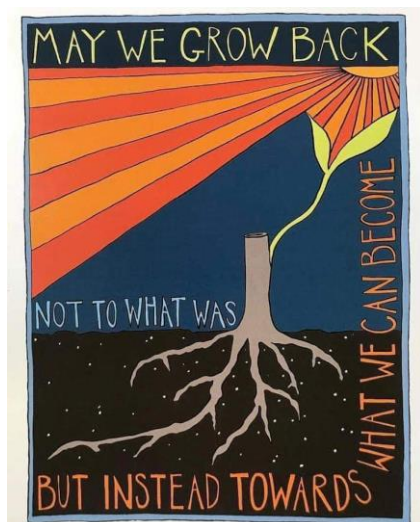
St Michael's Church, Aughton.

The Parochial Church Council of the Ecclesiastical Parish of
St Michael, Aughton, Liverpool
Registered Charity No 1128623

 THE CHURCH
OF ENGLAND

WELCOME

Dear all,



In May 2020, I wrote to members of the electoral roll of both St Michael's and Holy Trinity. Both church buildings were closed and there was a sense of anxiety and uncertainty. In the letter I copied an image of a tree that had been cut down, but with the help of the sun there was new life. On the image is written, *'May we grow back, not to what was, but instead towards what we can become.'* Throughout 2020 we discovered new ways of being Church and despite the challenges we faced as a Church, new ministries and new relationships grew.

The weekly pre-recorded YouTube service attracted a virtual congregation and each season we reached out to our Benefice and beyond. Easter, Rogation, Pentecost, Trinity, Harvest, Remembrance, All Souls, Advent and Christmas all gave us opportunities to be creative and to embrace new friends who would take part in the services. Some new members of the virtual congregation also kindly made donations to both St

Michael's and Holy Trinity, but more importantly they expressed their appreciation for the support the services gave them during a difficult year.

The weekly prayer meeting on a Thursday also welcomed new members from beyond our Benefice and continues to offer fellowship and also spiritual sustenance for those who regularly attend. The hour is filled with a mix of conversation, laughter and prayer. The online Advent Group also welcomed brothers and sisters from other parishes, and we were able to email out each week the talks and material to those who were not able to join us online. In 2021 we joined with other parishes in providing online Lent Groups following the 'Wellbeing Journey' course and it was a fantastic success, but more about that in the 2021 report!

One of the biggest challenges was to stay in touch with those who could not access the online ministry. At the start of lockdown we established the 'prayer chain' for those who wanted a regular contact with someone. I know that many of those who joined the prayer chain are still keeping in touch with one another. The magazine was suspended in December and replaced with the 'Benefice Bulletin', which is emailed out each month. My hope is that those who receive it by email, print it to hand on to friends, family and neighbours. Looking ahead we need to find ways to help people access online ministry, while discovering new creative ways to stay in touch with those who are unable to access online ministry.

Both St Michael's and Holy Trinity opened for public worship in September and closed when new lockdowns came along. The pattern of worship had to be sustainable so I could do both services. We agreed that St Michael's would meet at 9.30am and Holy Trinity at 11am. St Michael's also had the occasional midweek Communion Service on a Wednesday at 11am. By maintaining both 'in person' worship and 'online' worship, we hoped to be accessible for as many as possible.

2020 changed the mindset of the Church. We could no longer be settled in maintaining what we had, we were in a position where we had to grow our mission. It has often been said that any organisation that does not change when facing new circumstances will eventually die. The Church is experiencing that to be true and so we look towards 2021 feeling better equipped for mission in our changed world. Our hope is that all ages will commit to being a part of Christ's mission in Aughton, Bickerstaffe and beyond.

Andrew

ADMINISTRATIVE INFORMATION

St Michael's Church, Church Lane, Aughton, Ormskirk L39 6SB.

Official correspondence to The PCC Secretary, Parish Office, at the above address.

Members of the PCC are either ex-officio or elected by the Annual Parochial Church Meeting (APCM) in accordance with the Church Representation Rules. During 2020 the following served as members of the PCC:

Incumbent: Revd Andrew Housley (*Chairman, ex-officio*)

Reader: Mr Bill Glennon (*ex-officio*)

Wardens: Anthony Bearon (*ex-officio*)
 Margaret Ellams (*ex-officio*)

Treasurer: Mr Brian DeVonald (*co-opted*)

Secretary: Mr James Parsons (*co-opted*)

Deanery Synod representatives:
 Mr Bill Gilpin (*ex-officio*)

Elected representatives:

Andrea Connelly, Margaret Ellams, Peter Garrett and Denis O'Brien – elected 2018 to 2021

Adrian Ball, Winifred Pemberton, Janice Sheel and David Snape – elected 2019 to 2022

Ann Barnes, Lorna O'Brien, May Brooke and Jeff Smith – elected 2020 to 2023

Observers:

Mr Peter Fogden (*H&S Officer*)

Mr Anthony Bearon (*Child Protection Officer*)

Bankers: Santander Bank, Bridle Road, Bootle L30 4GB.

Independent Examiner: Mr I. Mooney, 14 Kingsbury Court, Skelmersdale.

Architects: Anthony Grimshaw Associates, 6 Bridgeman Terrace, Wigan, WN1 1SX.

Day to day management and control of the Church is exercised by the Rector and Wardens: The Rev Andrew Housley and Mr Anthony Bearon, contactable via the Parish Office on 01695 424457.

STRUCTURE, MANAGEMENT AND GOVERNANCE

St Michael's PCC operates under the Parochial Church Council Powers Measure 1956. The PCC is registered with the Charity Commission – no. 1128623.

OTHER RELATED TRUSTS

Aughton United Charities, registered charity number 247409, the Rector is a Trustee.

Vanbrugh and Tempest Almshouse Charity Trust, registered charity number 227244, four members of the PCC and one other church member are trustees.

St Michael's VC CE Primary School, the incumbent, one PCC member and one other church member are Foundation Governors.

APPOINTMENT TO THE PCC

The method of appointment of PCC members is set out in the Church Representation Rules. All church members are encouraged to register on the Electoral Roll and stand for election to the PCC.

COMMITTEES

The PCC operates through three sub-committees, which meet as required between full meetings of PCC:

Standing Committee – required by law, it transacts the business of the PCC between its meetings, subject to any direction given by the full Council. Membership of the Standing Committee is the Rector, the Churchwardens, the Treasurer, the Secretary and two elected PCC members - in 2020 these were: Mr Denis O'Brien and Mr Jeff Smith.

Social Committee – organises a range of social events. Membership in 2020 was Mrs Lynn Trelford (Chair), Mrs Betty Craig, Mr Brian DeVonald, Mrs Barbara McCartney, Mrs Debbie Fisher, Mrs Joyce Taylor and Mr Neil Jones.

Fabrics Committee – has delegated power to address fabric issues in the Church and Church Hall. Membership in 2020 was Mr Peter Fogden (Chair), Mr Anthony Bearon, Mr Brian DeVonald, Mr Denis O'Brien, Mr Peter Garrett and Mr David Snape.

PCC members receive regular instruction and advice on their roles as Trustees, on health and safety issues, risk assessment and management, and on child and vulnerable adult protection procedures, from the relevant PCC officers.

THE ELECTORAL ROLL presented to the Annual Meeting in 2020 recorded the names of 138 people, of whom 37 were non-resident in the parish.

OBJECTIVES - St Michael's PCC has the responsibility of co-operating with the Rector in promoting the whole mission of the Church, pastoral, evangelistic, social and ecumenical in this parish (PCC (Powers) Measure 1956). It is responsible for the maintenance of the Church and Church Hall in Church Lane, Aughton. St Michael's is a broad and welcoming church that seeks to provide a spiritual home for all who seek God in Jesus Christ.

We proclaim the Gospel of Christ according to the doctrines and practices of the Church of England, as part of the worldwide Anglican Communion of churches. We worship the one true God, enjoy and share the fellowship of all our members and friends, and aim to live out the commandment to "love our neighbour as ourselves" through practical care and concern for those in our community.

REPORTS FROM CHURCH GROUPS AND ACTIVITIES

1 Church and Fabric Report

In conjunction with members of the SMT steps have been taken to make the church more accessible to those suffering from dementia. Yellow signs indicating access and egress from the toilet have been erected and the wall behind the toilet has been painted yellow. A new lock has been fitted to the toilet door so that it can be opened from the outside should the need arise.

2 Graveyard Report

The grass in the graveyard is cut at intervals by a local contractor. Members of the congregation and the parish continue to maintain the flower beds and the Garden of Rest. The paths are kept clear of weeds by application of weed killer and surface contamination is controlled by spraying with a biodegradable fluid. Leaves are removed with other waste material generated in the Church and churchyard and collected weekly by a licensed waste contractor.

A Christmas tree support was installed near to the church main door.

3 Inspections and Servicing

The central heating boiler was inspected for insurance purposes and serviced. The fire extinguishers were tested and serviced as required and portable appliances tested. The intruder alarm system was serviced.

The gutters and accessible roof areas were cleaned as required. Ladders were inspected at three monthly intervals. The annual asbestos inspection was completed.

The past year has been very challenging, and activities have been greatly curtailed.

On behalf of the PCC, we would like to thank all those members of the congregation and the parish who have been able to assist in ensuring that the Church and churchyard remain attractive Aughton features of the Aughton landscape.

4 Church Hall and Fabric Report

The two meeting rooms and the entrance hall were decorated. All woodwork was finished in gloss paint and walls and ceilings with selected emulsion finishes. Many thanks to the Social committee for funding this work. Cracks in the pointing of the coping stones and brickwork at the north end of the main meeting room had been the source of water ingress. The loose mortar was ground out and repointed.

5 Inspections and Servicing

The gutters were cleaned, and shrubs and hedges trimmed. A brown bin licence was obtained from WLBC to enable leaves, hedge trimmings and other green waste to be disposed of. The central heating boilers were inspected for insurance purposes and serviced. Portable appliances were tested. The fire alarm system was serviced. Fire alarm call points and emergency lighting were tested at specified intervals. Ladders were inspected at three monthly intervals.

