

THE PAROCHIAL CHURCH COUNCIL OF THE ECCLESIASTICAL PARISH OF HOLY TRINITY, FROME

England & Wales · Charity number 1129366

Details

Other names HOLY TRINITY PCC, FROME

Status Registered

Legal form Previously excepted

Registered 2009-05-01

Register [View on the Charity Commission register](#)

Contact

Address Holy Trinity Church
Trinity Street
Frome
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Phone 01373453425

Email office@holytrinityfrome.com

Website www.holytrinityfrome.com

Activities

Objects: Promoting in the ecclesiastical parish the whole mission of the Church.

Activities: Regular public worship spreading the Word of Christ through the Church of England, open to all. The provision of sacred space for personal prayer and contemplation. Pastoral work, including visiting the sick and the bereaved. Promoting the whole mission of the Church through provision of activities for all people, senior citizens, adults, parents, children & toddlers and all special need groups.

Classification

- **How:** Provides Buildings/facilities/open Space, Provides Services, Other Charitable Activities
- **What:** Religious Activities
- **Who:** Children/young People, Elderly/old People, People With Disabilities, Other Charities Or Voluntary Bodies, The General Public/mankind

Geography

- **Area of benefit:** UNDEFINED. IN PRACTICE, LOCAL.
- Somerset

Finances

Period end	Income	Expenditure	Assets	Employees
2024-12-31	£286,781	£250,308	-	-
2023-12-31	£261,075	£278,728	-	-
2022-12-31	£246,004	£239,280	-	-
2021-12-31	£214,010	£228,158	-	-
2020-12-31	£215,831	£215,354	-	-

Trustees

Name	Role	Appointed
Rev Ian Snares	Chair	2022-09-08
Alastair Marshall		2024-05-22
Darren Jones		2025-05-21
David Dunn		2024-04-15
David Revell		2026-05-20
Dr Richard Alan Loveless		2026-05-20
Gary Lee		2024-04-15
MR TONY PERRY		
Mike Adams		2023-05-03
Philp Gray		2017-04-26
Rev Samuel Thompson		2024-07-17
Rosanne Palmer-White		2026-05-20
Susan Marshall		2023-12-03
Susanna Hanson		2014-04-20
Trevor Shortman		2024-04-15

Accounts

Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2024

Independent examiners' report to the members of the Parochial Church Council of Holy Trinity Church, Frome

I report on the accounts of the church for the year ended 31 December 2024, which are set out on pages 4 to 11

Respective responsibilities of trustees and examiner

The members of the PCC, as the charity's trustees, are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts (under section 145 of the 2011 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of independent examiners' report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, I do not express an audit opinion on the view given by the accounts.

Independent examiners' statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with s130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Nigel Harris BA CTA ATT
Accountant & Chartered Tax Adviser

12 March 2025

Burton Sweet
Cooper House
Lower Charlton Estate
Shepton Mallet
Somerset BA4 5QE

FINANCIAL REVIEW

This report covers the financial and calendar year 2024, ending 31 December 2024. Overall our income and expenditure were approximately 4% higher than 2023 although both were less than budgeted.

Total receipts on the ordinary unrestricted fund, which is only the General Fund, were £171,307 and are detailed in the Financial Statements. Total expenditure in the year from this income amounted to £167,931. The largest item was our Parish Share of £109,662 which was paid to the Diocese of Bath and Wells to enable it to provide clergy and support services. The net result for the General Fund was a small surplus of £3,376 similar to 2023.

Designated Funds total receipts were £20,601 and expenditure was £23,728 resulting in a year's deficit of £3,127. These figures cover designated Funds held by Holy Trinity for the Hall, Social Care and Toddlers. Hall receipts were 23% lower than last year and expenditure 22% higher resulting in a deficit of £3,145, partly a result of increased maintenance spend (repainting). Toddlers also had a deficit of £549 while Social Care, which replaced the Parish Nurse fund, benefitted from continuing donations with limited spend, resulting in a surplus of £629.

Restricted Funds (Children & Youth, Debt Centre, Fabric, The Bridge, Hardship and Redevelopment) had an income of £94,872 and an expenditure of £58,648. The Children and Youth Fund had a surplus of £11,381 for the year compared with a deficit of £8,431 in 2023. This was a result of only 4 months of salary after our new Children & Youth [Worker] started in September while income from giving continuing throughout the year. The Debt Centre Fund also had a surplus of £7,191 in 2024 compared with a deficit of £1,455 in 2023; costs were 23% higher than 2023 but more than offset by grants from the National Lottery Community Fund. As mentioned in last year's Financial Review, the Redevelopment Fund had insufficient funds to make the loan repayment of £10,000 in mid-2024 so £7,200 was transferred from the General Fund. In the Stewardship month in October, a substantial gift was given to cover the 2025 loan repayment and this was used to make that repayment early to reduce interest costs. The Bridge operates on a break-even budget and would have achieved that (with a surplus of £96), despite rising costs, before a legacy gift which resulted in a surplus of £2,596 in 2024. The Hardship Fund gave grants of £1,650 in 2024 exceeding income by £255 which was primarily from collections at Christmas services and also a legacy.

As noted previously, the Young Adults Ministry (YAM) Fund is a restricted fund held by Holy Trinity to support the work of Andrew and Elizabeth Alden on behalf of the Deanery in Frome and surrounding villages – this does not feature in the figures noted above. The YAM Fund is not available for any HTF uses and is transferred to Frome Deanery bank account as required, with the outgoings in the accounts covering such transfers.

The PCC has continued its long-standing policy of giving 10% of general income (tithes) to mission in the UK and overseas. Total Charitable giving in 2024 was £17,368 with details given at the end of this report. This includes collections for the Poppy Appeal and Children's Society as well as the special appeal for the new kitchen at Bitola (TEN Kitchen) for which funds were given specifically with the PCC agreeing to add £385 to round up the donation; if only the church's contribution is included, the total tithe was £13,785, marginally above 10% of the total giving to the General Fund of £136,515.

The Fabric Fund has a negative balance of £4,194, this negative balance is slowly being reduced as income is received from an endowment allocated only to Fabric, through 2024 this income amounted to £774. Maintenance spend is paid from the General or Hall Funds as appropriate

The Redevelopment Fund (restricted) was resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2026). Repayments made to the end of this report period total £90,000, including the extra repayment in 2024 mentioned above. The Redevelopment Fund stands at a negative £10,417 at the year-end which takes account of the outstanding £10,000 loan liability which is due in mid 2026.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers three months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. These accounts show that the Church finances continue to comply with this policy.

Outlook and Budget

The current level of income will not cover full year costs for the Children and Youth Fund with a deficit of £17,500 forecast for 2025. While it currently has a robust balance which will fund activities for at least the next year, this will not be sustainable in the long term without additional income or support from other funds. A deficit is also forecast for the Toddlers Fund (£750) as a result of rent paid to the Hall each month. The PCC have agreed that the Toddler Fund cease paying rent in 2025 with any surplus funds at the end of the year transferred to the Children & Youth Fund.

