

Chorley United Reformed Church

Charity Number: 1128897

Annual Report & Accounts 2021

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**CHORLEY UNITED REFORMED CHURCH CHARITY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

Charity Commission Number: 1128897

Church Address: 34 Hollinshead Street
Chorley
Lancashire PR7 1EP

Minister: Rev. Martin Whiffen

Church Manse Address: 6 Lingwell Close
Whittle le Woods
Chorley
Lancashire

Professional Advisers:

Accountants: R P Smith & Co
Chartered Accountants
2 Southport Road
Chorley
PR7 1HX

Stockbroker: N.G Stockton
Arnold, Stansby & Co.
3rd Floor
Alexandra Buildings
28 Queen Street
Manchester
M2 5JJ

General Finance: Finance Officer
URC NW Synod Office
Franklin Street
Eccles
Manchester
M30 0Q

Legal: Legal Officer
URC NW Synod Office
Franklin Street
Eccles
Manchester
M30 0Q

Kevill, Kirkham & Grayson
High Street Chambers
Chorley
Lancashire
PR7 1DU

**CHORLEY UNITED REFORMED CHURCH CHARITY
REPORT OF THE TRUSTEES
FOR THE YEAR ENDED 31 DECEMBER 2021**

This report includes information required by 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 (FRS102) (effective 1 January 2015).

ADMINISTRATIVE INFORMATION

Chorley United Reformed Church Charity is a local church of the United Reformed Church in Great Britain, and is a member church of the North West Synod of the Church. It was registered on 31 March 2009 as Charity Number 1128897.

Chorley URC Church is situated at 34 Hollinshead Street, Chorley, Lancashire PR7 1EP.

The members of the Elders' Meeting are registered as the charity trustees. Those who served from 1 January 2021 until the date this report was approved are:

Mrs Rees Ballard
Mrs Yvonne Barkby
Mrs Rachel Brown
Mr Brian Darbyshire
Mrs Fiona Hodson
Mrs Bernadette Phillips
Mrs Stella Kerr
Dr Grahame Barkby (Charity Commission contact for the period)
Mrs Kathleen Longton
Mrs Yvonne Meadley

STRUCTURE, GOVERNANCE AND MANAGEMENT

The activities of Chorley United Reformed Church are overseen by the Elders' Meeting of the Church in accordance with the provisions of The Structure of the United Reformed Church determined by the General Assembly of the United Reformed Church, and supplemented by the rules of Chorley URC Church. The governing document of the registered charity is a statement adopted by the Church Meeting on 1 February, 2009, which was reviewed and revised during 2017.

The Elders' Meeting is responsible for the financial administration of the Church, and the care and maintenance of Church premises and the manse. The Church Meeting (of all members wishing to attend) gives general guidance on the life and work of the Church. The Elders assist the Minister in the pastoral care of the church.

The members of the Elders Meeting are the minister in pastoral charge, Rev. Martin Whiffen, who was inducted in September 2011, and members of Chorley URC Church nominated and elected as Elders by the members of Chorley URC Church at a Church Meeting. Elders serve for 4 years, retire by rotation and are eligible for re-election. There is no limit on the number of consecutive periods of service. The members of the Elders' Meeting are the trustees of the registered charity during their period of service as elders unless they opt out or are ineligible.

The Elders are assisted in the administration of the Church, its property and its investments by committees established for Finance and Fabric. In line with the URC Model Trust, the URC "North Western Province Trust Company" act as custodian trustees on behalf of Chorley URC.

The Charity Trustees delegate to the Finance Committee the following tasks while maintaining responsibility for such:

- Overall management of the finances of the church within the agreed authority, financial limits and budgets.
- Monitoring/managing income and expenditure and making budget recommendations
- Proactively managing the church's investments within the investment objectives, delegated authority and financial limits agreed with the Charity Trustees.

The Charity Trustees delegate to the Fabric Committee the following tasks while maintaining responsibility for such:

- Managing the maintenance, upkeep and improvement of all church and manse buildings and fabric within the delegated authority and financial limits agreed with the Charity Trustees.
- Managing the lettings of all church buildings and when applicable the manse.

Church meetings have been limited during 2021 by the Covid 19 pandemic. The Elders' Meeting met monthly until lockdown and thereafter as required and as circumstances allowed, meeting either face to face or on Zoom as circumstances permitted. The Finance Committee and its Investment sub-group and the Fabric Committees did meet prior to lockdown and thereafter as for Elders. We were still able to monitor the church's investments and seek advice from the charity's financial advisers. Covid 19 still have not permitted the quarterly church meetings nor the Annual General Meeting which will be held as soon as Covid 19 regulations allow.

OBJECTIVES AND ACTIVITIES

As a local congregation of the United Reformed Church, Chorley United Reformed Church seeks to advance the Christian religion through its activities and the facilities offered to the community by its premises, described more specifically in its mission statement as:-

- *To reach out, speak out and gather in for Christ*
- *To be a centre of excellence in worship and praise*
- *To maintain and continue to develop the needs of our children and youth*
- *The Church with a heart in the heart of Chorley*

The Elders' Meeting is aware of the Charity Commission's guidance on public benefit in "The Advancement of Religion for the Public Benefit" and has regard to it in the administration of the Church.

The Elders' Meeting believes that, the Church provides benefit to the public by:

- *providing resources and facilities for public worship, pastoral care and spiritual, moral and intellectual development, both for the congregation and for anyone else who wishes to benefit from what the Church offers;*
- *promoting Christian values and service by members of the congregation to the community, for the benefit of individuals and society as a whole.*

Our Community Engagement Project and any activity arising from that are based on the following additional mission statement which supplements the above:-

To provide or facilitate the provision of services and activities that respond to and meet identified local community needs and that are delivered within premises that are fit for purpose, whilst maintaining an appropriate and contemporary place of Christian worship.