On behalf of the PCC, we would like to thank everyone who assists in running the Hall.

Peter Fogden
PP Fabric Committee

STATEMENT OF FINANCIAL ACTIVITIES.

(All values to the nearest £) For the year ended 31st December 2020.

	Code	General Funds	Designated Funds	Restricted Funds	Endowment Funds	Total Funds 2020	2019
<u>INCOMING RESOURCES</u>							
Voluntary Income	2a	75017	23478	7072		105567	88500
Fund Raising Activities	2b	355	-	-		355	1716
Income from Investments	2c	-	42	126		168	284
Statutory Fees	2d	4878	-	-		4878	10004
Church Activities Income	2e	3420	-	3870		7290	23330
Other Incoming Resources	2f	<u>Nil</u>	<u>-</u>	<u>1814</u>	<u></u>	<u>1814</u>	<u>1764</u>
<u>TOTAL INCOMING RESOURCES</u>		<u>83670</u>	<u>23520</u>	<u>12882</u>	<u>0</u>	<u>120072</u>	<u>125598</u>
<u>RESOURCES USED.</u>							
Cost of generating Voluntary Income/Funds	3a	-	-	5		5	319
Mission/Charitable Giving	3b	100	-	1328		1428	1316
Church Activities	3c	113242	-	6530		119772	132062
Major Capital Expenditure	3d	100	-	2286		2386	1082
<u>Other Outgoings</u>	3e	<u>Nil</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>Nil</u>	<u>Nil</u>
<u>TOTAL RESOURCES EXPENDED</u>		<u>113442</u>	<u>0</u>	<u>10149</u>	<u>0</u>	<u>123591</u>	<u>134779</u>
NET INCOMING/OUTGOING (29772)			23520	2733	0	(3519)	(9181)
RESOURCES BEFORE OTHER RECOGNISED GAINS & LOSS							
Excess Cr Funds over book entries	314		-	-	-	314	(198)
GAINS/(LOSSES) ON INVESTMENTS							
Realised		-	-	-	-	-	-
Unrealised Investment Bond Gain		8902	-	-	-	8902	12552
<u>NET RESOURCES FOR YEAR</u>		<u>(20556)</u>	<u>23520</u>	<u>2733</u>	<u>NIL</u>	<u>5697</u>	<u>3173</u>
TRANSFER BETWEEN FUNDS	24401		(21931)	(2470)	-	NIL	NIL
(Un-Restricted & Designated Funds)							
Transferred to Restricted Funds to cover							
Repairs & Maintenance See Page 2 – 13 (Net assets)							
<u>NET MOVEMENT IN FUNDS</u>		<u>3845</u>	<u>1589</u>	<u>263</u>	<u>NIL</u>	<u>5697</u>	<u>3173</u>
BALANCES B/FWD 1/1/2019		66730	11479	310201	12000	400410	397237
<u>BALANCES C/FWD AS AT 31st DECEMBER 2020</u>		<u>70575</u>	<u>13068</u>	<u>310464</u>	<u>12000</u>	<u>406107</u>	<u>400410</u>

Financial Review – 2020

Due to the Covid-19 Pandemic the PCC had to rely solely on the automated Offerings from the congregation by means of the Parish Giving Scheme and the Standing Orders to keep the Church viable and pay it's every day running costs. This was augmented by the Furlough Scheme to cover 80% of salary costs and some various Donations. Even so, the PCC sadly had to make the position of Sexton redundant by the end of October. The position had become unaffordable over the past several years in relation to our income. The importance of the congregation making their Offerings by automated means has surely been proved. Without them the effect on the Church finances would have been disastrous.

The **Operating Loss** for 2020 **reduced to £ 3,519** from £9,181 for 2019, but would have been a **loss of £16.5K** if we had not received a Legacy for £20K. The Legacy enabled us to pay the **Parish Share of £78,358 in full** for 2020. **The Investment Bond again increased in value by £8902** and so converted the Operation **Loss to a Profit of £5697**. But even this profit is made up mainly by another Legacy of £4.3K.

Unfortunately, the Pandemic curtailed the funds raised normally such as Gift Day, Summer and Christmas Lantern Fair and the Social Committee, and of course the hard work performed by the Friends of St. Michael, whose automated Subscriptions covered some of the churchyard and fabric costs. We are thankful to the all the people involved. Without these money raising events we find it difficult to meet our obligations. The Social Committee also paid £1425 costs to redecorate the Church Hall. We must also give great thanks to our Congregation, many of whom have joined our Parish Giving Scheme, and also the people of Aughton and Nationwide who have supported our efforts to provide services to the community including YouTube Services which contribute to a vibrant Parish Church.

The congregation have responded well to the PCC's request with their personal support of various Charities with at least £3,864 as shown on Page 2-12. Our Parish Share to the Diocese in part is charitable, as it enables other parishes in the diocese to function in their communities and perform their own charitable functions.

The **Church Hall** was again ably led by our Hall Manager whose title has changed to **Church Buildings Manager**. His dedication and hard work made the Hall "Virus Safe" in accordance with government guidelines. He has made many improvements to the Hall and rearranged the Hall Office now that the Risograph Printer has been returned. The Hall Rentals fell to £2,972 from £7,721 for 2019 due to being unable to open as normal. This caused a Loss of £2,695.

The Financial Outlook for 2021 is again affected by the Pandemic closing the church activities down drastically. If we can only rely on the Parish Giving Scheme and Standing Order Offerings total £4.5K per month, against a regular outlay of £2.5K per month, then we shall be £4K per month short in paying our Parish Share of ££6.6K. We will be able to pay the full Parish Share until March 2021, from then on it will be paid piecemeal as and when. Our Bond Reserves have £55K available to the PCC which would last 14 months if used. **We would then have to consider if St Michaels Church can carry on functioning.** Once the Church is allowed to operate again, we need to uplift our Fundraising activities and **also increase our use of the Parish Giving System which is now able to be joined On-Line as well as by telephone.**

Reserves Policy - 2020

We can only have a Reserves policy if we have sufficient income to more than cover our outlay. Therefore, the only Reserves we have to call upon are represented by the Investment Bond value. It is presently worth £67K of which £12K is an Endowment, leaving **£55K as PCC Reserves.**

Funds Available

The Notes to the Financial Statements, Page 2-13 show that PCC Unrestricted Fixed and Current Assets total some **£84K**. i.e. (The Aberdeen Multi-Manager Ethical Bond of £55K + Unrestricted net Current Assets £16K + Designated Deposit Balance of £13K). Therefore, the available "Free Funds" after allowing for Reserves as above is £29K, of which the Debtors account for £4K of the total monies still due in 2021 from HMRC re Gift Aid tax claims, giving an actual funds available figure of £25K as at 31 December 2020. (The Parish Share alone costs £6,596 per month which will be paid out the next day, **leaving £18,500 available for 2021**).

Financial Plans for the Future

The PCC are taking an active part in the future plans laid out by the Ormskirk Parish Deanery to grow our Churches. We intend to continue promoting the activities of The Friends of St Michael and to promote the use of Legacies.
Brian DeVonald – PCC Treasurer.

RISK MANAGEMENT 2020

Finance

The PCC acted as **Financial Agent** for the following people/organisations:

Liverpool Diocesan Board of Finance re: Clergy Fees.

Fees for Bell Ringers, Organists, Vergers and Choir at Weddings.

Fees for Organists, Vergers, and Grave Diggers at Funerals.

Special Collections for:

Children's Society, Compassion Child Sponsors, Litherland Schools Clothes, Salvation Army Clothes, Skelmersdale Food Bank, Traidcraft.

Financial Risk Rating:

High impact x Low likelihood = Medium Risk

Our Reserves of £55K is available for any emergencies and maintenance required under the Quinquennial Inspection work to be done in 2021; especially as the Friends of St Michael have accumulated funds of £25K to help towards Church Fabric.

The church funds are held on current account with Santander Bank, and on call with the C of E Central Board of Finance. The existing £50K Ethical Investment Bond now valued at £67K, is run by Standard Aberdeen Multi-Manager Ethical Investments, and is regarded as holding the Reserves plus the £12K Miss Holmes Endowment. This is considered to be an appropriate and safe spread. Cash is kept in the Church safe (for short periods of time), no loose cash is left in the Church. All Plate and Envelope Donations are counted under Dual Control. All valuables are kept in a wall-safe, which itself is kept in the locked Vestry room, the keys of which are held by appointed persons.

Brian DeVonald - PCC Treasurer

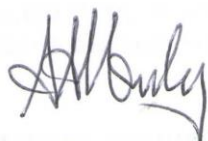
Operational Risk Rating:

High impact x Low likelihood = Medium Risk

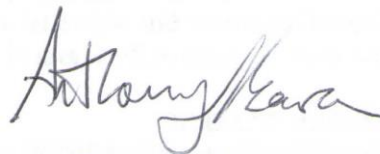
Should the Church building be unusable, services can be held in the Church Hall, which is situated on the opposite side of Church Lane to the Church buildings. A locked Hall Office will serve as a place to count monies and store valuables temporarily.

The Annual Report for the year 2020 was approved by the PCC on 25th March 2021 and signed on its behalf by:

Rev. Andrew Housley.



Rector



Church Warden

ST. MICHAEL'S CHURCH - AUGHTON

Annual Report

and

Financial Statements

of the

Parochial Church Council

For the year ended 31st December 2020

Incumbent Rev. A. Housley
The Rectory
10 Church Lane
Aughton, Ormskirk
Lancashire L39 6SB

Bankers Santander
Bridle Road
Bootle
Merseyside
L30 4GB

Independent Mr. I. Mooney
Examiner 14 Kingsbury Court
Skelmersdale
Lancashire

Architects Anthony Grimshaw Associates
6 Bridgeman Terrace
Wigan
Lancashire
WN1 1SX

The Parochial Church Council of the Ecclesiastical Parish of
St Michael, Aughton, Liverpool
Registered Charity No 1128623

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON
STATEMENT OF FINANCIAL ACTIVITIES.