The Hardship Fund is also expected to have a deficit in 2025. Spend is hard to forecast but with the continued high costs of living, it appears likely that it will remain above the level of income, requiring increased focus on raising funds, through special collections, regular giving or other means.

The Debt Centre, Bridge, Hall and Social Care Funds are all forecast to be balanced in 2025 with income matching spend.

With early repayment of the Diocesan loan installment due in 2025, the current level of giving to the Redevelopment Fund will cover the remaining interest payments in 2025 and contribute to meeting most of the final repayment in 2026.

Our Parish Share for 2024 was 10% higher than 2023 but a new method of calculation was agreed in 2024 which will reduce our share over a 5 year transition period with a reduction of 2.5% to £106,900 in 2025. While this represents almost 60% of the budget spend from the General Fund, the reduction is more than offset by increased spend on expected maintenance following the Quinquennial Inspection as well as known roof issues [which will be outlined by the Church Wardens] and operations-admin costs, now that the office is fully staffed, resulting in a forecast deficit of £15,300. Our reserves in the General Fund, £54,120, can cover this so the outlook is acceptable. However, to be sustainable, income needs to cover spend and we would like to have a healthy surplus, to support our work to see a Jesus Filled Frome.

This is my first report as Treasurer having taken over from Chris Round at the last APCM. As a church, we thanked him for all his years of service as Treasurer. I just want to add my personal thanks for all his continued support over the last year as he has taught me how to use the accounting software, helped transfer multiple accounts and answer all my questions. His shoes were too big for one person to fill, so David Whitewood has joined the finance team as Assistant Treasurer although he has only been able to really start in 2025.

24th March 2025

Alastair Marshall

Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 2 April 2025, with the Independent Examiner's report dated 12 March 2025 being provided with no findings.

Holy Trinity Church, Frome
Statement of Financial Activities
For the period from 01 January 2024 to 31 December 2024

	Unrestricted funds	Designated funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	164,906	2,434	63,629	—	230,969	218,722
Activities for generating funds	3,691	18,167	15,459	—	37,317	37,458
Investment income	1,221	—	1,361	—	2,582	1,972
Incoming resources from charitable activities	1,489	—	—	—	1,489	1,423
Other incoming resources	—	—	14,423	—	14,423	1,500
Total income	171,307	20,601	94,872	—	286,781	261,075
Resources used						
Costs of generating funds						
Costs of generating voluntary income	205	—	1,428	—	1,633	2,141
Fundraising trading: cost of goods sold and other costs	—	—	7,272	—	7,272	5,797
Charitable activities	167,228	23,728	49,746	—	240,702	268,149
Governance costs	497	—	203	—	700	2,640
Total expenditure	167,931	23,728	58,648	—	250,308	278,729
Gains / losses on investment assets	—	—	—	696	696	2,631
Net income / (expenditure) resources before transfer	3,373	(3,127)	36,224	696	37,169	(15,021)
Transfers						
Gross transfers between funds - in	—	9,553	1,746	—	11,299	30,900
Gross transfers between funds - out	—	(1,746)	(9,553)	—	(11,299)	(30,900)
Other recognised gains / losses						
Net movement in funds	3,376	4,679	28,417	696	37,169	(15,021)
Reconciliation of funds						
Total funds brought forward	50,747	(372)	32,252	30,799	113,426	128,447
Total funds carried forward	54,123	4,307	60,669	31,495	150,594	113,425
Represented by						
Unrestricted						
General fund	54,123	—	—	—	54,123	50,746
Designated						
Church Hall Revenue Fund	—	(4,127)	—	—	(4,127)	(981)
Social Care	—	8,373	—	—	8,373	—
Toddlers Fund	—	61	—	—	61	609
Restricted						
Children & Youth Worker Fund	—	—	43,732	—	43,732	32,350
Debt Counselling	—	—	19,747	—	19,747	12,555
Fabric Fund	—	—	(4,194)	—	(4,194)	(4,967)
Hardship	—	—	1,367	—	1,367	1,622
Parish Nurse	—	—	—	—	—	7,743
Redevelopment Fund	—	—	(10,417)	—	(10,417)	(25,070)
The Bridge	—	—	10,179	—	10,179	7,583
Young Adult Ministry REST	—	—	256	—	256	435
Endowment						
Investments	—	—	—	31,495	31,495	30,799

Holy Trinity Church, Frome

Balance sheet (Summary) As at: 31 December 2024

	As at 31/12/2024	As at 31/12/2023
	£	£
Fixed assets		
Tangible assets	801	941
Investments	31,495	30,799
	<u>32,296</u>	<u>31,741</u>
Current assets		
Debtors	2,076	5,298
Investments	15,215	14,448
Cash at bank and in hand	120,507	91,937
	<u>137,799</u>	<u>111,684</u>
Liabilities		
Creditors: Amounts falling due in one year	9,500	—
Net current assets less current liabilities	<u>128,299</u>	<u>111,684</u>
Total assets less current liabilities	<u>160,594</u>	<u>143,425</u>
Liabilities		
Creditors: Amounts falling due after more than one year	10,000	30,000
Total net assets less liabilities	<u>150,594</u>	<u>113,425</u>
Represented by		
Unrestricted		
Unrestricted - General fund	54,123	50,746
Designated		
Designated - Social Care	8,373	—
Designated - Church Hall Revenue Fund	(4,127)	(981)
Designated - Toddlers Fund	61	609
Restricted		
Restricted - Debt Counselling	19,747	12,555
Restricted - Hardship	1,367	1,622
Restricted - Parish Nurse	—	7,743
Restricted - Young Adult Ministry REST	256	435
Restricted - Fabric Fund	(4,194)	(4,967)
Restricted - Revaluation reserves	—	—
Restricted - The Bridge	10,179	7,583
Restricted - Redevelopment Fund	(10,417)	(25,070)
Restricted - Children & Youth Worker Fund	43,732	32,350
Endowment		
Endowment - Investments	31,495	30,799
Funds of the church	<u>150,594</u>	<u>113,425</u>

Holy Trinity Church, Frome
Statement of Assets and Liabilities (by code)
As at: 31 December 2024