This project is on-going and further details of activity and progress during the year are outlined later in the report under the appropriate headings.

REVIEW OF ACTIVITIES AND ACHIEVEMENTS

Worship and Prayer

The church has been blessed with some very talented and dedicated people who give selflessly of their time and expertise to ensure that the quality of worship and pastoral care continue. Though face to face worship went into abeyance following the Covid 19 pandemic during 2020, we have since been able to offer our usual range of services during 2021, but this has been limited by a ceiling collapse in the revamped worship area of the church premises, rendering that space unusable until repairs have been made. Our weekly online

service remains freely available on You Tube, still being recorded on DVD's for house-bound church members and, for those who don't have access to You Tube, delivered by hand if necessary.

We were not able to celebrate any baptisms or weddings and held only 1 funeral in our church during 2021.

Mission and evangelism

Mission has progressed during 2021. As well as the weekly on-line services on You Tube continuing to which we continue to receive positive responses and being able to resume Café Church with its puppet ministry, our community worker has been busy during 2020 and 2021 with the setting up of The Repair Café, The Meeting Place and The Refugee/Asylum Seekers Centre as expressions of our faith demonstrating God's love for the community.

"Dreaming our Dreams" 2012 A vision for the next 5 years - and beyond

Further progress beyond what we achieved in 2019 has been held up by the Covid 19 pandemic, though the targets we set out in that document under the headings of Worship, Mission/Evangelism, Caring/Service (both for the local community in liaison with outside agencies and for our own church family), and Learning are unchanged and will continue to be taken forward by the church as circumstances allow following Covid.

Church and manse buildings and fabric

To facilitate our objectives and activities it is important that we maintain the fabric of all the church premises, despite the events of the last 2 years.

This is the role of the Fabric Committee with their ongoing programme of preventative maintenance and improvements to the fabric and property, keeping within budgetary guidelines. However, in view of the proposed church development, only essential maintenance is still being carried out at present. Both the gas and electric supply contracts continue to be monitored to ensure value for money.

The charity trustees are mindful that we should use our monies and assets wisely and effectively and not squander monies. They consider that the responsible use of our resources is still to develop on our present site to provide more flexible and versatile premises that are attractive, more efficient and ecologically and disabled friendly for the benefit of the community, while still providing premises that would be recognisable as a place of worship. This decision is unchanged from 2019. The Church Development Group continues to take this forward, but progress has been limited by the impact of the Covid 19 pandemic.

Community care

The use of our school buildings, including the upgraded kitchen, by a varied number of organisations and community groups resumed in 2021.

The possibility of potential partner local charities and organisations who have previously expressed an interest in working with us in the future will need to be clarified post-Covid and in the light of further revamping of our premises.

In revisiting the needs of the local community by repeating the CEP during 2017, that report confirmed that very little had changed and most of those needs remained. In 2020 our researchers confirmed that this would still be the case, in fact even more so, post Covid. Consequently our community worker has been able to resume the monthly Repair Café, a free service for those on low incomes run with qualified registered trades people (volunteers), working on domestic appliances and within health and safety guidelines, and has in addition, during 2021 been able to set up

- The Meeting Place, a drop-in facility for the vulnerable and isolated in the community, 2 days a week with a part-time co-ordinator in post
- The Refugee/Asylum Seekers Centre, hosted by The Meeting Place with a contract from Lancashire CC.

The Meeting Place and The Refugee/Asylum Seekers Centre run with the support of and in collaboration with the NHS and Chorley BC, including partnerships with their community and social prescribing teams, and other voluntary organisations such as Citizens Advice also contribute to provide support for those attending. A Community Project Fund has been set up within the charity accounts for funding of these community projects.

The Future

The worship space of our present premises is now a much more versatile and flexible space for community use during the week, but its use has recently been stalled by a ceiling collapse. Plans for a new community centre came to a halt during 2020 for number of reasons previously stated in the 2020 report.

We are now looking to revamp the present community buildings (the old schoolrooms) and not pursue a new build, seeking advice from the architects as to the possibilities and hopefully providing facilities equating to those that would have been provided by the proposed new build community centre. This would take account of the community facility provided by the revamped worship space.

This proposal is now hampered by the ceiling collapse in the worship space and the cost of ceiling and roof repairs. Discussions on the future are on-going, taking appropriate professional advice and seeking the support of the North West Synod of the URC.

FINANCIAL REVIEW

Overview

The financial management structure under the overall management of the Charity Trustees/Elders with Finance and Fabric Committees continues to function well. This eases the day to day burden on the Charity Trustees/Elders for financial, property and investment matters and given them more time for pastoral activities and developing our vision for the future.

We believe that we have managed the church's financial activities in the last year well, despite ageing and smaller congregations and falling membership and despite the Covid 19 pandemic and not being able to hold regular services for some of the year. Church members and friends have responded in their giving to ensure that the charity's expenses were met. The North West Synod of the URC also responded with a one-off grant to cover loss of income from collections and lettings in 2020, a significant but temporary reduction in M&M for 2021 and assisting the charity with a successful insurance claim for loss of income from donations and lettings.

To ensure that monies for church development are set aside from other income and expenditure, the Church Development Fund Account remains. The income to this fund from church members and regular worshippers reflects the confidence they have in the way forward. Equally to ensure that monies for the above community work are set aside from other income and expenditure, the Community Project Fund was set up as above.

With the help of the NW Synod as above, we have still been able to meet all our expenses, but, as Notes 8 and 9 to the Financial Statements show, but our giving to varying charities and deserving causes was able to continue 2021 though the Covid pandemic did have some impact, totalling £3,130. In addition, there were some direct donations from fundraising activities that did not pass through the accounts.