(All values to the nearest £) **For the year ended 31st December 2020.**

	Code	General Funds	Designated Funds	Restricted Funds	Endowment Funds	Total Funds 2020	Funds 2019
<u>INCOMING RESOURCES</u>							
Voluntary Income	2a	75017	23478	7072		105567	88500
Fund Raising Activities	2b	355	-	-		355	1716
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Other Incoming Resources	2f	<u>Nil</u>	<u>-</u>	<u>1814</u>	<u></u>	<u>1814</u>	<u>1764</u>
<u>TOTAL INCOMING RESOURCES</u>		<u>83670</u>	<u>23520</u>	<u>12882</u>	<u>0</u>	<u>120072</u>	<u>125598</u>
<u>RESOURCES USED.</u>							
Cost of generating Voluntary Income/Funds	3a	-	-	5		5	319
Mission/Charitable Giving	3b	100	-	1328		1428	1316
Church Activities	3c	113242	-	6530		119772	132062
Major Capital Expenditure	3d	100	-	2286		2386	1082
<u>Other Outgoings</u>	3e	<u>Nil</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>Nil</u>	<u>Nil</u>
<u>TOTAL RESOURCES EXPENDED</u>		<u>113442</u>	<u>0</u>	<u>10149</u>	<u>0</u>	<u>123591</u>	<u>134779</u>
NET INCOMING/OUTGOING		(29772)	23520	2733	0	(3519)	(9181)
RESOURCES BEFORE OTHER RECOGNISED GAINS & LOSS							
Excess Cr Funds over book entries	314	-	-	-		314	(198)
GAINS/(LOSSES) ON INVESTMENTS							
Realised		-	-	-		-	-
Unrealised Investment Bond Gain	8902	-	-	-		8902	12552
<u>NET RESOURCES FOR YEAR</u>		<u>(20556)</u>	<u>23520</u>	<u>2733</u>	<u>NIL</u>	<u>5697</u>	<u>3173</u>
TRANSFER BETWEEN FUNDS	24401	(21931)	(2470)	-		NIL	NIL
(Un-Restricted & Designated Funds Transferred to Restricted Funds to cover Repairs & Maintenance See Page 2 – 13 (Net assets))							
<u>NET MOVEMENT IN FUNDS</u>		<u>3845</u>	<u>1589</u>	<u>263</u>	<u>NIL</u>	<u>5697</u>	<u>3173</u>
BALANCES B/FWD 1/1/2019		66730	11479	310201	12000	400410	397237
BALANCES C/FWD AS AT 31st DECEMBER 2020		<u>70575</u>	<u>13068</u>	<u>310464</u>	<u>12000</u>	<u>406107</u>	<u>400410</u>

The Notes on Pages 2 - 4 to Page 2 - 25 form part of these Accounts.

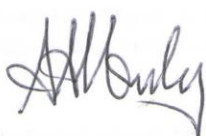
PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

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BALANCE SHEET AS AT 31ST DECEMBER 2020.

(All values to the nearest £)

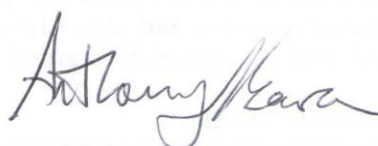
	Note	2020	2019
<u>FIXED ASSETS.</u>			
Tangible	5a	273799	273799
Investment	5b	<u>67275</u>	<u>58373</u>
		341074	332172
<u>CURRENT ASSETS.</u>			
Debtors	6a	3900	6360
Bank Accounts	6	<u>62077</u>	<u>63132</u>
		65977	69492
<u>LIABILITIES</u>			
Creditors - amounts falling Due within one year.	7	(944)	(1254)
		_____	_____
<u>NET CURRENT ASSETS/LIABILITIES</u>		<u>65033</u>	<u>68238</u>
<u>TOTAL NET ASSETS</u>		<u>406107</u>	<u>400410</u>
<u>PARISH FUNDS</u>			
Unrestricted	9	70575	66730
Designated	9	13068	11479
Restricted	9	310464	310201
Endowment	9	<u>12000</u>	<u>12000</u>
		<u>406107</u>	<u>400410</u>

Approved by the Parochial Church Council on 25th March 2021
and signed on its behalf by:-



Rector

Rev Andrew Housley



Church Warden

Mr Anthony Bearon

The Notes on Pages 2 - 4 to Page 2 - 25 form part of these Accounts.

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

INDEPENDENT EXAMINERS REPORT (SORP 2015)

to the PCC of St. Michael, Aughton

For the year ended 31st. December 2020 ,

as set out on pages (2-1) to (2-25) of the Annual Report.

Respective responsibilities of Trustees and Examiner

The PCC are responsible for the preparation of the accounts. They consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

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

Basis of independent Examiner's statement

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

Independent Examiner's statement

In connection with my examination, no material matters have come to my attention (other than that disclosed below *) which gives me cause to believe that in, any material respect:

Accounting records were not kept in accordance with section 130 of the Charities Act
or the accounts do not accord with the accounting records

I have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

- N/A



Mr. I. Mooney,
14 Kingsbury Court,
Skelmersdale, Lancs.

March 2021.

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 31st December 2020.

Accounting Policies.

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2005.

The financial statements have been prepared under the historical cost convention except for investment assets, which are shown at market value. The financial statements include all transactions, assets and liabilities for which the PCC is responsible in law. They do not include the accounts of church groups that owe their main affiliation to another body, nor those that are informal gatherings of church members.

Funds.

Endowment Funds are funds, the capital of which must be maintained; only income arising from investment of the endowment may be used as either restricted or unrestricted funds depending upon the purpose for which the endowment was established. The Endowment Funds are now part of the Aberdeen Investment Bond.

Restricted funds represent (a) income from trusts or endowments which may be expended only on those restricted objects provided in the terms of the trust or bequest, and (b) donations or grants received for a specific object or invited by the PCC for a specific object. The funds may only be expended on the specific object for which they were given. Any balance remaining unspent at the end of each year must be carried forward as a balance on that fund. The PCC does not usually invest separately for each fund. Where there is no separate investment, interest is apportioned to individual restricted funds on an average balance basis.

Designated Funds are Unrestricted Funds which the PCC has decided to distinguish apart from other monies so that they may be used for special ongoing purposes from time to time. These funds can be reallocated for any other purpose at any time as the PCC sees fit. Where there is no separate investment, interest is apportioned to individual designated funds on an average balance basis.

Unrestricted funds are general funds which can be used for PCC ordinary purposes.

Incoming Resources.

Planned giving, collections and donations are recognised when received. Tax refunds are recognised when the incoming resource to which they relate is received. Accrual is made for the Tax Refund due on that part of Gift Aid monies which is not received via the Parish Giving Scheme, from 6th April to 31st December annually. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, as is Interest. All other income is recognised when it is receivable. All incoming resources are accounted for gross.

Resources Expended.

Grants and donations are accounted for when paid over, or when awarded, if that reward creates a binding or constructive obligation on the PCC. The diocesan parish share is accounted for when due. Amounts received specifically for mission are dealt with as restricted funds. All other expenditure is recognised when it is incurred and is accounted for gross.

Fixed Assets.

Consecrated and benefice property is not included in the accounts with s.96 (2)(a) of the Charities Act 1993. Movable church furnishings held by the vicar and churchwardens on special trust for the PCC and which require a faculty for disposal are inalienable property, listed in the church's inventory, which can be inspected (at any reasonable time). For anything acquired prior to 2000 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Subsequently no individual item has cost more than £1,000 so all such expenditure has been written off when incurred. Equipment used within the church premises is depreciated on a straight line basis over four years. Individual items of equipment with a purchase price of £500 or less are written off when the asset is acquired.

Current Assets

Amounts owing to the PCC at 31st. December in respect of fees, rents or other income are shown as debtors less provisions for amounts that may prove uncollectable.

Short-term deposits include cash held on deposit either with the CBF Church of England Funds or at a Bank.

Investments

Investments are valued at market value at 31st. December

NOTES TO THE FINANCIAL STATEMENTS (Cont) for the year ended 31st December 2020.