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets - Investments						
A1005 : Investments	—	—	—	31,495	31,495	30,799
Total	—	—	—	31,495	31,495	30,799
Fixed assets - Tangible assets						
A1003 : Office	801	—	—	—	801	942
Total	801	—	—	—	801	942
Current assets - Cash at bank and in hand						
B3040 : The Bridge Current Account	5	—	5,610	—	5,615	7,639
B3040 : The Bridge Current Account	—	—	—	—	—	(1,746)
B3041 : The Bridge Cash	(19)	—	391	—	372	383
C3011 : Children & Youth Worker Fund	—	(31)	43,701	—	43,670	38,751
D3050 : Redevelopment Fund	7,200	—	(5,585)	—	1,615	2,063
G3010 : General Current Account	27,185	882	32,465	—	60,531	17,837
H3020 : Hall Current Account	4,810	3,895	—	—	8,705	27,011
Total	39,180	4,746	76,581	—	120,507	91,937
Current assets - Debtors						
Z05 : Accounts Receivable	1,645	8	424	—	2,076	5,299
Total	1,645	8	424	—	2,076	5,299
Current assets - Investments						
F3060 : Fabric CBF Deposit	—	—	1,024	—	1,024	972
G3011 : General CBF Deposit	14,139	—	52	—	14,191	13,476
Total	14,139	—	1,076	—	15,215	14,448
Liabilities - Creditors: Amounts falling due after more than one year						
ZZZ11 : Loan	—	—	10,000	—	10,000	30,000
Total	—	—	10,000	—	10,000	30,000
Liabilities - Creditors: Amounts falling due in one year						
Z04 : Accounts Payable	1,642	447	7,412	—	9,500	—
Total	1,642	447	7,412	—	9,500	—
Net total assets	54,123	4,307	60,669	31,495	150,594	113,426

Holy Trinity Church, Frome
Fund movement by type
Selected period: 01 January 2024 to 31 December 2024

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	50,747	171,307	167,931	—	—	—	54,123
Sub-totals	50,747	171,307	167,931	—	—	—	54,123
Designated							
Covid - Fin Assistance to self empl	—	—	—	—	—	—	—
Hardship - Hardship	—	—	—	—	—	—	—
Nurse - Parish Nurse	—	—	—	—	—	—	—
SocCare - Social Care	—	740	174	7,806	—	—	8,373
Hall - Church Hall Revenue Fund	(982)	18,167	21,312	—	—	—	(4,127)
Bridge - The Bridge	—	—	—	—	—	—	—
Toddlers - Toddlers Fund	609	1,694	2,243	—	—	—	61
Sub-totals	(372)	20,601	23,728	7,806	—	—	4,307
Restricted							
DEBTCOUN - Debt Counselling	12,555	28,685	21,494	—	—	—	19,747
Hardship - Hardship	1,623	1,395	1,650	—	—	—	1,367
Nurse - Parish Nurse	7,743	195	132	(7,806)	—	—	—
YAM-REST - Young Adult Ministry REST	436	3,450	3,630	—	—	—	256
Fabric - Fabric Fund	(4,968)	774	—	—	—	—	(4,194)
ZReval - Revaluation reserves	—	—	—	—	—	—	—
Bridge - The Bridge	7,583	20,364	17,768	—	—	—	10,179
Redevelop - Redevelopment Fund	(25,071)	16,085	1,431	—	—	—	(10,417)
C&youth - Children & Youth Worker Fund	32,350	23,924	12,543	—	—	—	43,732
Sub-totals	32,252	94,872	58,648	(7,806)	—	—	60,669
Endowment							
Coif - Investments	30,799	—	—	—	696	—	31,495
Sub-totals	30,799	—	—	—	696	—	31,495
Totals	113,426	286,781	250,308	—	696	—	150,594

Holy Trinity Church, Frome

Analysis of income and expenditure

Selected period: 01 January 2024 to 31 December 2024

	<i>Unrestricted</i>	<i>Designated</i>	<i>Restricted</i>	<i>Endowment</i>	<i>This year</i>	<i>Total Last year</i>
Incoming resources						
<i>Incoming resources from generated funds</i>						
B002 - Tech Upgrade	—	—	—	—	—	4,690
D0020 - Sum Up Payments from Digi plate	305	406	—	—	711	1,591
D0021 - Church Card machine	1,827	182	534	—	2,544	220
D0030 - Change	9,731	109	230	—	10,070	11,444
D0031 - Donations	28,510	111	25,117	—	53,738	56,770
D0032 - Grants & Legacies	—	—	7,500	—	7,500	—
D0040 - Sundry	33	—	—	—	33	141
D0041 - Events	1,806	—	61	—	1,866	3,276
D0043 - Books	—	—	—	—	—	151
D0044 - Toddlers	—	886	—	—	886	1,414
P0010 - Standing Orders	91,434	400	22,649	—	114,483	105,694
P0011 - Envelopes	4,758	—	—	—	4,758	4,721
P0020 - Inland Revenue Refund	26,503	340	7,538	—	34,381	28,235
P0025 - Markham gift	—	—	—	—	—	375
B003 - TEN Kitchen	2,670	—	—	—	2,670	—
B0060 - Photocopying	23	—	—	—	23	49
B0062 - Catering	39	—	—	—	39	—
B0067 - Rent	959	587	635	—	2,181	9,406
B0068 - Bridge Sales	—	—	14,824	—	14,824	11,201
H0070 - Hall Hire	—	17,580	—	—	17,580	16,802
C0050 - Current Interest	1,221	—	504	—	1,725	1,127
I0051 - 1/2T Int	—	—	135	—	135	133
I0052 - 3T Int	—	—	723	—	723	713
<i>Incoming resources from generated funds Totals</i>	169,818	20,601	80,449	—	270,869	258,153
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	1,489	—	—	—	1,489	1,423
<i>Incoming resources from charitable activities Totals</i>	1,489	—	—	—	1,489	1,423
<i>Other incoming resources</i>						
B001 - Lenchwood trip	—	—	—	—	—	1,500
D0001 - National Lottery Community Fund	—	—	14,423	—	14,423	—
<i>Other incoming resources Totals</i>	—	—	14,423	—	14,423	1,500
Incoming resources Grand totals	171,307	20,601	94,872	—	286,781	261,076