Our investments took a hit as described earlier, but, working closely with our financial advisers, there has since been some recovery.

In view of possible church developments as described earlier and the financial implications, the concerns that the Minister and Elders have around regular giving continue to be addressed with the membership and congregation and the TRIO material produced by the URC, which is based on proportionate giving, is available to us.

The church's contribution to the URC's Ministry and Mission Fund through the North West Synod of the URC was still the major item of expenditure for 2021 and will be for 2022. As the sum is calculated in arrears, there are fewer church members to raise that money, but any capital and capital assets for church development and donations/income for such and community projects are now ring-fenced and excluded from its calculation, as will be monies designated for ceiling/roof repairs.

Expenditure for 2021 includes some expenses for the community worker, but the major expenses will be met centrally by the URC.

The full financial implications of church development on our present site cannot at this point be fully addressed, though the development team will be working on estimated costings as the project proceeds. If we find that the costings for any further community development are beyond what the charity can resource and put the charity's finances and activities in jeopardy, then the charity trustees will review the scope of that development and proceeding further, hopefully without losing key facilities for the community as far as possible. Any discussions and decisions will take account of the need for ceiling/roof repairs. Major decisions will go to the church meeting in accord with our constitution for ratification before any action can be taken.

Ideally, the Charity Trustees would wish to have in hand an amount equal to at least 6 months regular expenditure for "business as usual". The cash balances at 31 December 2021, excluding the Church Development Fund, the Community Project Fund, other designated monies for church development, any restricted funds and Fabric Committee accounts, represent approximately 4 months of known estimated budgeted expenditure for "business as usual" during 2022. The finances of the Fabric Committee having been impacted by the Covid 19 pandemic, did not allow them to contribute towards M&M for 2021. Both treasurers consider that we still have sufficient funds to cover the church's fixed expenses for 2022, while still being able to put some monies aside for ceiling/roof repairs at the end of 2021.

The bank and cash balances at 31 December 2021 were as follows.

General funds: £65,478 compared with £50,005 in 2020. This is an increase compared with previous years and reflects the support of church members and friends during the Covid 19 pandemic and for the church's plans for development. The possible impact of an ageing congregation and the associated reduced direct and indirect giving, and fewer weddings remains.

All designated funds, excluding capital assets and investments: £91,669 compared with £118,807 in 2020.

All restricted funds: £6,774 compared with £843 in 2020; this reflects donations made for church development.

Total balance all funds, excluding capital assets and investments: £163,951 compared with £169,655 in 2020,

The income and expenditure of new Church Development Fund Account includes both designated and restricted funds and the cash balance of that fund at 31st December 2021 stands at £93,458 compared with £133,597 in 2020. This figure excludes associated capital assets in accounting resulting from church development during 2020.

Investments at 31 December 2021 totalled £83,269 compared with £79,380 in 2020. These figures reflect expenditure on church development, stock market activity, the active management of the charity's investments by our financial advisers to ensure the best return on our investments and the release of funds for church development.

Further comments are made under "Major risks to the charity".

Designated Funds

The Charity currently operates 6 designated Funds with the encouragement of the Church Meeting. These have been described in Note 14 of the Financial Statement as:-

Fabric Committee Fund

Sick and Needy

Tiddlers

Ladies Fellowship Donation Fund

Designated Funds within the Church Development Fund Account

Ceiling/roof Fund

The purpose and movement within funds during the year is shown in Note 14 of the Financial Statement.

Restricted Funds

The Church Fund includes 9 restricted funds for 2021, where the monies can only be used for the specific purpose for which they were entrusted to the church. These monies were not at

the disposal of the Charity Trustees/Elders/Church Meeting for any other purpose. They are described in Note 15 of the Financial Statement along with the movement in the funds during the year and include the Restricted Funds within the Church Development Fund Account and the Hollinshead Centre Appeal Account that was opened in March 2020.

Payments to employees and Charity Trustees

The charity no longer has any employees. Our cleaner is now self-employed.

The church organist was paid an honorarium of £2,160 during the year. The Charity Trustees have not seen any conflict of interest in this payment. He retired at the end of 2021.

It should be noted that the majority of the work of the charity is carried out by willing volunteers and it is only when the work is too difficult or specialist that we employ outside contractors.

Major risks to the charity

There are probably 6 continuing major risks to the charity:

- A continuing fall in the number of people worshipping at the church in recent years directly related to an increasingly ageing congregation/membership. Approximately 90%+ of our Voluntary Income is direct giving by members and adherents, in which recovery under Gift Aid is significant. This particularly emphasises the need for our Minister and Elders to monitor the progress and funding of our activities and ensure that the charity continues to fulfill its objectives.
- Risks to investments. The Finance Committee continues to seek professional advice to review and re-balance its investment portfolio as required to safeguard and diversify its capital investment and reduce the level of risk while still seeking a significant level of capital growth and income from investments. Though the market value of our investments was affected by the Covid 19 pandemic during 2020, there has been some recovery in 2021 and we have still met a target income from investments of 4%. Risks to our investments will constantly be kept under review. This capital will be a major contribution to the costs of church development.
- Increasing costs for developments arising from "Dreaming our Dreams". Some are relatively minor and easily met while others are major, such as the church development, for which we will seek grants and other sources of outside funding as we move forward in liaison with professional fundraisers and national and local outside agencies, statutory and non-statutory. With professional advice, we still hope to be able to overcome the obstacles to successful applications for grants that we had previously identified. The positive response from church members and regular worshippers, the support of the North West Synod of the URC and its head office and the feedback from our professional fundraisers, positive so far, are all encouraging signs.
- Our work in the Open Kitchen, the Repair Café and The Meeting Place highlights issues around safeguarding for vulnerable demographic groups. Our policies and procedures continue to be reviewed and updated along with the provision of regular training.
- It had been identified that our present premises are sitting on top of an old coal seam and mine workings originating a few miles away. There is the risk of subsidence that is very likely to account for some of the structural problems that are now apparent in our present premises. As we pursue church development on our present site, we are seeking professional advice on what can be realistically achieved on our present site, particularly in light of the above risk, and overcoming such, which is very likely. Any such development is now compromised by the need for ceiling/roof repairs following the ceiling collapse in the revamped worship space
- Any church development, which now has to take account of the ceiling collapse, has the potential for risk as follows.