2. INCOMING RESOURCES		General	Designated	Restricted	Endowment	Total Funds	
Code/Note	All values to the nearest £	Funds	Funds	Funds	Funds	2020	2019
2a	<u>Voluntary Income</u>						
1	<u>Planned Giving</u> : Gift Aid s/o	11235	(16)			11235	12645
1	<u>Planned Giving</u> : Gift/A Env.	3093	(15)			3093	5880
1	<u>Planned Giving</u> :- PGS G/A	32972	(44)			32972	27722
1	FRIENDS Gift Aid Subs	-	(45)	-	2775	2775	3415
2	FRIENDS Non-Gift Aid Subs	-	(12)	-	460	460	630
2	<u>Planned Giving</u> :- PGS NonG/A	2612	(05)			2612	254
2	Other Env. Non Gift Aid	490	(05)			490	501
3	Gift Aid – One Off Env.	61	(05)			61	384
3	Collections (Open Plate)	3020				3020	10801
4	<u>Annual Gift Day</u> Gift Aid	2330				2330	1655
4	Annual Gift Day- Non G/A	150				150	230
4	Donation Gift Aided	2125		-	-	2125	791
4	Donations Ch.& Child Spons	3660			1018	4678	5528
4	Donations Hall-Major Repairs	-			1475	1475	-
6	Tax Recoverable	4711		-	694	5405	6192
6	Tax Recoverable via PGS	8243				8243	6931
6a	Tax re Small Donation Scheme	315				315	2000
7	Legacies (Church)	-	23478		-	23478	-
8	Grants-Graveyard-Aughton PCC		-		500	500	500
8	Grants-Graveyard-Aughton Charities		-		150	150	150
		<u>75017</u>	<u>23478</u>	<u>7072</u>		<u>105567</u>	<u>88500</u>
2b	<u>Fund Raising Activities</u>						
9	Christmas Fair Donations	355	-		-	355	1716
9	Almshouses Garden Party	-				-	-
		<u>355</u>	<u>NIL</u>	<u>NIL</u>		<u>355</u>	<u>1716</u>
2c	<u>Income from Investments</u>						
10	Bank Interest - Church	-	42		126	168	263
10	- School Gov.	-	-		-	-	21
		<u>-</u>	<u>42</u>	<u>126</u>		<u>168</u>	<u>283</u>
2d	<u>Statutory Fees</u>						
11	P C C Church Fees	4878				4878	10004
2e	<u>Income from Church Activities</u>						
12	Book Stall	-				-	-
12	Card Stall	-				-	57
12	Church Hall - Hire	2972				2972	7721
12	Church Hall - Donations	264				264	895
12	Church Magazine	5				5	373
12	Jam Stall	134				134	87
12	Small Photocopier Receipts	18				18	10
12	Trading Account	27				27	25
12	FRIENDS of St Michael	-	-		1246	1246	4000
12	St Michaels Social Group				954	954	7806
12	Wednesday Fellowship	-			270	270	956
12	School Governors	-			1400	1400	1400
		<u>3420</u>	<u>-</u>	<u>3870</u>		<u>7290</u>	<u>23330</u>
2f	<u>Other Incoming Resources</u>						
13	Share Rectory by Holy Trinity	nil	-		1814	-	1814
TOTAL INCOMING RESOURCES		83670	23520	12882	0	120072	125520

NOTES TO THE FINANCIAL STATEMENTS (Continued)

for the year ended 31st December 2020.**3. RESOURCES EXPENDED**

<u>Code/Note</u>	All values to the nearest £	General Funds	Designated Funds	Restricted Funds	Endowment Funds	Total 2020	Funds 2019
3a	<u>Costs of Generating Voluntary Income & Funds</u>						
17	Children's Fund	-		-		nil	110
17	Christmas Fair	-		-		nil	200
17	Christmas Party	-		-		nil	nil
17	Int. paid to Child Sponsorship			5		5	9
17	Regular Giving Envelopes	-		-		-	-
17	Trading Account	-		-		-	-
	<u>Total 3a</u>	<u>NIL</u>	<u>NIL</u>	<u>5</u>		<u>5</u>	<u>319</u>
3b	<u>Mission & Charitable Giving:</u>						
18	Overseas Missionary Societies	-		-		-	-
18	Overseas Relief / Dev Agencies	-		1328		1328	1216
18	Home Mission & Other Churches	100		-		100	100
18	Secular Charities	-		-		-	-
	<u>Total 3b</u>	<u>100</u>		<u>1328</u>		<u>1428</u>	<u>1316</u>
3c	<u>Church Activities</u>						
19	Parish Share	78358				78358	79043
20	Salaries/ (Church)	5321				5321	10307
21	Rectors Expenses	537				537	912
21	Rectory Costs	3915				3915	3545
21	Visiting Clergy	16				16	114
22	Parish Training & Mission Ops	51		22		73	895
23a	Church Running Expenses	694				694	1388
23a	Administration & Governance	8526				8526	1811
23a	Small Photocopier Costs	-				-	41
23a	Upkeep of Churchyard	650		3431		4081	3972
23a	Upkeep of Services	478				478	1160
23b	Church Maintenance & Fabric	1210				1210	969
23c	Church Insurances	3904				3904	3834
24	Church Utility Bills	3044				3044	3676
25	Card Stall	79				79	70
25	Church Hall - Operating Costs	4467				4467	7131
25	Church Hall – Maint/Repairs	1365				1365	1545
25	Magazine Costs	627				627	1227
25	FRIENDS of St M –Event Expenses			nil		-	109
25	St Michael's Social Group	-		2273		2273	6771
25	St Michael's Youth Club	-	-	-		-	-
25	Wednesday Fellowship	-	-	330		330	895
25	School Governors	-	-	474		474	2647
	<u>Total 3c</u>	<u>113242</u>	<u>-</u>	<u>6530</u>		<u>119772</u>	<u>132062</u>
3d	<u>Major Capital Expenditure</u>						
27	Church Page (2 – 19)	-	-	811	-	811	1082
28	Hall Major Repairs Page(2-14)	100	-	1475	-	1575	-
	<u>Total 3d</u>	<u>100</u>	<u>-</u>	<u>2286</u>	<u>-</u>	<u>2386</u>	<u>1082</u>
TOTAL RESOURCES EXPENDED		<u>113442</u>	<u>-</u>	<u>10149</u>	<u>NIL</u>	<u>123591</u>	<u>134779</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

for the year ended 31st December 2020

4a STAFF COSTS	2020	2019
Sexton Duties	3779	4446
N.I.S (Set Off £138)	nil	nil (231)
Parish Admin Work	3669	4403
N.I.S. (Set Off £133)	nil	nil (228)
Pension costs	133	127
Wedding Fees (Apl to Oct)	358	-
Funeral Fees (Apl to Oct)	1689	-
Less HMRC Furlough – <u>5562 =</u>	4066	8976
Organist	1255	1331
See Page (2 – 6) Code 20	5321	10307
Hall Manager Salary 3741		3112
See Page (2 –14) Admin <u>856</u>		1468
Less HMRC Furlough - <u>2002</u>	2595	4580

During the year the PCC employed a Sexton and a Hall Manager and paid for an Organist.

The Sexton and Hall Manager's income is Taxable. The Sexton also paid National Insurance.

The Organist is Self Employed. The Sexton and the PCC pay into the N.E.S.T Pension Scheme.

The Sexton's and Hall Manager's holidays were covered by the Church Wardens.

Unfortunately, due to the level of the Operational Losses over the past several years the PCC decided reluctantly to make the position of Sexton redundant, as the position was evidently unaffordable. The reduction in Income due to the Corvid 19 Virus compounded the situation. Fortunately, the PCC were able to claim Furlough payments from HMRC which covered 80% of the salaries over the Statutory Notice period which ended 29th October 2020. The Sexton received a Redundancy Payment in accordance with Employment Law.

4b PAYMENTS TO PCC MEMBERS

No payments or expenses were paid to any PCC member, persons closely connected to them or related parties.

5. FIXED ASSETS FOR USE BY THE PCC.

5a TANGIBLE ASSETS (All Unrestricted)	Freehold Land & Buildings	Church Equipment	Total	Previous Year
<u>Church Hall</u>	£	£	£	£
Actual/Deemed cost since 1/1/99	£273,799	-	£273,799	£273,799
<u>£173799 (1998)</u>				
Additions	-	-	-	-
Disposals	-	-	-	-
At 31st Dec 2020	£273,799	-	£273,799	£273,799
Depreciation	nil		nil	nil
Net Book Value	£273,799	-	£273,799	£273,799

The freehold land & buildings comprise the Church Hall.

The Church Equipment comprising Small Photocopier, two Lap-Top Computers with one Printer, and Overhead Projector have been written off since purchase and have no value in the Accounts.

The Electric Piano has been donated by use of a Legacy.

A GoodBox Core Device was purchased in June 2019 to enable Electronic Giving using payment cards.

The Rioch Duplicator 5 year Lease ended Nov 2020, and has been returned in order to cut costs.

NB The Church Hall is Insured with Ecclesiastical Insurance Ltd for £812,394 from Aug 2020.

(Information only:- The Church Building, not part of PCC Assets, is insured for £11,590,000)

5b INVESTMENTS	Cost	Gross Book Value at end of Year		
Aberdeen Standard Multi-Manager		<u>Unrestricted</u>	<u>Endow Funds</u>	
Ethical Bond.	£50K	£46,373 (31/12/19) +	£12,000 =	£58373
Increase in Value from 31/12/19 to 31/12/20 (+)	£ 8,902			
Total Investments 43,767.783 Units @ 153.71p	£55,275	+	£12,000 =	£67,275

NOTES TO THE FINANCIAL STATEMENTS (Continued)

for the year ended 31st December 2020.**6. CURRENT ASSETS – Bank Accounts**

	<u>2020</u>	<u>2019</u>
Santander	14086	14857
L D B F Deposit a/c	39790	39621
Cash on Hand	-	-
	<u>53876</u>	<u>54478</u>
Social Group a/c	1005	2324
T S B School Governors	6782	5856
Wednesday Fellowship	<u>414</u>	<u>474</u>
	<u>62077</u>	<u>63132</u>

6a. ACCRUALS AND DEFERRED INCOME as at 31st December 2020.