Holy Trinity Church, Frome

Analysis of income and expenditure

Selected period: 01 January 2024 to 31 December 2024

	<i>Unrestricted</i>	<i>Designated</i>	<i>Restricted</i>	<i>Endowment</i>	<i>Total</i> <i>This year</i>	<i>Last year</i>
Resources used						
Costs of generating funds						
A1011 - Fund Raising Expenses	205	—	—	—	205	553
INT - Interest Paid	—	—	1,428	—	1,428	1,588
B1062 - Bridge Purchases	—	—	7,272	—	7,272	5,798
Costs of generating funds Totals	205	—	8,700	—	8,905	7,939
Charitable activities						
B1067 - Rent	—	2,245	5,280	—	7,525	6,761
B1068 - Rates & water Rates	327	490	299	—	1,116	850
C1010 - Church Overseas	13,000	—	—	—	13,000	7,000
C1011 - Relief & Development	600	—	—	—	600	300
C1020 - Home Missions	3,591	—	—	—	3,591	300
C1021 - Secular Charities	177	—	—	—	177	—
D1050 - Parish Share	109,662	—	—	—	109,662	99,669
E1040 - Outreach	1,138	173	6,073	—	7,384	30,190
E1041 - Discipleship	100	—	—	—	100	—
E1043 - Fees	—	—	3,600	—	3,600	—
E1044 - Office Costs	—	—	355	—	355	—
H1060 - Cleaner	4,145	6,201	2,346	—	12,692	10,561
R1090 - Insurance	1,298	865	—	—	2,164	2,127
R1091 - Cleaning	1,555	—	—	—	1,555	660
R1092 - Administrator	6,704	3,177	—	—	9,880	7,271
R1093 - Maintenance	2,345	3,602	305	—	6,253	7,750
R1094 - Stationery	584	—	—	—	584	940
R1095 - Telephone	1,151	—	416	—	1,567	1,290
R1096 - Equipment	405	—	992	—	1,397	—
R1097 - Sundries	169	70	610	—	849	2,618
R1099 - Catering	398	—	—	—	398	296
R1100 - Operations and management	2,118	—	328	—	2,446	4,804
S1081 - Heat & Light	9,181	5,371	751	—	15,303	18,761
S1082 - Books	299	—	—	—	299	—
S1083 - Services	1,170	—	—	—	1,170	2,336
S1084 - Events	805	—	539	—	1,344	2,382
S1086 - Bank Charges	330	21	59	—	410	391
Y1069 - NEST for employees	—	—	—	—	—	3,257
Y1070 - Wages	312	1,000	27,366	—	28,677	52,214
Y1071 - Expenses	5,524	513	426	—	6,463	5,256
Z99999 - Depreciation	141	—	—	—	141	166
Charitable activities Totals	167,228	23,728	49,746	—	240,702	268,149
Governance costs						
A1017 - Tech Upgrade	371	—	—	—	371	2,641
E1042 - Training and Development	126	—	203	—	329	—
Governance costs Totals	497	—	203	—	700	2,641
Resources used Grand totals	167,931	23,728	58,648	—	250,308	278,729

Notes to the financial statements

For the year ended 31 December 2024

ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 funds on an average balance basis.

Designated funds have been set up for the designated object as indicated by their title, these funds will be disbursed only for that object purpose.

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

Incoming resources

Planned giving, collections and donations are recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Note that the grant for the Debt Centre for 1H 2025 was received in December and will be recognized in 2025. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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, (the Terrier) which can be inspected (at any reasonable time). For anything acquired prior to 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore, all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 15% for office equipment. Individual items of £500 or less are written off when the asset is acquired, and are hence not registered, assets that are considered to have exceeded a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2024

2 CHARITABLE DONATIONS		2024	2023
	£		£
FEBA – B&M Adams	2,500		2,500
C&N Moreton	2,000		2,000
Bitola, Macedonia, Church twinning	2,000		2,000
TEN Bitola Kitchen appeal	3,500		
Fair Frome			1,213
Wycliffe	1,000		1,000
Christian aid	500		300
YMCA	1,000		
FACT	250		
Windsor Hill Wood Community			500
Hardship Fund Church/Bridge			1,500
Friends of Marsabit	2,000		
West Smethwick Church	2,000		
Friends of Somerset Churches	50		50
A Rocha eco church			50
Children's Hospice SW	100		100
The Children's Society (Christingle)	291		
Royal British Legion (Poppy Appeal)	177		
	<u>17,368</u>		<u>11,213</u>
3 FIXED ASSET			
(a) Tangible			
Original cost	47,245		47,245
Disposal	13,229		44,751
Additions at cost	---		---
At 31st December	<u>34,016</u>		<u>2,493</u>
Depreciation at 1st Jan	46,303		46,137
Withdrawn on disposal	13,229		
Charge for the year	141		166
Depreciation at 31st December	<u>33,215</u>		<u>46,303</u>
Current value, year end	<u>801</u>		<u>942</u>
(b) Investments			
Market value at 1st January	30,799		28,167
Purchases			
Disposals			
Revaluation	695		2,631
At 31st December	<u>31,495</u>		<u>30,799</u>

Accounts

Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2023

Independent examiners' report to the members of the Parochial Church Council of Holy Trinity Church, Frome

I report on the accounts of the church for the year ended 31 December 2023, which are set out on pages 2 to 11

Respective responsibilities of trustees and examiner

The members of the PCC, as the charity's trustees, are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts (under section 145 of the 2011 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5) of the 2011 Act); and
- to state whether particular matters have come to my attention.

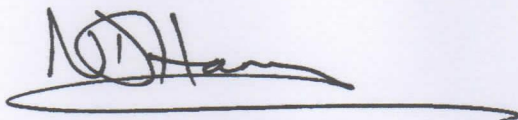
Basis of independent examiners' report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, I do not express an audit opinion on the view given by the accounts.

Independent examiners' statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with s130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Nigel Harris BA CTA ATT

Accountant & Chartered Tax Adviser
Burton Sweet

Cooper House
Lower Charlton Estate
Shepton Mallet
Somerset BA4 5QE

12 March 2024

• FINANCIAL REVIEW

This report covers the financial year and calendar year 2023, ending 31 December 2023. This year will be remembered for the impact of world conflicts and the effect on energy prices; and general inflation, as the year progressed our income increased somewhat and our budgeted expenditure was under realised, resulting in a slight surfeit, however funds do continue to affect every single aspect of Holy Trinity's significant spectrum of activities from Praise and Worship, Toddlers and through to The Bridge and Debt Centre together with other outreach work

Total receipts on the ordinary unrestricted fund, which represent the General Fund only, were £163,881 and are detailed in the Financial Statements. For direct comparison purpose with year (2019) the unrestricted General Fund income was £164,346. Hence, we have recovered our General Fund income compared to pre covid times income. Total expenditure in the year from such income amounted to £159,907. The largest item was our Parish Share of £99,668 which was paid to the Diocese of Bath and Wells to enable it to provide clergy and support services. The net result for these funds was a small surfeit of £3,974 compared with a surfeit of £23,626 in 2019 and surfeit of £25,615 in 2018.

The PCC took the decision that most of our outreach, supported from specific funds, should be from Restricted Funds rather than Designated Funds in order to protect those amounts from other use. Accordingly, you will notice that The Bridge, Hardship, and Parish Nurse Funds are reported both in their previous category, Designated, and in their new category Restricted. The Designated funds were closed and balances transferred to the newly created Restricted Funds.