1. Financial risk of funds being committed to any redevelopment and that fails and funds cannot be recovered, though professional support/advice and sourcing outside funding should minimise this risk.
2. Building work, when completed, being found to be not fit for purpose. By having repeatedly researched the needs of the local community and ensuring that our plans meet those our requirements as well as our own and with further advice from architects and surveyors, this risk will be minimised.
3. The risks of any proposed church development to the charity's finances in future years. As well as our own accountant, the legal and financial advisers of the North West Synod of the URC will also be ensuring that the charity does not take any unnecessary or undue risks.
4. Following local elections, the council may change its planning strategy. However, we understand from council officers that this remains very unlikely. Financial support from the council has been provisionally suggested, but no financial support is as yet forthcoming.

As previously stated, if we find that the costings are beyond what the charity can resource and put the charity's finances and activities in jeopardy, particularly in light of need for ceiling/roof repairs, then the charity trustees will continue to review the scope of any church development and think again about proceeding any further. The development group are aware of these issues and continue to take professional advice.

The Charity Trustees are aware of the financial implications of the above issues. All church members and the wider congregation will be continually kept informed of the charity's finances, particularly in light of developments arising from "Dreaming our Dreams", the need for ceiling/roof repairs and any proposed church development.

This report, with the approval of the Church Meeting, was compiled by Dr. Grahame Barkby (Charity Commission contact for the period) and approved by the Charity Trustee's/Elders' Meeting on 8th June 2022 and is signed on its behalf by Mrs K Longton, Charity Trustee.



2022

Registered Charity Number: 1128897

CHORLEY UNITED REFORMED CHURCH
FINANCIAL STATEMENTS
TO
31 DECEMBER 2021

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**STATEMENT OF FINANCIAL ACTIVITIES
FOR THE YEAR ENDED 31 DECEMBER 2021**

		Unrestricted Funds		Restricted	TOTAL	TOTAL
	Note	General	Designated	Funds	2021	2020
		£	£	£	£	£
INCOME FROM:						
Donations and legacies	2	51,194	20,623	13,942	85,759	74,833
Other trading activities	3	517	0	0	517	6,762
Investments	4	18,991	4,010	0	23,001	24,093
Other	5	16,035	292	0	16,327	202,459
Total income		<u>86,737</u>	<u>24,925</u>	<u>13,942</u>	<u>125,604</u>	<u>308,147</u>
EXPENDITURE ON:						
Charitable activities:						
URC Ministry & Mission Fund	6	33,542	0	0	33,542	43,459
Ministerial costs	7	2,985	4,100	0	7,085	6,173
Costs of church activities	8	36,471	46,020	5,893	88,384	29,516
Grants payable and restricted donations passed on	9	0	924	2,078	3,002	2,150
Total expenditure		<u>72,998</u>	<u>51,044</u>	<u>7,971</u>	<u>132,013</u>	<u>81,298</u>
Gains/(losses) on investment assets	12.2	<u>0</u>	<u>2,506</u>	<u>0</u>	<u>2,506</u>	<u>(41,081)</u>
NET INCOME/(EXPENDITURE		13,739	(23,613)	5,971	(3,903)	185,768
Transfers between funds		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net movement in funds		13,739	(23,613)	5,971	(3,903)	185,768
Total funds b/fwd 1 January 2021		57,907	424,669	106,416	588,992	403,224
Total funds c/fwd 31 December 2021		<u>71,646</u>	<u>401,056</u>	<u>112,387</u>	<u>585,089</u>	<u>588,992</u>
			(Note 14)	(Note 15)		
MONIES RING-FENCED FOR CHURCH DEVELOPMENT AND RESTRICTED FUNDS TO BE PASSED ON	16	<u> </u>	<u>366,229</u>	<u>106,203</u>	<u>472,432</u>	530,009
			(Note 16)	(Note 16)		
Total funds c/fwd 31 December 2021 adjusted for ring-fenced monies		<u>71,646</u>	<u>34,827</u>	<u>6,184</u>	<u>112,657</u>	58,983

BALANCE SHEET
AS AT 31 DECEMBER 2021

		Unrestricted Funds		Restricted Funds	TOTAL 2021	TOTAL 2020
	Note	General £	Designated £	£	£	£
FIXED ASSETS						
Tangible assets	11	0	225,183	275,573	500,756	500,756
Investments	12	0	83,269	0	83,269	79,380
		<u>0</u>	<u>308,452</u>	<u>275,573</u>	<u>584,025</u>	<u>580,136</u>
CURRENT ASSETS						
Debtors	13	6,168	905	40	7,113	9,201
Bank and cash balances		<u>65,478</u>	<u>91,699</u>	<u>6,774</u>	<u>163,951</u>	<u>169,655</u>
		<u>71,646</u>	<u>92,604</u>	<u>6,814</u>	<u>171,064</u>	<u>178,856</u>
CURRENT LIABILITIES						
Creditors payable within one year		<u>0</u>	<u>0</u>	<u>(170,000)</u>	<u>(170,000)</u>	<u>(170,000)</u>
NET CURRENT ASSETS		<u>71,646</u>	<u>92,604</u>	<u>(163,186)</u>	<u>1,064</u>	<u>8,856</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>71,646</u>	<u>401,056</u>	<u>112,387</u>	<u>585,089</u>	<u>588,992</u>
Creditors payable after one year		0	0	0	0	0
TOTAL NET ASSETS		<u>71,646</u>	<u>401,056</u>	<u>112,387</u>	<u>585,089</u>	<u>588,992</u>
THE FUNDS OF THE CHARITY						
Unrestricted income funds:						
General		71,646	0	0	71,646	57,907
Designated	14	<u>0</u>	<u>401,056</u>	<u>0</u>	<u>401,056</u>	<u>424,669</u>
Total		<u>71,646</u>	<u>401,056</u>	<u>0</u>	<u>472,702</u>	<u>482,576</u>
Restricted income funds:	15	<u>0</u>	<u>0</u>	<u>112,387</u>	<u>112,387</u>	<u>106,416</u>
		<u>71,646</u>	<u>401,056</u>	<u>112,387</u>	<u>585,089</u>	<u>588,992</u>