All values to the nearest £	B'fwd.	Actual	Net	Accrual	Accounts
6a. Debtors.		<u>2020</u>		/Prepay	<u>2020</u>
Part Wedding Fees paid out	133	133	-	-	-
Small Donations Tax Scheme (19/20)	2000	2000	-	-	-
Small Donations Tax Scheme (20/21)			-	315	315
Tax Refunds Gift Aid	4227	4227 Apl/Dec'19	-	-	-
	-	1820 Jan/Apl'20	<u>1820</u>	<u>3585*</u>	<u>5405^</u>
	<u>6360</u>	<u>8180</u>	<u>1820</u>	<u>3900</u>	<u>5720</u>

*** Analysis of Provisions for 2020:-****(Unrestricted)**

The G/Aid Tax Refund for the Calendar year 2020 is:-

20/80ths of Gift Aided Giving	£14389	25%	= £ 3597
Plus Gift Day Gift Aid	2330	25%	= £ 583
			<u>4180</u>

Other Gift Aid to be Claimed is:-

Donations – Gift Aided	<u>2125</u>	25%	£ 531
	18844		£ 4711

(Restricted)

Friends of St.M G/A Jan/Dec	£ <u>2775</u>	25%	= £ <u>694</u>
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Jan/Dec 2020 – Total Claim	<u>21619</u>		<u>£ 5405^</u>
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ACCRUALGift Aid Due 6th April 2020– 31st December 2020

Full Calendar year Gift Aid Donations = £21619

Less Jan/Apl received £1820 x 4 = £ 7280Remainder @ 25% x £14339 = **£ 3585*****(6/4/2020 to 31/12/ 2020)**

General Gift Aid on £10171 = £2543

Friends (Restricted) on £ 2235 = £ 559

Other Donations on £ 1933 = £ 483

Total £14339 = £3585***6a. Debtors. Pages (2-2) & (2-13)**

	<u>2020</u>	<u>2019</u>
Income Tax Claim Restricted	<u>694</u> Restricted	1051 Restricted
Income Tax Claim Not Restricted	2891	3176
Small Donations Scheme (2017)	-	-
Small Donations Scheme (2019)	315	2000
Other	<u>-</u>	<u>133</u>
	<u>3206</u> Un-Restricted	<u>5309</u> Un-Restricted
	<u>3900</u>	<u>6360</u>

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.**ACCRUALS as at 31st December 2020.**

All values to the nearest £	B'fwd.	Actual <u>2020</u>	Net	Accrual <u>/Prepay</u>	Accounts <u>2020</u>
7. <u>Liabilities.</u>					
Child Sponsorship (Restricted)	1254	1333 <u>(-5) Int</u> 1328	74	944	1018
	-	-	-	-	-
	<u>-</u> 1254	<u>-</u> 1328	<u>-</u> 74	<u>-</u> 944	<u>-</u> 1018

Analysis of Provisions (Accruals) for 2020:-

Child Sponsorship Fund represents the aggregate of monies paid in by some members of the congregation and payments are made by Direct Debit to the charity "Compassion UK". This charity looks after the welfare of, and supports four overseas children. The Accrual of £944 is the end of year balance of the Fund, which includes interest of £5 added by St Michaels Church, apportioned from the interest earned on the LDBF deposit account.

7. <u>Liabilities.</u>	<u>2020</u>	<u>2019</u>
<u>Pages (2-2) & (2-13)</u>		
Creditors for goods and services	-	-
Other creditors (Non Restricted)	-	-
Other creditors (Restricted)	<u>944</u>	<u>1254</u>
	<u>944</u>	<u>1254</u>

8. Notes re PCC Designated Funds, Restricted Funds and the Endowment Funds (Page 2-10/13)

The PCC Designated Funds

Consist of Legacies and the Mission Opportunities Fund. The Legacy's opening balance for 2020 of £9,1137 has benefited by a Legacy of £20K which was nearly all used to pay arrears of the Parish Share. The balance at year end is £9,586. The Mission Ops fund of £2,341 was all used to offset PCC bills. A further Legacy of £3.5K is being held on current a/c pending expenditure on electronic equipment. All the rest of these Funds are held as part of the cash balance of the Liverpool Diocesan Board of Finance Deposit account, and these balances are shown as Designated Funds on the Balance Sheet.

The Restricted Funds

Consist of the Church Hall valuation; the Friends of St Michael Funds, the Wednesday Fellowship Funds, the Social Group Funds plus St Michael's School and parts of the LDBF Deposit a/c. The LDBF Deposit a/c holds all the Restricted balances of the Child Sponsorship monies; the Children's Fund; St Michaels Youth Club; the Mothers Union; and the Choir Funds. The income and expenditure of these PCC groups, which Accounts are shown below or at the end of these Annual Reports, is added as Restricted turnover to the PCC Income and Expenditure accounts.

The Friends of St Michael (a sub section of the PCC) opening balance of £24,402 has increased to £25,466 after paying £4,242 out for Church Fabric and Churchyard maintenance costs. This was enabled by the automated annual subscriptions. Only one Bridge Dive was held in 2020 due to the Corvid -19 Virus preventing the holding of various other fund raising functions throughout the year.

The Endowment Monies

Which require the Capital to remain intact consist of the Miss Holmes Legacy – £12000.

The interest is used for General Maintenance. The Endowment Fund is now part of the Investment Bond, see Page (2-7). The Bond Value now represents our Reserves and the Endowment Fund.

Income	<u>FUND MOVEMENTS</u>		Expenditure
<u>Child Sponsorship (Restricted)</u>			
Balance brought forward	1254	Compassion Direct Debits:- 12 mths	1333
Donations See Page (2-13) 9A	1018	<u>Less Interest Earned from LDBF</u>	<u>5</u>
See part Donations Page (2-5) Code 4		Net Funds paid (Page 2-6 3b)	1328
		Balance carried forward	<u>944</u>
	<u>2272</u>	(See Liability Accruals Page 2-9)	<u>2272</u>
<u>Children's Fund (Restricted)</u>			
Balance b/fwd:- 1234		Books	-
Interest (LDBF) <u>5</u>	1239	Easter Eggs & Sweets	-
Donations See Page (2-13) 9A	nil	(Page (2-6) 3a -17)	nil
		Balance (c/fwd)	<u>1239</u>
	<u>1239</u>		<u>1239</u>
<u>St Michael's Mothers Union (Restricted)</u>			
Balance b/fwd for Banner Repairs Fund	60.30		-
Interest (LDBF) <u>.26</u>	<u>.26</u>	Balance carried forward	<u>60.56</u>
	<u>60.56</u>		<u>60.56</u>
<u>St Michael's Youth Club (Restricted)</u>			
Balance brought forward	768		-
Interest (LDBF) <u>3</u>	<u>3</u>	Balance carried forward	<u>771</u>
	<u>771</u>		<u>771</u>
<u>St Michael's Choir Fund (Restricted)</u>			
Balance brought forward	232		
Interest (LDBF) <u>1</u>	<u>1</u>	Balance carried forward	<u>233</u>
	<u>233</u>		<u>233</u>

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL – AUGHTON

NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

8. Notes re PCC Designated Funds, the Restricted Funds and the Endowment Funds:-**FUND MOVEMENTS** (Continued)

Income			Expenditure	
<u>FRIENDS OF ST MICHAEL (Designated)</u>				
Balance brought forward	24402		Coffee Morning + Speaker	-
Interest (LDBF)	<u>111</u>	24513	Page (2-6) 3c Code (25)	nil
Tax Claims Recv'd in 2020		<u>714</u>		
		25227*	Church Boiler Repairs	651
Bridge Mornings x 1	946		Church Tower- Clock Service	<u>160</u>
Coffee Morning + Speaker	-			
Chocolatier Event	-		Page (2-19) Major Capital Expend.	811
Donations (from Bell Ringers)	<u>300</u>	1246	Graveyard Bin Waste (Page2-15)	1321
Page (2-5) 2e Codes (12)			Graveyard Grass Cutting (Page2-15)	<u>2110</u>
Membership Subs for yr (Non G/A)		460		
Membership Subs for yr (G/A)		<u>2775</u>	TOTAL Expenditure	<u>4242</u>
Page (2-5) 2a Codes (4)				
TOTAL Income – other sources		<u>4481*</u>	Balance carried forward	<u>25466</u>
		<u>29708*</u>		<u>29708</u>
 <u>LEGACIES (PCC Designated)</u>				
Balance b/fwd:-	9137		Re-designated to PCC General Funds	19589
Interest (LDBF)	<u>39</u>	9176		-
Mr Roy Thompson	20000		Balance (c/fwd) current a/c	3478
Mrs Kath Thomas	<u>3478</u>	<u>23478</u>	Balance (c/fwd) LDBF d/a	<u>9587</u>
Page (2-5) 2a Codes (7)		<u>32654</u>		<u>32654</u>
 <u>Mission Opportunities Fund PCC(Designated)</u>				
Balance brought forward	2341		Re-designated to PCC General Funds	2341
Interest (LDBF)	<u>3</u>	2344		
		<u>2344</u>	Balance c/fwd	<u>3</u>
				<u>2344</u>

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON
NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

8. Notes re PCC Designated Funds, the Restricted Funds and the Endowment Funds:-

FUND MOVEMENTS (Continued) Page (2-6) 3b Code (18)

(All values to the nearest £)						(NOTE)
Code		Unrestricted Funds	Restricted Funds	Total 2020	Total 2019	<u>Contra Payments direct to charities re monies raised by Congregation.</u>
						<u>By Weds Fellowship</u>
18	Overseas Mission					
	Bible Society	nil	-	nil	nil	
	C M S	nil	-	nil	nil	
	Leprosy Mission	nil	-	nil	nil	
	U S P G	<u>nil</u>	<u>-</u>	<u>nil</u>	<u>nil</u>	
		<u>nil</u>	<u>nil</u>	<u>nil</u>	<u>nil</u>	
18	Christian Relief and Development Agencies					
	Child Sponsorship via Tear Fund/Compassion	-	1333	1333	1225	50
		<u>nil</u>	<u>1333</u>	<u>1333</u>	<u>1225</u>	
18	Home Missions and Church Societies					
	Children's Soc. Boxes & Crib Service		-	-	-	416
	Church Army	-	-	-	-	
	Church Urban Fund	-	-	-	-	
	Churches Together	<u>100</u>	<u>-</u>	<u>100</u>	<u>100</u>	
		<u>100</u>	<u>nil</u>	<u>100</u>	<u>100</u>	
18	Secular Charities					
	Alzheimers Dementia Research		-	-	-	833
	Cystic Fibrosis	-	-	-	-	2465
	Litherland School Clothes	-	-	-	-	-
	Leukaemia & Myeloma	-	-	-	-	100
	Stroke Association	-	-	-	-	-
		<u>nil</u>	<u>nil</u>	<u>nil</u>	<u>nil</u>	
	Totals	<u>100</u>	<u>1333</u>	<u>1433</u>	<u>1325</u>	£3714 + £150

NB:- The Unrestricted funds were monies donated by the PCC from the Church funds to various charities. This year the PCC again decided, on the Treasurer's advice, that as we must continue to ensure full payment of our Parish Share (£78,358 p.a), we cannot afford to pay any more Charity Gifts until we are breaking even, without relying on the Investment Bond increases. We cannot continue making operational losses every year, hoping they will get covered by increases in Investment Bond value or by Legacies. Even so our Cash Resources decrease every year as the Bond Capital hopefully increases. The Corvid Lockdown has reduced our Income both in Plate Collection receipts and Fund-raising events.