Designated Funds total receipts were £30,232 and expenditure was £18,721 resulting in a year's surfeit of £11,511. These figures cover all designated Funds held by Holy Trinity. The funds mostly affected are the Hall and Toddlers. Hall receipts have been good this year with the Hall Fund now almost in the black after challenging years through the Covid periods due to little or no bookings. Toddlers have not financially performed as well as last year due to the reduction from twice to once a week service. This year Toddlers Fund has not contributed to the Children and Youth Fund as has happened in previous years

Restricted Funds, which are; Children & Youth, Debt Centre, Fabric, Parish Nurse, The Bridge, Hardship and the Redevelopment Funds had an income of £63,167 and an expenditure of £80,960. The Children and Youth Fund was budgeted for 2023 with a deficit of £11,400 but experienced a deficit of £8,431; and Debt Centre Funds a deficit of £9,200 but experienced a deficit of only £1,455 mostly due to two significant "one-off" donations, which I am sure Phil Gray will talk more about in his Annual Report; the Parish Nurse a deficit of £6,800 but experienced a deficit of £5,170 due to Jan Zriel resigning in November; the Redevelopment Fund experienced a deficit of £5,500. The Bridge operates on a break-even budget and this year suffered a small deficit of £847. The Hardship Fund aims to give away all receipts but shows a positive balance of \$1,622 at year end.

As noted in previous years, it must be realised that when Andrew and Elizabeth Alden were appointed to be Young Adults Ministry representatives in Frome and surrounding villages then Holy Trinity was asked to hold a Fund for their work. This Fund, YAM REST is also now a restricted fund but does not feature in the figures noted above. This YAM REST fund should not be considered as being available for any HTF uses and is transferred to The Deanery Bank at regular intervals, hence the shown amounts outgoings covering such transfers.

The PCC has continued its long-standing policy of giving (tithes) 10% of general income to mission which for 2023 has included support for ministry in Bitola, North Macedonia and our association with the fledgling evangelical church there through TEN, and our regular mission support, however charitable giving in 2023 has not reached that %age being at £11,213 compared with giving at £142,246. Please see the figures at the end of this report.

The Fabric Fund has a negative balance of £4,967, this negative balance is slowly being reduced as income is realised from investment allocated only to Fabric, through 2023 this income amounted to £742

The Redevelopment (restricted) Fund was also resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2027) repayments made to the end of this report period total £70,000. The redevelopment Fund stands at a negative £25,070 at the year-end which takes account of the outstanding £30,000 loan liability. We serviced this loan through 2023 from this Fund, however, we will be challenged to service the Diocesan Loan this coming year, 2024, with current finances; this will require a contribution of up to £7,000 from the General Fund in order to make up the shortfall.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers three months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. However, it can be realised from these accounts that the Church finances, having suffered due to COVID-19 comply with this policy with the current reporting year being almost balanced, Income/Expenditure.

Outlook and Budget

We will have to service the Diocesan Loan, for the TT-TL project, at a repayment rate of £10,000 per year for the next 3 years. We currently have no plan or pledges to cover this, for this coming year, 2024, and it will require the General Fund to take care of at least £7,000 of this loan repayment.

The Children and Youth workers Fund is in a robust position. The Toddler's fund is recovering as Toddler's activities are not back to pre-covid levels.

Members should be aware that the Children and Youth and Debt Centre are separate funds, as is Redevelopment, and the Bridge and if not specifically noted and supported by your giving then they enjoy no other income, furthermore these are Restricted Funds and monies can only be spent on their defined purposes except in extreme circumstances.

The Parish Nurse Fund continues, even with Jan Zriel having resigned. The PCC are currently discussing how this Fund will continue and be accounted in the future

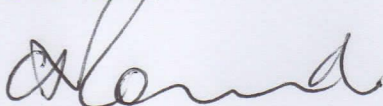
The Church members' giving was significantly affected by COVID-19 restrictions throughout 2020 and 2021, and church regular worshippers' numbers have slowly recovered through 2022/2023. It may be realised from these accounts that offerings, standing orders and other regular giving has recovered and is similar to pre Covid levels for the General Fund. It should be realised that the surfeit in general income from pre Covid years financed the provision of our Parish Nurse and Debt Centre, in order to commence new outreach activities with financial confidence we need to return to a surfeit position of in excess of £20,000 annually

Our Parish Share for 2023 remained substantially the same as 2022; however, for 2024 the Diocese took the blanket decision to increase all Parish Shares by 10%; our Parish Share for 2024 is therefore £106,692. While the financial outlook for 2024 remains acceptable, due to our reserves in the General Fund being £50,746 we look forward to a general increase in financial giving and tithing to support The Lord's work in our Parish and the wider Frome area.

As an aside a Legacy to a Registered Charity, such as Holy Trinity, can be a very efficient way to reduce Inheritance Tax rates, and provide funding to the charity, the legacy is therefore significantly greater than the drawdown on inherited assets, due to the remaining taxable inheritance being taxed at a reduced rate. If anyone is interested in this matter, please talk with me.

28 March 2024

Chris Round,



Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 27 March 2024, with the Independent Examiner's report dated 12 March 2024 being provided with no findings.

Holy Trinity Church, Frome
Statement of Financial Activities

For the period from 01 January 2023 to 31 December 2023

	Unrestricted funds	Designated funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	157,920	5,773	55,028	—	218,722	209,165
Activities for generating funds	2,086	24,459	10,913	—	37,458	30,793
Investment income	951	—	1,020	—	1,972	1,151
Incoming resources from charitable activities	1,423	—	—	—	1,423	1,228
Other incoming resources	1,500	—	—	—	1,500	3,667
Total income	163,881	30,232	66,962	—	261,075	246,005
Resources used						
Costs of generating funds						
Costs of generating voluntary income	553	—	1,588	—	2,141	1,248
Fundraising trading: cost of goods sold and other costs	—	—	5,797	—	5,797	3,326
Charitable activities	156,712	18,721	92,714	—	268,149	233,813
Governance costs	2,640	—	—	—	2,640	894
Total expenditure	159,907	18,721	100,100	—	278,729	239,282
Gains / losses on investment assets	—	—	—	2,631	2,631	(3,705)
Net income / (expenditure) resources before transfer	3,974	11,510	(33,138)	2,631	(15,021)	3,018
Transfers						
Gross transfers between funds - in	—	138	30,762	—	30,900	17,452
Gross transfers between funds - out	(1,824)	(29,075)	—	—	(30,900)	(17,452)
Other recognised gains / losses						
Net movement in funds	2,149	(17,426)	(2,375)	2,631	(15,021)	3,018
Reconciliation of funds						
Total funds brought forward	48,597	17,054	34,627	28,167	128,447	125,429
Total funds carried forward	50,746	(372)	32,251	30,799	113,425	128,447
Represented by						
Unrestricted						
General fund	50,746	—	—	—	50,746	48,597
Designated						
Church Hall Revenue Fund	—	(981)	—	—	(981)	(7,172)
Fin Assistance to self empl	—	—	—	—	—	138
Hardship	—	—	—	—	—	2,663
Parish Nurse	—	—	—	—	—	12,913
The Bridge	—	—	—	—	—	8,430
Toddlers Fund	—	609	—	—	609	81
Restricted						
Children & Youth Worker Fund	—	—	32,350	—	32,350	40,781
Debt Counselling	—	—	12,555	—	12,555	13,247
Fabric Fund	—	—	(4,967)	—	(4,967)	(5,710)
Hardship	—	—	1,622	—	1,622	—
Parish Nurse	—	—	7,743	—	7,743	—
Redevelopment Fund	—	—	(25,070)	—	(25,070)	(29,472)
The Bridge	—	—	7,583	—	7,583	—
Young Adult Ministry REST	—	—	435	—	435	15,781
Endowment						
Investments	—	—	—	30,799	30,799	28,167