APPROVED by the Elder's Meeting held on 8th June 2022

and signed on its behalf by Mrs K Longton

The notes on pages 3 to 12 form part of these financial statements

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31 DECEMBER 2021

1 ACCOUNTING POLICIES

1a Accounting Convention

The financial statements have been prepared under the historical cost convention except for the valuation of 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.

The financial statements have been prepared in accordance with 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) (effective 1 January 2019)" and the United Reformed Church Guidance. The Charity is a Public Benefit Entity as defined by FRS 102. The accruals basis of accounting has been adopted and the principle accounting policies set out below are applied consistently.

1b Going Concern

At the time of approving the accounts, the Trustees have a reasonable expectation that the Charity 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 accounts. There are no material uncertainties about the Charity's ability to continue.

1c Fund Accounting

Unrestricted funds are available for use at the discretion of the church in furtherance of its charitable objectives.

Designation is an administrative act by which trustees may earmark unrestricted funds for a particular project or use, without restricting or committing the funds legally. The designation may be cancelled by the trustees if they later decide that the charity should not proceed or continue with the use or project for which the funds were designated.

Restricted funds are subjected to restrictions on their expenditure imposed by the donor, or contained in the terms of a grant.

Endowment funds are funds the capital of which must be maintained; normally only income arising from investment of the endowment may be used, either as restricted or unrestricted funds depending on the purpose and terms on which the endowment was established.

Totals for page 1 have included any rounding up/down for the benefit of the SORP accounts

1d Tangible Fixed Assets

Freehold property: The Trustees of the church and manse buildings are the United Reformed Church (North West Province) Trust Ltd who hold them upon trust on behalf of Chorley URC for purposes connected with Chorley URC. Expenditure incurred on the church and manse is written off in the year it is incurred.

Investment assets: These are stated at market values on the balance sheet date.

All gains and losses are taken to the statement of financial activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (purchase date if later). Unrealised gains and losses are calculated as the difference between the market value at the year end and opening market value (or purchase date if later).

1e Incoming Resources

All voluntary giving is included in the financial statements for the period in which it is received. Donations under Gift Aid plus the associated tax recovery are recognised as income when the donation is received.

Legacies are accounted for when their receipt is certain and can be properly quantified. All other income is generally recognised when it is receivable.

1f Resources Expended

The URC Ministry & Mission Fund contribution is paid regularly and is included in the financial statements for the year to which it relates.

Resources expended are recognised in the period to which they are incurred and include attributable VAT which cannot be recovered. They are allocated to the particular activity to which they relate.

Governance costs represent direct expenditure on the governance of the church, including the production and independent scrutiny of these financial statements.

As most of the management and activity of the church is carried out by volunteers, this intangible cost is not included in the financial statements as this voluntary contribution to the life of the church is incalculable.

1g Taxation

As part of the United Reformed Church with an income in excess of £100,000, we registered with the Charity Commission on February 2009. Our registration number is 1128897. As such it is potentially exempt from taxation in respect of income and capital gains received to the extent that such income or gains are applied to exclusively charitable purposes. No provision for taxation has been made in these financial statements.

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted Funds		Restricted	TOTAL	TOTAL
	General	Designated	Funds	2021	2020
	£	£	£	£	£
2 DONATIONS AND LEGACIES					
Gift Aid & Bankers Orders	35,645	4,415	27	40,087	48,874
Loose Cash	5,131	0	0	5,131	4,409
Tax Refund	10,051	440	10	10,501	12,929
Weddings & Funerals & Baptisms	0	0	0	0	0
Donations Received	367	15,291	13,905	29,563	7,984
Wedding & Funeral Fees	0	0	0	0	190
Sick & Needy Fund	0	477	0	477	447
	<u>51,194</u>	<u>20,623</u>	<u>13,942</u>	<u>85,759</u>	<u>74,833</u>
3 OTHER TRADING ACTIVITIES					
Hollies for You shop	0	0	0	0	4,410
Messenger	0	0	0	0	0
Car Park fees/lease	0	0	0	0	0
Special Efforts	0	0	0	0	1,932
Saturday morning Coffee and Scones	517	0	0	517	420
	<u>517</u>	<u>0</u>	<u>0</u>	<u>517</u>	<u>6,762</u>
4 INVESTMENTS					
Rent from Property (1)	18,991	1,430	0	20,421	16,968
Dividends and distributions	0	2,580	0	2,580	6,621
Bank interest received	0	0	0	0	504
	<u>18,991</u>	<u>4,010</u>	<u>0</u>	<u>23,001</u>	<u>24,093</u>
5 OTHER INCOME					
Adlington Pastoral Expenses contributions	1,089	0	0	1,089	1,139
Adlington Manse contributions	0	292	0	292	292
Grants received	14,793	0	0	14,793	75,470
Loans received	0	0	0	0	0
Synod support for CRCW	0	0	0	0	0
Proceeds Synod Manse Scheme	0	0	0	0	110,250
Synod support during Covid pandemic	0	0	0	0	15,000
Miscellaneous items	153	0	0	153	308
	<u>16,035</u>	<u>292</u>	<u>0</u>	<u>16,327</u>	<u>202,459</u>
Total	<u>86,737</u>	<u>24,925</u>	<u>13,942</u>	<u>125,604</u>	<u>308,147</u>