The PCC has requested various in-house groups of St Michaels to sponsor one of the Charities above, by means of small regular donations or by other means which have proved successful as shown above. The Child Sponsorship is donated money paid by Direct Debit to "Compassion UK" re four overseas children. The Contra Payments are monies (£3,864 in total) collected by the Parishioners for special charity fund raising events, and are not part of the Church Accounts.

NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

9. ANALYSIS OF NET ASSETS BY FUND.

(All values to the nearest £)	<u>(UNRESTRICTED)</u>		<u>RESTRICTED</u>	<u>ENDOWMENT</u>	Totals
	General Funds	Designated Funds	<u>Funds</u>	<u>Funds</u> 2020	2019
Fixed Assets					
<u>PCC</u>					
Aberdeen M-M Ethical Bond	55275		-	12000	58373
Church Hall (since 1999)			273799	273799	273799
	<u>55275</u>		<u>273799</u>	<u>12000</u>	<u>332172</u>
				<u>341074</u>	
<u>Current Assets</u>					
<u>PCC</u>					
Santander	10608	3478	-	14086	14857
L D B Finance	1486	9590	28714	Nil	39621
Social Group			1005	1005	2324
Wednesday Fellowship			414	414	474
Total PCC Current Assets	12094	13068	30133	Nil	57276
PCC Debtors	3206		694	3900	6360
<u>PCC Liabilities</u>	<u>(nil)</u>		<u>(944)</u>	<u>(944)</u>	<u>(1254)</u>
Net PCC Current Assets	<u>15300</u>	<u>13068</u>	<u>29883</u>	<u>Nil</u>	<u>62382</u>
<u>School Governors.</u>					
TSB Account			6782	6782	5856
TOTAL NET	<u>70575</u>	13068	<u>310464</u>	<u>12000</u>	<u>406107</u>
					<u>400410</u>

9A. ANALYSIS OF DONATIONS – VOLUNTARY INCOME -Page (2-5) 2a Code 4

	<u>UNRESTRICTED</u>	<u>RESTRICTED</u>
Child Sponsorship Donations	-	1018
Church Flower Donations	76	
Funeral Donations	305	
Ecclesiastical Policy sale bonus	130	
Santander Bonus re a/c transfer	1000	
Social Committee re Lychgate repair	-	1475
Personal Donations (13)	1360	1725 (12) G/Aid (Not Restricted)
Numerous Donations (14)	620	
Electronic via Card Reader (Goodbox)	137	
Electronic via Website (SumUp)	32	400 (5) G/Aid (Not Restricted)
	<u>3660</u>	<u>2493</u>
	<u>6153 + 2125 G/A Donations</u>	
Total Donations =£8278)		

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON
NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

10. **ANALYSIS OF INCOME FROM CHURCH ACTIVITIES**

PAGE (2-5) 2e/12 AND PAGE (2-6) 3c/25

Church Hall Account

INCOME			EXPENDITURE		
2019		2020	2019		2020
	<u>Donations for Heat & Light:-</u>			<u>Operation Costs:-</u>	
64	Allotment Society	-		Salary (Hall)	3741
-	Bible Study Group	45	4580	Salary (Admin)	856
				Less Furlough(-) 2002	2595
-	Choir Fees Donated	-	1068	Electricity	750
-	Choir Donation	-	1000	Gas	753
30	Ladies Breakfast	-	318	Water Rates	341
701	Sunday Catering	119	<u>165</u>	Sunday Catering	<u>28</u>
<u>100</u>	Wednesday Fellowship	<u>100</u>	<u>7131</u>	Operations Total	<u>4467</u>
<u>895</u>	(Code 2e -12) Sub Total	<u>264</u>			
	<u>Donations for Maintenance Work</u>			<u>Major Maintenance Work</u>	
-	Per Social Group	1475	-	Interior Decoration	1475
-		-	-	Exterior Wall Crack	<u>100</u>
nil		<u>1475</u>	nil		<u>1575</u>
	<u>Hall Hire:-</u>			<u>Maintenance & Repairs: -</u>	
962	Art Class	377	77	Alarm Service	55
1092	Art Lessons	312	192	Boiler Service	168
137	Away Days	-	5	Batteries	12
600	Embroidery Class	150	30	Brown Bin Annual Fee	-
182	Emma Jones	-	11	Curtain Rods	-
-	German Lessons	78	67	Cleaning Materials	38
			343	Ceiling Lights renewed (3)	-
			32	Exterior Wall Key Box	30
608	Ormskirk Pilates	169	208	Fire Service	150
			-	Fire Extinguisher	84
553	Parkinson's Society	345	333	Insurance – Fire	336
			26	Keys	24
			-	Kitchen Equipment	27
			66	Light Tubes	-
--780	Tai Chi Class	377	14	Stationery & Stamps	-
			-	Vacuum Cleaner	50
1553	U3A – Table Tennis	683	77	Towels & T/Rolls	56
208	U3A – Botany	104	14	Virus Sanitising	284
			<u>50</u>	Window Cleaning	<u>50</u>
546	Yoga Flow Class	208			
<u>260</u>	Private Parties	<u>169</u>			
<u>7721</u>	(Code 2e-12)Sub Total	<u>2972</u>	<u>1545</u>	Maintenance Total	<u>1364</u>
				(Code 3c-25)	
8616	Total Income	4711	8676	Total Expenditure	7406
<u>60</u>	EXCESS EXPEND	<u>2695</u>			-
<u>8676</u>		<u>7406</u>	<u>8676</u>		<u>7406</u>

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

10a. ANALYSIS OF CHURCH ACTIVITIES PAGE (2-5) CODES 2a,2b & 2e
AND (PAGE (2-6) 3a & 3c

INCOME**EXPENDITURE****2a Code (8) and 3c Code (23a)****Churchyard Account**

<u>2019</u>		<u>2020</u>	<u>2019</u>		<u>2020</u>
500	Parish Coun. Grant	500	2760	Grass Cutting	2760
<u>150</u>	Aughton Charities Grant	150	5	New Tap	-
650	Grants Received 2020	650	1207	Waste Bin Contract	<u>1321</u>
2760	Per Friends St M.	3431			4081
<u>562</u>	DEFICIT (2019)	<u>nil</u>	<u>-</u>	Surplus (2020)	<u>nil</u>
<u>3972</u>		<u>4081</u>	<u>3972</u>		<u>4081</u>

2e Code (12) and 3c Code (25)**Card Stall Account**

57	Sales 2020	Nil	70	Purchases 2020	79
----	------------	-----	----	----------------	-----------

2e Code (12) and 3c Code (25)**Trading Account**

25	Sale of Tea Towels	27	nil	Purchase Tea Towels etc	nil
----	--------------------	-----------	-----	-------------------------	------------

2e Code (12) and 3c Code (25)**Magazine Account**

23	Donations	5	346	Rioch Copier ½ Rental	247
<u>350</u>	Adverts	<u>nil</u>	267	Ricoh “ ½ Copies	302
373	Code (2e-12)	5	94	Ricoh ½ Paper	78
	(Copier returned Oct 2020		-	Rioch Staples	-
	Magazine now OnLine)		520	Print Dec. Issue	<u>nil</u>
<u>854</u>	Excess Expenditure	<u>622</u>	<u>-</u>		
<u>1227</u>		<u>627</u>	<u>1227</u>	Code (3c-25)	<u>627</u>

ST. MICHAELS CHRISTMAS PARTY 2020

<u>Income</u>	<u>£</u>	<u>Expenditure</u>	<u>£</u>
(NOT HELD)	NIL		NIL

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

(All values to the nearest £)

11.

ANALYSIS OF STATUTORY FEES
PCC CHURCH FEES Page (2-5) 2d - Code 11

INCOME		EXPENDITURE	
2019	2020	2019	2020
<u>Weddings</u>			
2008 P C C	448		
306 Banns & Wed/Cert	48		
240 Heat & Light	40		
		70	Video
<u>240</u>	<u>NIL</u>		NIL
<u>2794</u>	<u>536</u>	<u>70</u>	<u>NIL</u>
<u>Funerals</u>			
6440 P C C	4096		
<u>840</u>	<u>246</u>		
<u>7280</u>	<u>4342</u>	<u>10004</u>	<u>Surplus PCC Fees</u>
<u>10074</u>	<u>4878</u>	<u>10074</u>	<u>4878</u>

ANALYSIS OF CHURCH MINISTRY**Various Items Page (2-6) 3c**

	<u>2019</u>		<u>2020</u>
<u>Code 19</u>	79043	Diocesan Quota	78358
Code 21		<u>Clergy Expenses:-</u>	
	700	Rector – Mileage	365
	<u>212</u>	Telephone	<u>172</u>
	<u>912</u>		<u>537</u>
Code 21		<u>Rectory Expenses:-</u>	
	3048	Council Rates	3168
	<u>465</u>	Water Rates	<u>451</u>
	3513	(Less ½ Costs donated	3619
		H/T Bickerstaff 1814)	
	18	Stationery	15
	<u>14</u>	Rectory Inks	<u>17</u>
		½ Benifice Laptop	<u>264</u>
	<u>3545</u>	Page (2-6) Code3c-21	<u>3915</u>
Code 21		<u>Visiting Clergy</u>	
	114	Clergy Expenses	16
	-	Readers Subs	<u>-</u>
			<u>16</u>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

for the year ended 31st December 2020.