Holy Trinity Church, Frome

Balance sheet (Summary)

As at: 31 December 2023

	As at 31/12/2023	As at 31/12/2022
	£	£
Fixed assets		
Tangible assets	941	1,107
Investments	30,799	28,167
	<u>31,741</u>	<u>29,275</u>
Current assets		
Debtors	5,298	5,225
Investments	14,448	13,999
Cash at bank and in hand	91,937	119,946
	<u>111,684</u>	<u>139,171</u>
Net current assets less current liabilities	<u>111,684</u>	<u>139,171</u>
Total assets less current liabilities	<u>143,425</u>	<u>168,447</u>
Liabilities		
Creditors: Amounts falling due after more than one year	30,000	40,000
Total net assets less liabilities	<u>113,425</u>	<u>128,447</u>
Represented by		
Unrestricted		
Unrestricted - General fund	50,746	48,597
Designated		
Designated - Fin Assistance to self empl	—	138
Designated - Hardship	—	2,663
Designated - Parish Nurse	—	12,913
Designated - Church Hall Revenue Fund	(981)	(7,172)
Designated - The Bridge	—	8,430
Designated - Toddlers Fund	609	81
Restricted		
Restricted - Debt Counselling	12,555	13,247
Restricted - Hardship	1,622	—
Restricted - Parish Nurse	7,743	—
Restricted - Young Adult Ministry REST	435	15,781
Restricted - Fabric Fund	(4,967)	(5,710)
Restricted - Revaluation reserves	—	—
Restricted - The Bridge	7,583	—
Restricted - Redevelopment Fund	(25,070)	(29,472)
Restricted - Children & Youth Worker Fund	32,350	40,781
Endowment		
Endowment - Investments	30,799	28,167
Funds of the church	<u>113,425</u>	<u>128,447</u>

Holy Trinity Church, Frome
Statement of Assets and Liabilities (by code)
As at: 31 December 2023

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets - Investments						
A1005 : Investments	—	—	—	30,799.44	30,799.44	28,167.71
Total	—	—	—	30,799.44	30,799.44	28,167.71
Fixed assets - Tangible assets						
A1003 : Office	941.83	—	—	—	941.83	1,107.72
Total	941.83	—	—	—	941.83	1,107.72
Current assets - Cash at bank and in hand						
B3040 : The Bridge Current Account	4.92	(1,493.96)	7,634.14	—	6,145.10	7,657.58
B3040 : The Bridge Current Account	—	(252.26)	—	—	(252.26)	(252.26)
B3041 : The Bridge Cash	(18.98)	923.85	(521.71)	—	383.16	152.58
C3011 : Children & Youth Worker Fund	—	(30.94)	38,781.61	—	38,750.67	41,621.82
D3050 : Redevelopment Fund	—	—	2,063.04	—	2,063.04	8,871.13
G3010 : General Current Account	29,337.19	(22,338.42)	10,837.92	—	17,836.69	49,200.48
H3020 : Hall Current Account	4,191.68	22,819.41	—	—	27,011.09	12,695.27
Total	33,514.81	(372.32)	58,795.00	—	91,937.49	119,946.60
Current assets - Debtors						
Z05 : Accounts Receivable	2,865.86	—	2,432.75	—	5,298.61	5,225.65
Total	2,865.86	—	2,432.75	—	5,298.61	5,225.65
Current assets - Investments						
F3060 : Fabric CBF Deposit	—	—	972.16	—	972.16	941.97
G3011 : General CBF Deposit	13,424.03	—	51.98	—	13,476.01	13,057.52
Total	13,424.03	—	1,024.14	—	14,448.17	13,999.49
Liabilities - Creditors: Amounts falling due after more than one year						
ZZZ11 : Loan	—	—	30,000.00	—	30,000.00	40,000.00
Total	—	—	30,000.00	—	30,000.00	40,000.00
Net total assets	50,746.53	(372.32)	32,251.89	30,799.44	113,425.54	128,447.17

Holy Trinity Church, Frome
Fund movement by type
Selected period: 01 January 2023 to 31 December 2023

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	48,597	163,881	159,907	(1,824)	—	—	50,746
Sub-totals	48,597	163,881	159,907	(1,824)	—	—	50,746
Designated							
Covid - Fin Assistance to self empl	138	—	—	(138)	—	—	—
Hardship - Hardship	2,663	—	—	(2,663)	—	—	—
Nurse - Parish Nurse	12,913	2,900	—	(15,813)	—	—	—
Weekend - Parish	—	—	—	—	—	—	—
Weekend away	—	—	—	—	—	—	—
YAM - Young Adult Ministry	—	—	—	—	—	—	—
Hall - Church Hall Revenue Fund	(7,172)	23,687	17,496	—	—	—	(981)
Bridge - The Bridge	8,430	1,891	—	(10,321)	—	—	—
Toddlers - Toddlers Fund	81	1,753	1,225	—	—	—	609
Sub-totals	17,054	30,232	18,721	(28,937)	—	—	(372)
Restricted							
DEBTCOUN - Debt Counselling	13,247	15,964	17,419	762	—	—	12,555
Hardship - Hardship	—	232	1,712	3,102	—	—	1,622
Nurse - Parish Nurse	—	3,108	11,940	16,575	—	—	7,743
UKR - Ukraine Support	—	—	—	—	—	—	—
YAM-REST - Young Adult Ministry REST	15,781	3,795	19,140	—	—	—	435
Fabric - Fabric Fund	(5,710)	742	—	—	—	—	(4,967)
ZReval - Revaluation reserves	—	—	—	—	—	—	—
Bridge - The Bridge	—	12,319	15,057	10,321	—	—	7,583
Redevelop - Redevelopment Fund	(29,472)	5,996	1,594	—	—	—	(25,070)
C&youth - Children & Youth Worker Fund	40,781	24,803	33,234	—	—	—	32,350
Sub-totals	34,627	66,962	100,100	30,762	—	—	32,251
Endowment							
Coif - Investments	28,167	—	—	—	2,631	—	30,799
Sub-totals	28,167	—	—	—	2,631	—	30,799
Totals	128,447	261,075	278,729	—	2,631	—	113,425

Holy Trinity Church, Frome
Analysis of income and expenditure
Selected period: 01 January 2023 to 31 December 2023