1. Rent from property includes manse, school lettings and yard

6 MINISTRY & MISSION FUND

The church contributes to the central URC costs of training and providing ministers (including the centralised payment of stipends, pension contributions and other benefits for ministers), running the denomination, and the wider mission of the national church. This annual budget amounts to some £23million, 80% of which relates to minister costs, and 87% is provided through the Ministry & Mission Fund contributions from churches.

	Unrestricted Funds		Restricted	TOTAL	TOTAL
	General	Designated	Funds	2021	2020
	£	£	£	£	£
Maintenance of the Ministry	33,542	0	0	33,542	43,459
	<u>33,542</u>	<u>0</u>	<u>0</u>	<u>33,542</u>	<u>43,459</u>
7 MINISTERIAL COSTS					
Pastoral expenses	2,985	0	0	2,985	2,978
	<u>2,985</u>	<u>0</u>	<u>0</u>	<u>2,985</u>	<u>2,978</u>
Manse Costs	0	0	0	0	30
Maintenance, repairs and redecorating	0	0	0	0	0
Insurance	0	928	0	928	430
Water, gas and electricity	0	3,172	0	3,172	2,735
Council tax	0	4,100	0	4,100	3,195

NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

	Unrestricted Funds		Restricted Funds	TOTAL	TOTAL
	General	Designated	Funds	2021	2020
	£	£	£	£	£
8 COSTS OF CHURCH / BUILDINGS ACTIVITIES					
Pastoral Expenses (other than ministerial)	0	0	0	0	0
CRCW expenses	1,083	0	0	1,083	1,109
Pulpit Supply and Worship	2,020	0	0	2,020	815
Family Church	0	0	0	0	63
Organist & Music	2,160	0	0	2,160	2,160
Copyright licenses	551	0	0	551	562
Annual subscriptions: Synod, CTC	0	0	0	0	0
Water, gas and electricity	4,503	0	0	4,503	7,328
Buildings maintenance	2,656	148	0	2,804	1,774
Buildings improvements	1,506	36,159	0	37,665	1,647
Garage refurbishment	0	0	0	0	0
Cleaning	2,335	0	0	2,335	3,821
Stationery, postage & advertising	1,692	0	0	1,692	1,743
Telephone (vestry)	411	0	0	411	93
Messenger Costs	0	0	0	0	0
Insurance	6,025	0	0	6,025	4,378
Flowers	0	0	560	560	197
Hollies for You shop rent and council tax	0	0	0	0	1,148
Church Development Fund	0	9,588	0	9,588	0
Community Project Fund	0	0	5,333	5,333	0
Other Expenses	10,613	124	0	10,737	1,108
Donations other than restricted donations below passed on	196	0	0	196	130
Dreaming our Dreams; include professional fees	0	0	0	0	0
Governance costs - Independent examiner and accounts preparation	720	0	0	720	1,440
Bank charges	0	1	0	1	0
	<u>36,471</u>	<u>46,020</u>	<u>5,893</u>	<u>88,384</u>	<u>29,516</u>
9 GRANTS PAYABLE AND RESTRICTED DONATIONS PASSED ON					
Tear Fund/Compassion/Bethany	0	580	0	580	687
Leprosy Mission	0	0	0	0	117
Water Aid	0	0	926	926	9
Commitment for Life	0	0	140	140	402
Ladies Fellowship B&B Charity	0	0	0	0	0
Natural Disasters Fund	0	0	1,012	1,012	300
(donations through Christain Aid to distribute)	0	284	0	284	513
Sick and Needy	0	60	0	60	122
Ladies Fellowship Donation Fund	0	0	0	0	0
	<u>0</u>	<u>924</u>	<u>2,078</u>	<u>3,002</u>	<u>2,150</u>

10 EMPLOYEE COSTS AND PAYMENTS TO TRUSTEES

- 1 There were no employees with annual remuneration of £60,000 or more (2020: none).
- 2 No payments were made to trustees (2020: none).
- 3 Staff costs for 2021 £880 (Meeting Place Co-ordinator); nil (2020:nil).

CHORLEY UNITED REFORMED CHURCH
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

6

11 TANGIBLE FIXED ASSETS

For the reasons stated in Accounting Policy note 1d, the church and manse buildings are not tangible fixed assets of the church. For insurance purposes the Church and School buildings are insured for £4,366,946 and the Yard for £60,364. Contents of the Church and School are insured for £691,020.
 Manse now insured by NW Synod URC

	Unrestricted Funds		Restricted Funds	TOTAL 2021	TOTAL 2020
	General	Designated			
	£	£	£	£	£
CHURCH REDEVELOPMENT					
Brought forward	0	225,183	275,573	500,756	500,756
Balance at 31 December 2021	<u>0</u>	<u>225,183</u>	<u>275,573</u>	<u>500,756</u>	<u>500,756</u>

12 INVESTMENT ASSETS

12.1 The investment assets held at the balance sheet date comprise:

Fixed interest bonds and stock	0	61,351	0	61,351	60,932
Equity investments	0	21,114	0	21,114	18,279
Add cash held in portfolio	0	804	0	804	169
	<u>0</u>	<u>83,269</u>	<u>0</u>	<u>83,269</u>	<u>79,380</u>