ANALYSIS OF CHURCH ACTIVITIES Page (2-6) 3c

12.

Code		2020	Designated	Restricted	Totals	2019
20	<u>Wages/Salaries</u>	<u>3779</u>			3779	4446
	<u>Sexton Duties</u>	3779				
	N.I.S (Set Off £138) nil				nil	nil
	<u>Parish Admin Work</u>	3669			3669	4403
	N.I.S. (Set Off £133)	nil			nil	nil
	Pension costs	133			133	126
	Wedding Fees (Apl to Oct)	358			358	-
	Funeral Fees (Apl to Oct)	1689			1689	-
	Less HMRC Furlough - 5562 =	4066			4066	-
	<u>Organists</u>	<u>1255</u>			<u>1255</u>	<u>1332</u>
		<u>5321</u>			<u>5321</u>	10307
23a	<u>Church Running Expenses</u>					
	Telephone	694			694	674
		<u>694</u>			<u>694</u>	<u>674</u>
23a	<u>Upkeep of Services.q</u>					
	Altar Supplies/Service Books	-			-	264
	Candles	171			171	95
	Flowers	161			161	418
	Palm Crosses	-			-	39
	Sunday Link Sheet	146			146	344
		<u>478</u>			<u>478</u>	<u>1160</u>
23b	<u>Church Maintenance & Fabric</u>					
	Alarm Service	123			123	55
	Boiler Service	312			312	230
	Cleaning Materials	19			19	30
	Chalice Repair (Donated)	-			-	270
	Electric Cable	19			19	-
	Fire Ext. Service	342			342	190
	Fire Extinguishers	84			84	119
	Health & Safety Inspect	298			298	714
	Keys & Locks	7			7	35
	Toilet Rolls	6			6	40
		<u>1210</u>			<u>1210</u>	<u>1683</u>
23c	<u>Church Insurances</u>					
	Fire Insurance	3605			3605	3541
	Woodworm Insurance	299			299	293
		<u>3904</u>			<u>3904</u>	<u>3834</u>
24	<u>Church Utility Bills</u>					
	Electricity	601			601	737
	Gas	2068			2068	2890
	Water	375			375	49
		<u>3044</u>			<u>3044</u>	<u>3676</u>
	TOTALS	<u>14651</u>	<u>-</u>	<u>-</u>	<u>14651</u>	<u>21334</u>

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL – AUGHTON Page 2-18
NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.
 (All values to the nearest £)

12a.

Code 22

ANALYSIS OF CHURCH ACTIVITIES Page (2-6) 3c
PARISH TRAINING & MISSION COSTS

	<u>2020</u>	<u>Designated</u>	<u>Restricted</u>	<u>Totals</u>	<u>2019</u>
Advert Christmas Services	-	-	-	-	138
Adverts – School Calendar	-	-	-	-	50
Invitation Cards	8	-	-	8	-
Confirmation Bibles etc.	-	-	-	-	48
Virus Posters	43	-	-	43	-
Page (2-6) 3c Code 22	51	-	-	51	236
Advent Course Excess Costs	-	-	22	22	25
Coverdale Puppets	-	-	-	-	200
Fathers Day Beers	-	-	-	-	62
Goodbox Device (Donated)	-	-	-	-	372
Mission Opps (Page (2-6) 3c -22)	-	-	22	22	659
Coffee & Tots – Books/Sweets	-	-	-	-	55
Junior Church – Books	-	-	-	-	55
Childrens Fund (Page (2-6) 3a -17)			NIL	NIL	110
Totals	51	-	22	73	1005

Code 23a

ANALYSIS OF ADMINISTRATION COSTS Page (2-6) 3c

	<u>2020</u>		<u>2019</u>
Books & Ledgers	-		40
Computer Software(Donated)	143		96
Envelopes & Stamps	66		155
Household items	-		16
Ink & Pens	-		40
Passover Food	-		25
Redundancy Payment	6903		-
Remembrance Day Wreaths	108		
Sundries Stationery	<u>9</u>	7229	19
<u>Gifts:-</u>			
Flower Gifts (2)	<u>47</u>	47	50
<u>Subs:-</u>			
CCLI Licences	486		415
Church Music RSCM	107		105
LACR (Bells Subs)	10		-
Ormskirk Deanery Subs	40		40
Roots Web Subs	<u>27</u>	670	26
			104
<u>Risograph Costs:- Ink</u>	-		-
<u>Rioch Copier</u>			
½ A4 Paper	31		93
½ Copies	302		267
½ Rent/Service	<u>247</u>	<u>580</u>	<u>346</u>
Totals		<u>8526</u>	<u>1811</u>

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

NOTES TO THE FINANCIAL STATEMENTS (Continued)

(All values to the nearest £) for the year ended 31st December 2020.

13.

Code 23a

SMALL PHOTOCOPIER COSTS Page (2-6) 3c

<u>2019</u>	<u>EXPENDITURE</u>	<u>2020</u>	<u>2019</u>	<u>INCOME</u> (Page 5)	<u>2020</u>
20	Paper	-	10	Cash Sales (Code 12)	18
21	Toner	-			
-	Excess Income 2020	<u>18</u>	<u>31</u>	Deficit 2020	-
<u>41</u>	Total (Page 6 Code 23a)	<u>18</u>	<u>41</u>	Total	<u>18</u>

MAJOR CAPITAL EXPENDITURE Page (2-6) 3d

Code 27

	General Funds	Designated Ch. Maintenance	Restricted Funds	<u>2020</u> COST	<u>2019</u>
Altar Cloth & Pulpit Drop (Donated)	NIL	-	-	NIL	NIL
Sub Total	NIL	Nil	-	NIL	NIL
	<u>(Friends St. Michael)</u>				
Church Boiler repairs	-	-	651	651	-
Church Tower Clock Service	-	-	160	160	-
Clean Inside Church Windows	-	-	-	NIL	300
Church Roof Repairs	-	-	-	NIL	265
Survey of Church Electrics	-	-	-	NIL	168
Wood for Nativity Stand	-	-	-	NIL	123
New Wall Heater	-	-	-	NIL	80
Gift Aid Station Shelf	-	-	-	NIL	58
Water Heater Repair	-	-	-	NIL	53
Cable Connectors	-	-	-	NIL	35
	<u>NIL</u>	<u>NIL</u>	<u>811</u>	<u>811</u>	<u>1082</u>

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON
NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

ANALYSIS OF CHURCH ACTIVITIES

Page (2-5) 2b & Page (2-6) 3a

14. ST. MICHAELS LANTERN FESTIVAL & CHRISTMAS FAIR 2020

<u>Income from Stalls</u>	£	<u>Expenditure</u>	£
<u>NOT HELD</u>			
Donations in Lieu of Event	£355.00		Nil
TOTAL Page (2-5) 2b Code (9)	<u>£355.00</u>	TOTAL	<u>£ NIL</u>

WEDNESDAY FELLOWSHIP ACCOUNTS 2020 (RESTRICTED)

<u>Income</u>	£	<u>Expenditure</u>	£
Membership Subs.	110.00	Hall Light & Heating	100.00
Meeting Subs.	83.00	Speakers	30.00
Sundry Donations	<u>77.00</u>	Charity Donation - Compassion	50.00
TOTAL Page (2-5) 2e Code (12)	<u>270.00</u>	Charity Donation - Leukaemia	100.00
Excess Expenditure for 2020	<u>60.00</u>	Gift to Sexton	50.00
	<u>330.00</u>	TOTAL Page (2-6) 3c Code (25)	<u>330.00</u>
Excess Expenditure for 2020	(60.00)		
Plus Surplus fwd from 31/12/19	<u>473.75</u>	Funded by:-	
Cash at Bank 31/12/20	<u>£413.75</u>	Surplus carried forward to 2021	<u>£413.75</u>
Page (2-8) (6)			

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL – AUGHTON
NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.

Page 2 - 21

ANALYSIS OF CHURCH ACTIVITIES **Page (2-5) 2b & Page (2-6) 3a**
SOCIAL GROUP ACCOUNTS

14b

<u>INCOME</u>	£	<u>EXPENDITURE</u>	£
<u>Hot Pot Quiz (22/2/20)</u>		<u>Hot Pot Quiz (22/2/20)</u>	
Ticket Sales 75 @ £10.00 =	750.00	Yummy Catering 65 @£8.00 =	640 .00
4@ £ 5.00 =	20.00	Raffle Prizes & Sweets	52.50
Raffle Proceeds	<u>164.00</u>	Quiz Master (Andy)	<u>50.00</u>
	934.00	(Excess Income £191.50)	742.50
 BOOK SALES 12 Mths	 20.00	 (Excess Income £20.00)	
		 <u>GENERAL EXPENSES:</u>	
		Raffle Tkts	19.50
		Stationery	£5.00
		Net Cost of Various items	31.00
		Donation Hall Re-Decoration	<u>1475.00</u>
			<u>1530.50</u>
 <u>TOTAL INCOME</u>	 <u>£954.00</u>	 <u>TOTAL EXPENDITURE</u>	 <u>£2273.00</u>
 <u>SURPLUS EXPENDITURE (Held in Barclays Bank)</u>			
(Expenses £1530.50 Less£191.50;£20.00)	<u>1319.00</u>		
 TOTAL	 <u>£2273.00</u>	 TOTAL	 <u>£2273.00</u>
		Balance b/f 31/12/2019	£2324.43
		Less 2020 Excess Expend(-)	<u>£1319.00</u>
		Barclays Bank Balance	<u>£1005.43</u>
		31/12/20	

Prepared by Mrs Lynn Trelford - Social Committee Secretary. Examined by:- Brian DeVonald - PCC Treasurer

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON
NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.
ANALYSIS OF CHURCH ACTIVITIES
Page (2-5) 2e and Page (2-6) 3c

14c

FOUNDATION SCHOOL GOVERNORS**DAY SCHOOL TRUST ACCOUNT**

(Restricted)

		2020 £	2019 £
	<u>Incoming Resources:-</u>		
	Income from Activities:-		
Code 2e-12	Aughton Pavilion Playgroup	1400	1400
Code 2c-10	Bank Interest	-	21
		1400	1421
	<u>Resources Used:-</u>		
	<u>Operating Costs:-</u>		
	School Altar	-	-
	Land Rent 2020 (No Invoice received)	-	-
	Insurance	399	397
	<u>Pre-School Repairs:-</u>		
	Two Fire Doors-Maple Leaf Contrs.	-	1950
	Ramp Repairs-Construction North	-	300
	Bibles for Childen	75	-
	<u>School Expenses:-</u>		
	-	-	-
Code 3b-22	<u>Total Expenditure</u>	474	2647
	Net Income/(Outgoings)	926	-(1226)
	Balance from previous year	5856	7082
	Balance as at 31 st December 2020	6782	5856
	<u>Funded By:-</u>		
Page 2-8	Lloyds/TSB Cheque account	6782	5856
Note 6			

Accounts prepared by:-

Mrs Janet Smith

Accounts examined and found correct by:-

E.B.DeVonald

PCC Treasurer

20th January 2021

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

NOTES TO THE FINANCIAL STATEMENTS (Continued)
For the year ended 31st December 2020.