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Incoming resources						
<i>Incoming resources from generated funds</i>						
B002 - Tech Upgrade	4,690	—	—	—	4,690	—
D0020 - Sum Up Payments from Digi plate	1,427	163	—	—	1,591	2,030
D0021 - Church Card machine	220	—	—	—	220	—
D0030 - Change	11,050	115	279	—	11,444	12,236
D0031 - Donations	36,819	60	19,888	—	56,769	43,230
D0032 - Grants & Legacies	—	—	—	—	—	10,000
D0040 - Sundry	141	—	—	—	141	1,216
D0041 - Events	3,276	—	—	—	3,276	2,037
D0043 - Books	151	—	—	—	151	197
D0044 - Toddlers	—	1,413	—	—	1,413	2,203
P0010 - Standing Orders	74,912	4,020	26,761	—	105,693	100,930
P0011 - Envelopes	4,721	—	—	—	4,721	7,144
P0020 - Inland Revenue Refund	20,135	0	8,099	—	28,234	27,937
P0025 - Markham gift	375	—	—	—	375	—
B0060 - Photocopying	49	—	—	—	49	111
B0062 - Catering	—	—	—	—	—	14
B0067 - Rent	2,037	6,886	483	—	9,406	5,757
B0068 - Bridge Sales	—	771	10,430	—	11,201	7,899
H0070 - Hall Hire	—	16,801	—	—	16,801	17,010
C0050 - Current Interest	951	—	175	—	1,126	309
I0051 - 1/2T Int	—	—	132	—	132	132
I0052 - 3T Int	—	—	712	—	712	709
<i>Incoming resources from generated funds Totals</i>	160,958	30,232	66,962	—	258,152	241,110
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	1,423	—	—	—	1,423	1,228
<i>Incoming resources from charitable activities Totals</i>	1,423	—	—	—	1,423	1,228
<i>Other incoming resources</i>						
B001 - Lenchwood trip	1,500	—	—	—	1,500	—
P0023 - HMRC Job Ret Sch Covid 19	—	—	—	—	—	3,667
<i>Other incoming resources Totals</i>	1,500	—	—	—	1,500	3,667
Incoming resources Grand totals	163,881	30,232	66,962	—	261,075	246,005

Holy Trinity Church, Frome
Analysis of income and expenditure
Selected period: 01 January 2023 to 31 December 2023

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Resources used						
Costs of generating funds						
A1011 - Fund Raising Expenses	553	—	—	—	553	647
INT - Interest Paid	—	—	1,588	—	1,588	600
B1062 - Bridge Purchases	—	—	5,797	—	5,797	3,326
Costs of generating funds Totals	553	—	7,385	—	7,938	4,574
Charitable activities						
B1067 - Rent	—	1,481	5,280	—	6,761	6,710
B1068 - Rates & water Rates	256	384	209	—	850	628
C1010 - Church Overseas	7,000	—	—	—	7,000	7,000
C1011 - Relief & Development	300	—	—	—	300	3,742
C1020 - Home Missions	300	—	—	—	300	1,400
D1050 - Parish Share	99,668	—	—	—	99,668	97,554
E1040 - Outreach	6,086	—	24,104	—	30,190	6,664
H1060 - Cleaner	3,670	4,993	1,898	—	10,561	8,765
R1090 - Insurance	1,248	702	175	—	2,126	2,448
R1091 - Cleaning	612	47	—	—	659	517
R1092 - Administrator	4,904	2,367	—	—	7,271	11,268
R1093 - Maintenance	5,387	1,181	1,180	—	7,749	15,691
R1094 - Stationery	939	—	—	—	939	1,175
R1095 - Telephone	980	—	309	—	1,289	1,205
R1097 - Sundries	1,045	893	679	—	2,617	2,710
R1098 - Petty Cash	—	—	—	—	—	200
R1099 - Catering	295	—	—	—	295	338
R1100 - Operations and management	4,804	—	—	—	4,804	—
S1081 - Heat & Light	11,841	6,335	584	—	18,760	7,976
S1083 - Services	2,336	—	—	—	2,336	2,104
S1084 - Events	2,382	—	—	—	2,382	480
S1085 - Clergy	—	—	—	—	—	1,177
S1086 - Bank Charges	250	14	126	—	390	378
Y1069 - NEST for employees	—	—	3,256	—	3,256	2,762
Y1070 - Wages	103	250	51,860	—	52,214	47,595
Y1071 - Expenses	2,134	71	3,049	—	5,255	3,122
Z99999 - Depreciation	165	—	—	—	165	195
Charitable activities Totals	156,712	18,721	92,714	—	268,149	233,813
Governance costs						
A1017 - Tech Upgrade	2,640	—	—	—	2,640	—
E1042 - Training and Development	—	—	—	—	—	894
Governance costs Totals	2,640	—	—	—	2,640	894
Resources used Grand totals	159,907	18,721	100,100	—	278,729	239,282

Notes to the financial statements

For the year ended 31 December 2023

ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 funds on an average balance basis.

Designated funds have been set up for the designated object as indicated by their title, these funds will be disbursed only for that object purpose.

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

Incoming resources

Planned giving, collections and donations are recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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, (the Terrier) which can be inspected (at any reasonable time). For anything acquired prior to 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore, all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 15% for office equipment. Individual items of £500 or less are written off when the asset is acquired, and are hence not registered, assets that are considered to have exceeded a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2023

2 CHARITABLE DONATIONS**2023****2022**

	£	£
FEBA – B&M Adams	2500	2500
C&N Moreton	2000	2000
Christian aid	300	504
REAP Africa	0	0
Fair Frome	1213	0
C & Y Fund	0	0
Wycliffe	1000	1000
FACT	0	0
Windsor Hill Wood Community	500	0
Hardship Fund Church/Bridge	1500	1230
Neighbourhood Chaplains	0	0
Bitola, Macedonia, Church twinning	2000	2000
Friends of Somerset Churches	50	50
A Rocha eco church	50	0
Children's Hospice SW	100	100
	<u>11213</u>	<u>9384</u>

3 FIXED ASSET**(a) Tangible**

Original cost	47245	47245
Disposal	44751	44751
Additions at cost	---	---
At 31st December	<u>2493</u>	<u>2493</u>
Depreciation at 1st Jan	46137	45942
Withdrawn on disposal		
Charge for the year	<u>166</u>	<u>195</u>
Depreciation at 31st December	<u>46303</u>	<u>46137</u>
Current value, year end	<u>942</u>	<u>1108</u>

(b) Investments

Market value at 1st January	28167	31873
Purchases		
Disposals		
Revaluation	<u>2631</u>	<u>(3706)</u>
At 31st December	<u>30799</u>	<u>28167</u>

Accounts

Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2022

• FINANCIAL REVIEW

This report covers the financial year and calendar year 2022, ending 31 December 2022. This year will again be remembered for the impact of the COVID-19 pandemic, as was 2021, however as the year progressed so Covid restrictions were eased, the long-lasting effects of Covid do continue to affect every single aspect of Holy Trinity's significant spectrum of activities from Praise and Worship, Toddlers and through to Finances. However, as may be realized from the annual accounts, the General Fund has somewhat recovered slightly from the significantly reduced 2020 offerings and the then marginally increased 2021 offerings.