12.2 The movements on investments over the year were:

Brought forward 1 January 2021 at carrying (market) value	0	79,380	0	79,380	224,064
Additions to investments at cost	0	1,383	0	1,383	19,543
Disposals at selling value	0	0	0	0	(123,146)
Realised gains/(losses) on disposals	0	0	0	0	(56,033)
Unrealised gains/(losses) on revaluation investments	0	2,506	0	2,506	14,952
	<u>0</u>	<u>83,269</u>	<u>0</u>	<u>83,269</u>	<u>79,380</u>

13 DEBTORS

Gift Aid Tax recoverable	6,168	905	40	7,113	9,201
	<u>6,168</u>	<u>905</u>	<u>40</u>	<u>7,113</u>	<u>9,201</u>

CHORLEY UNITED REFORMED CHURCH
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

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14 DESIGNATED FUNDS

The church currently operates 6 Designated Funds with the encouragement of the Church Meeting:

Fabric Committee Designated Fund	Previous funds for the maintenance and repair of the church, church buildings and manse premises were merged to form this fund; it receives income from investments and property rentals. The maintenance and repair is supervised by the Fabric Committee working with the Elders.
Sick and Needy	Fund to assist people in the church and the local community with problems and financial difficulties. This is administered discreetly by the Minister in conjunction with the Church Secretaries and Treasurer.
Tiddlers	Special collection from congregation to fund work with children in need throughout the world. Includes sponsoring the education of a specific child. Controlled by the Elders in conjunction with the Church Meeting
Ladies Fellowship Donations Fund	Funds set aside by the Ladies Fellowship to donate according to the wishes of the members.
Church Development Designated Fund	These funds are monies donated by church members and regular attendees towards the costs of new premises for the church's development. Donations by others are held as restricted funds set out under note 15.
Ceiling/roof Repair Fund: set up in 2021	These are monies are funds set aside at the end of 2021 to fund the costs of the anticipated ceiling/roof repairs of the sanctuary

CHORLEY UNITED REFORMED CHURCH
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

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14.1 The movements on the Designated Funds during the year were:

	Total 2021 £	Total 2020 £
Fabric Committee Designated Fund		
Balance b/fwd 01/01/21	183,170	222,321
Income	4,303	9,503
Expenditure	(4,248)	(7,573)
Transfer to Ceiling / Roof repair fund	(20,000)	-
Investment gains/losses	2,506	(41,081)
Balance 31/12/21	<u>165,731</u>	<u>183,170</u>
Sick and Needy		
Balance b/fwd 01/01/21	358	475
Income; includes Gift Aid donations	807	447
Expenditure	(284)	564
Transfer to Tiddlers	(218)	0
Balance 31/12/21	<u>663</u>	<u>358</u>
Tiddlers Fund		
Balance b/fwd 01/01/21	0	168
Income	362	468
Transfer from Sick and Needy fund	218	0
Expenditure	(580)	(636)
Balance 31/12/21	<u>0</u>	<u>0</u>
Ladies Fellowship Donations Fund		
Balance b/fwd 01/01/21	0	0
Income	60	122
Expenditure	(60)	(122)
Balance 31/12/21	<u>0</u>	<u>0</u>
Church Development Fund Account Designated Fund		
Balance b/fwd 01/01/21	241,141	104,185
Income; includes Gift Aid donations and rebate received	5,229	136,956
Expenditure	(45,872)	0
Balance 31/12/21	<u>200,498</u>	<u>241,141</u>
Ceiling/roof Repair Fund		
Balance b/fwd 01/01/21	0	0
Income; includes Gift Aid donations	11,584	0
Transfer from Fabric Committee Designated Fund	20,000	0
Expenditure	0	0
Balance 31/12/21	<u>31,584</u>	<u>0</u>
Balance c/fwd 31 December 2021	<u>398,476</u>	<u>424,669</u>

The following funds from 2020 were closed with zero balance during 2021:

None

15 RESTRICTED FUNDS

The church accounts include 9 Restricted Funds, where the monies can only be used for the specific purpose for which they were entrusted to the church. Some of these funds were then closed, having fulfilled their purpose. These monies are not at the disposal of the Church Meeting for any other purpose, and represent:

Leprosy Mission	Fund for monies specifically raised for Leprosy Mission particularly from a bookstall after Sunday am service.
Water Aid	Fund set up primarily for project "Jars of change for jars of water" carried out in Lent.
Commitment for Life	Fund to support the national URC projects under the "Commitment for Life" umbrella.
Ladies Fellowship Bring and Buy Charity	Ladies Fellowship sponsored charity from their annual bring and buy sale.
Natural Disasters Fund	Monies specifically donated for funding any current disaster emergency appeals, either through Christain Aid or the Disasters Emergency Committee.
Flower Fund	Monies donated to the church for the expressed purpose of providing flower arrangements for the church
Church Development Restricted Fund	These funds are monies donated by others outside the church towards the costs of new premises for the church's development
Hollinshead Centre Appeal Account	This sets apart outside donations given by others raised through the appeal by our professional fund-raising team for funding the Hollinshead Centre as opposed to any other church development
Community Project Fund: set up in 2021	These are monies are funds set aside to fund community projects initiated by our community worker such as the Repair Café and The Meeting Place

15.1 The movements on the Restricted Funds during the year were:

	Total 2021 £	Total 2020 £
Leprosy Mission		
Balance b/fwd 01/01/21	0	39
Income; the Leprosy Bookstall didn't run in 2021 on account of Covid	0	78
Expenditure	0	(117)
Balance 31/12/21	<u>0</u>	<u>0</u>

CHORLEY UNITED REFORMED CHURCH
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