15. Bank Reconciliation as at 31st December 2020.

BANK A/C's AS AT 1/1/2020	Net C/A& D/A	£ 14,857.28
	Per Year End A/c's	
LEDGER INCOME to Date	31-Dec-20	<u>£135,515.42</u>
		£150,372.70
LESS		
LEDGER EXPENDITURE to	31-Dec-20	<u>£(136,286.21)</u>
BANK BALANCE AS AT :-	31-Dec-20	£ 14,086.49

PER BANK STATEMENTS:-

	C/A	£ 14,374.66	
AS AT 31-Dec-19	D/A	£ -	£ 14,374.66
PLUS CREDITS NOT POSTED;- 30/12/2020			£ -
00			£ 14,374.66

LESS CHEQUES NOT PRESENTED:

On Line	£261.17	<u>£ (288.17)</u>
On Line	£ 17.00	£ 14,086.49
On Line	<u>£ 10.00</u>	
	<u>£ 288.17</u>	

LEDGER BALANCE AT 31st December 2019 **£ 14,086.49**

Page (2-8) Code 6

Mr E B DeVonald
PCC Treasurer

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL – AUGHTON Page 2 - 24
NOTES TO THE FINANCIAL STATEMENTS (Continued)
for the year ended 31st December 2020.
Financial Review – 2020

Due to the Corvid-19 Pandemic the PCC had to rely solely on the automated Offerings from the congregation by means of the Parish Giving Scheme and the Standing Orders to keep the Church viable and pay it's every day running costs. This was augmented by the Furlough Scheme to cover 80% of salary costs and some various Donations. Even so, the PCC sadly had to make the position of Sexton redundant by the end of October. The position had become unaffordable over the past several years in relation to our income. The importance of the congregation making their Offerings by automated means has surely been proved. Without them the effect on the Church finances would have been disastrous. The **Operating Loss** for 2020 **reduced to £ 3,519** from £9,181 for 2019, but would have been a **loss of £16.5K** if we had not received a Legacy for £20K. The Legacy enabled us to pay the **Parish Share of £78,358 in full** for 2020. **The Investment Bond again increased in value by £8902** and so converted the Operation Loss **to a Profit of £5697.** But even this profit is made up mainly by another Legacy of £4.3K.

Unfortunately, the Pandemic curtailed the funds raised normally such as Gift Day, Summer and Christmas Lantern Fair and the Social Committee, and of course the hard work performed by the Friends of St. Michael, whose automated Subscriptions covered some of the churchyard and fabric costs. We are thankful to the all the people involved. Without these money raising events we find it difficult to meet our obligations. The Social Committee also paid £1425 costs to redecorate the Church Hall. We must also give great thanks to our Congregation, many of whom have joined our Parish Giving Scheme, and also the people of Aughton and Nationwide who have supported our efforts to provide services to the community including U-Tube Services which contribute to a vibrant Parish Church.

The congregation have responded well to the PCC's request with their personal support of various Charities with at least £3,864 as shown on Page 2-12. Our Parish Share to the Diocese in part is charitable, as it enables other parishes in the diocese to function in their communities and perform their own charitable functions.

The **Church Hall** was again ably led by our Hall Manager whose title has changed to **Church Buildings Manager**. His dedication and hard work made the Hall "Virus Safe" in accordance with government guidelines. He has made many improvements to the Hall and rearranged the Hall Office now that the Risograph Printer has been returned. The Hall Rentals fell to £2,972 from £7,721 for 2019 due to being unable to open as normal. This caused a Loss of £2,695..

The Financial Outlook for 2021 is again affected by the Pandemic closing the church activities down drastically. If we can only rely on the Parish Giving Scheme and Standing Order Offerings total £4.5K per month, against a regular outlay of £2.5K per month, then we shall be £4K per month short in paying our Parish Share of ££6.6K. We will be able to pay the full Parish Share until March 2021, from then on it will be paid piecemeal as and when. Our Bond Reserves have £55K available to the PCC which would last 14 months if used. **We would then have to consider if St Michaels Church can carry on functioning.** Once the Church is allowed to operate again, we need to uplift our Fund Raising activities and **also increase our use of the Parish Giving System which is now able to be joined On-Line as well as by telephone.**

Reserves Policy - 2020

We can only have a Reserves policy if we have sufficient income to more than cover our outlay. Therefore the only Reserves we have to call upon are represented by the Investment Bond value. It is presently worth £67K of which £12K is an Endowment, leaving **£55K as PCC Reserves.**

Funds Available

The Notes to the Financial Statements, Page 2-13 show that PCC Unrestricted Fixed and Current Assets total some **£84K.** i.e. (The Aberdeen Multi-Manager Ethical Bond of £55K + Unrestricted net Current Assets £16K + Designated Deposit Balance of £13K). Therefore the available "Free Funds" after allowing for Reserves as above is £29K, of which the Debtors account for £4K of the total monies still due in 2021 from HMRC re Gift Aid tax claims, giving an actual funds available figure of £25K as at 31 December 2020. (The Parish Share alone costs £6,596 per month which will be paid out the next day, **leaving £18,500 available for 2021**).

Financial Plans for the Future

The PCC are taking an active part in the future plans laid out by the Ormskirk Parish Deanery to grow our Churches. We intend to continue promoting the activities of The Friends of St Michael and to promote the use of Legacies.

Brian DeVonald – PCC Treasurer.

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PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL – AUGHTON
NOTES TO THE FINANCIAL STATEMENTS (Continued)
RISK MANAGEMENT 2020.

Finance.

The PCC acted as **Financial Agent** for the following people/organisations:-

Liverpool Diocesan Board of Finance re Clergy Fees.

Fees for Bell Ringers, Organists, Vergers and Choir at Weddings.

Fees for Organists, Vergers, and Grave Diggers at Funerals.

Special Collections for:-

Children's Society, Compassion Child Sponsors, Litherland Schools Clothes, Salvation Army Clothes, Skelmersdale Food Bank, Traidcraft.

Financial Risk Rating:-

High impact x Low likelihood = Medium Risk

Our Reserves of £55K is available for any emergencies and maintenance required under the Quinquennial Inspection work to be done in 2021; especially as the Friends of St Michael have accumulated funds of £25K to help towards Church Fabric.

The church funds are held on current account with Santander Bank, and on call with the C of E Central Board of Finance. The existing £50K Ethical Investment Bond now valued at £67K, is run by Standard Aberdeen Multi-Manager Ethical Investments, and is regarded as holding the Reserves plus the £12K Miss Holmes Endowment. This is considered to be an appropriate and safe spread. Cash is kept in the Church safe (for short periods of time), no loose cash is left in the Church. All Plate and Envelope Donations are counted under Dual Control. All valuables are kept in a wall-safe, which itself is kept in the locked Vestry room, the keys of which are held by appointed persons.

Brian DeVonald - PCC Treasurer

Operational Risk Rating:-

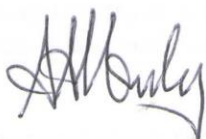
High impact x Low likelihood = Medium Risk

Should the Church building be unusable, services can be held in the Church Hall, which is situated on the opposite side of Church Lane to the Church buildings. A locked Hall Office will serve as a place to count monies and store valuables temporarily.

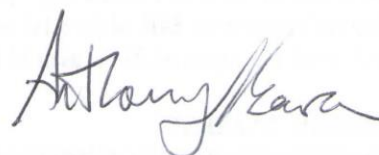
The Annual Report for the year 2020 was approved by the PCC on 25th March 2020 and signed on its behalf by:-

Rev. Andrew Housley.

Mr Anthony Bearon



Rector



Church Warden

PAROCHIAL CHURCH COUNCIL OF ST. MICHAEL - AUGHTON

INDEPENDENT EXAMINERS REPORT (SORP 2015)

to the PCC of St. Michael, Aughton

For the year ended 31st. December 2020 ,

as set out on pages (2-1) to (2-25) of the Annual Report.

Respective responsibilities of Trustees and Examiner

The PCC are responsible for the preparation of the accounts. They consider that an audit is not required for this year under section 144 of the Charities Act 2011 (the Charities Act) and that an independent examination is needed.

It is my responsibility to:

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

Basis of independent Examiner's statement

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

Independent Examiner's statement

In connection with my examination, no material matters have come to my attention (other than that disclosed below *) which gives me cause to believe that in, any material respect:

Accounting records were not kept in accordance with section 130 of the Charities Act
or the accounts do not accord with the accounting records

I have come across no other matters in connection with the examination to which attention should be drawn in order to enable a proper understanding of the accounts to be reached.

- N/A



Mr. I. Mooney,
14 Kingsbury Court,
Skelmersdale, Lancs.

March 2021.