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	Total 2021 £	Total 2020 £
Water Aid		
Balance b/fwd 01/01/21	0	7
Income;	0	2
donations received; including gift aid donations	899	0
gift aid to pass on	27	0
Expenditure	(926)	(9)
Balance 31/12/21	<u>0</u>	<u>0</u>
Commitment for Life		
Balance b/fwd 01/01/21	0	67
Income	140	335
Expenditure	(140)	(402)
Balance 31/12/21	<u>0</u>	<u>0</u>
Ladies Fellowship Bring and Buy Charity		
Balance b/fwd 01/01/21	0	0
Income; this was not held in 2021 on account of Covid	0	0
Expenditure	0	(0)
Balance 31/12/21	<u>0</u>	<u>0</u>
Flower Fund		
Balance b/fwd 01/01/21	718	455
Income; includes £42 income not counted in previous year	412	460
Expenditure	(560)	(197)
Balance 31/12/21	<u>570</u>	<u>718</u>
Natural Disasters Fund		
Balance b/fwd 01/01/21	0	195
Income;		105
donations received; including gift aid donations	999	
gift aid to pass on	13	
Expenditure	(1,012)	(300)
Balance 31/12/21	<u>0</u>	<u>0</u>
Church Development Fund Account Restricted Fund		
Balance b/fwd 01/01/21	105,573	28,276
Income (including Gift Aid donations and rebate received)	505	77,297
Expenditure	0	
Balance 31/12/21	<u>106,078</u>	<u>105,573</u>
Hollinshead Centre Appeal Account		
Balance b/fwd 01/01/21	125	0
Income	0	125
Expenditure	0	0
Balance 31/12/21	<u>125</u>	<u>125</u>
Community Project Fund		
Balance b/fwd 01/01/21	0	0
Income	10,947	0
Expenditure	(5,333)	0
Balance 31/12/21	<u>5,614</u>	<u>0</u>
Balance c/fwd 31 December 2021	<u>£ 106,773</u>	<u>£ 106,416</u>

The following funds from 2020 were closed with zero balance during 2021:
None

CHORLEY UNITED REFORMED CHURCH
NOTES TO THE STATEMENT OF FINANCIAL ACTIVITIES - continued
FOR THE YEAR ENDED 31 DECEMBER 2021

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16 MONIES RING-FENCED FOR PROPOSED CHURCH DEVELOPMENT

	Unrestricted Funds		Restricted	Total	Total
	General	Designated	Funds	2020	2020
	£	£	£	£	£
Capital ring-fenced for church development	0	83,269	0	83,269	79,380
Funds ring-fenced for church development	0	282,960	106,203	389,163	450,629
Donations to be passed on	0	0	0	0	0
	<u>0</u>	<u>366,229</u>	<u>106,203</u>	<u>472,432</u>	<u>530,009</u>

16 **2020 COMPARATIVES**

		Unrestricted Funds		Restricted Funds	TOTAL
		General	Designated	Funds	2020
	Note	£	£	£	£
INCOME FROM:					
Donations and legacies	2	59,158	12,273	3,402	74,833
Other trading activities	3	6,762	0	0	6,762
Investments	4	14,882	9,211	0	24,093
Other	5	1,447	126,012	75,000	202,459
Total income		<u>82,249</u>	<u>147,496</u>	<u>78,402</u>	<u>308,147</u>
EXPENDITURE ON:					
Charitable activities:					
URC Ministry & Mission Fund	6	43,459	0	0	43,459
Ministerial costs	7	2,978	3,195	0	6,173
Costs of church activities	8	24,941	4,378	197	29,516
Grants payable and restricted donations passed on	9	0	1,322	828	2,150
Total expenditure		<u>71,378</u>	<u>8,895</u>	<u>1,025</u>	<u>81,298</u>
Gains/(losses) on investment assets	12.2	<u>0</u>	<u>(41,081)</u>	<u>0</u>	<u>(41,081)</u>
NET INCOME/(EXPENDITURE		10,871	97,520	77,377	185,768
Transfers between funds		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net movement in funds		10,871	97,520	77,377	185,768
Total funds b/fwd 1 January 2020		47,036	327,149	29,039	403,224
Total funds c/fwd 31 December 2020		<u>57,907</u>	<u>424,669</u>	<u>106,416</u>	<u>588,992</u>

17 **Related Party Transactions**

There have been no related party transactions during the year 2021.

FINANCIAL STATEMENTS YEAR ENDED 31 DECEMBER 2021

TRUSTEES' AND TREASURERS' STATEMENT

We, with the Charity Trustees, acknowledge responsibility for the preparation of the accounts and we have therefore prepared the financial statements on pages 1 to 12 for the year ended 31 December 2021. We do not consider that an audit is required for this year. We have made reasonable enquiries of the Trustees/Elders and other relevant organisations.

Church Treasurer

Dr Grahame Barkby



14.06.2022

Treasurer Fabric Committee

Mr Brian Darbyshire



14/06/22

Registered Charity Number: 1128897

INDEPENDENT EXAMINER'S REPORT TO THE TRUSTEES OF
CHORLEY UNITED REFORMED CHURCH

I report to the trustees on my examination of the accounts of Chorley United Reformed Church (the Charity) for the year ended 31 December 2021, which are set out on pages 1 to 13.

Responsibilities and basis of report

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

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

Independent examiner's statement

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

- (1) accounting records were not kept in respect of the Charity as required by section 130 of the Act; or
- (2) the accounts do not accord with those records; or
- (3) the accounts do not comply with the applicable requirements concerning the form and content of accounts set out in the Charities (Accounts and Reports) Regulations 2008 other than any requirement that the accounts give a 'true and fair view' which is not a matter considered as part of an independent examination.

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

Simon Worswick

Simon Worswick B.A. F.C.A.
Smith & Goulding
Chartered Accountants
2 Southport Road
Chorley
PR7 1LB

Date: *16 June 2022*