Total receipts on the ordinary unrestricted fund, which represent the General Fund only, were £146,926 and are detailed in the Financial Statements. For direct comparison purpose with year (2019) the unrestricted General Fund income was £164,346. Hence a reduction on income, 2022 cf 2019 of £17,420. Total expenditure in the year from such income amounted to £146,169. The largest item was our Parish Share of £97,554 which was paid to the Diocese of Bath and Wells to enable it to provide clergy and support services. The net result for these funds was a small surfeit of £757 compared with a surfeit of £23,626 in 2019 and surfeit of £25,615 in 2018.

Designated Funds total receipts were £53,349 and expenditure was £44,768 resulting in a surfeit of £8,580. These figures cover all designated Funds held by Holy Trinity. The funds mostly affected are the Hall; the Nurse (little income just expenditure), and the Bridge, income affected by recovering from Covid effects.

Restricted Funds, which are; Children & Youth, Debt Centre, Fabric and the Redevelopment Funds had an income of £43,461 and an expenditure of £47,519 resulting in a deficit of £4,058. The Children and Youth Fund and Debt Centre Funds account for this deficit. However, it must be realised that when Andrew and Elizabeth Alden were appointed to be Young Adults Ministry representatives in Frome and surrounding villages then Holy Trinity was asked to hold a Fund for their work. This Fund, YAM REST is also now a restricted fund but does not feature in the figures noted above. This YAM REST fund should not be considered as being available for any HTF uses.

The PCC has continued its long-standing policy of giving (tithes) 10% of general income to mission which for 2022 has included support for ministry in Bitola, North Macedonia and our association with the fledgling evangelical church there through TEN, however charitable giving in 2022 has not reached that %age being at £9,384 compared with giving at £125,816.

Toddlers has significantly recovered from year 2021 and has consequently provided Toddler's contribution of the usual £1,000 towards the C & Y fund.

The Fabric Fund has a negative balance of £5,710, this negative balance is slowly being reduced as income is realised from investment allocated only to Fabric, through 2022 this income amounted to £722

The Redevelopment (restricted) Fund was also resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2027) repayments made to the end of this report period total £60,000. The redevelopment Fund stands at a negative £29,472 at the year-end which takes account of the outstanding £40,000 loan liability. Following a lump sum given in 2021, we were able to service the Diocesan Loan this year, 2022, with current finances; and we should be able to service the loan from this fund, for 2023, however this may be a challenge for ensuing years.

The Bridge account had an income of £17,288 which included Government grants (Covid related) amounted to £3,667. The Bridge expenditure was £15,411 almost entirely due to fixed costs, Rent and Maintenance, resulting in a surfeit of £1,876. The PCC previously decided to carry out significant maintenance at The Bridge through 2020, 2021 and into 2022, this maintenance cost was £3,196 during 2022. The Bridge management, led by John and Wendy Rootes have rebuilt the work of The Bridge, following the Covid restrictions being lifted to a result where a surfeit has been realised financially.

The Hall Fund income has significantly increased following the lifting of COVID-19 restrictions resulting in a small surfeit of £380, while the Hall Hire Income runs the direct Hall expenses, as previously noted in my annual reports, the General Church suffers cost for Administration and other aspects that are paid from our General Fund. The Hall is normally contra charged by the General Fund a sum to cover these appropriate costs.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers three months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. However, it can be realised from these accounts that the Church finances, having suffered due to COVID-19 comply with this policy with the current reporting year being almost balanced, Income/Expenditure.

Outlook and Budget

We will have to service the Diocesan Loan, for the TT-TL project, at a repayment rate of £10,000 per year for the next 4 years. We currently have no plan or pledges to cover this, however this fund is in credit and can currently service the next 1 + years.

The Children and Youth workers Fund is in a robust position. The Toddler's fund is recovering as Toddler's activities have re-commenced.

Members should be aware that the Children and Youth and Debt Centre are separate funds, as is Redevelopment, and the Parish Nurse and if not specifically noted and supported by your giving then they enjoy no other income, furthermore these are Restricted Funds and monies can only be spent on their defined purposes except in extreme circumstances.

The Church members' giving was significantly affected by COVID-19 restrictions throughout 2020 and 2021. Recovery from this effect has occurred through 2022 but not yet fully. It may be realised from these accounts that offerings on the plate each week as cash, totaled £26,925 in 2019 but only £11,519 in 2022, a reduction of £15,406, however, standing orders and other regular giving has recovered and is similar to pre Covid levels. These reductions affect the overall church activities and the reserves held in savings. It should be realised that the surfeit in general income from pre Covid years financed the provision of our Parish Nurse and Debt Centre, in order to maintain these outreach activities, we need to return to a surfeit position of in excess of £20,000 annually

Our Parish Share for 2022 was again based upon reporting to the diocese completed in April 2020 covering the church attendance for the previous year, 2019 (pre-Pandemic). The Diocese decided this year, 2023 our Parish Share should remain substantially the same as 2022; while the financial outlook for 2023 remains acceptable, due to our reserves in the General Fund being £48,597 we look forward to church returning to normal and regular worshipping members numbers returning to pre COVID-19 level but more importantly the associated income returning. Current habits of not carrying cash and use of Card Payments have persuaded the PCC to install a Card Donation system, however this has not been as successful as hoped.

As an aside a Legacy to a Registered Charity, such as Holy Trinity, can be a very efficient way to reduce Inheritance Tax rates, and provide funding to the charity, the legacy is therefore significantly greater than the drawdown on inherited assets, due to the remaining taxable inheritance being taxed at a reduced rate. If anyone is interested in this matter, please talk with me.

18 January 2023

Chris Round,

Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 22 March 2023, with the Independent Examiner's report being unqualified.

Holy Trinity Church, Frome
Statement of Financial Activities
For the period from 01 January 2022 to 31 December 2022

	Unrestricted funds	Designated funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	141,393	22,780	44,992	—	209,165	168,540
Activities for generating funds	3,899	26,894	—	—	30,793	12,075
Investment income	405	8	737	—	1,151	859
Incoming resources from charitable activities	1,228	—	—	—	1,228	891
Other incoming resources	—	3,667	—	—	3,667	31,644
Total income	146,926	53,349	45,729	—	246,005	214,010
Resources used						
Costs of generating funds						
Costs of generating voluntary income	647	—	600	—	1,248	346
Fundraising trading: cost of goods sold and other costs	—	3,326	—	—	3,326	731
Charitable activities	144,627	41,442	47,743	—	233,813	227,080
Governance costs	894	—	—	—	894	—
Total expenditure	146,169	44,768	48,343	—	239,282	228,157
Gains / losses on investment assets	—	—	—	(3,705)	(3,705)	3,974
Net income / (expenditure) resources before transfer	757	8,580	(2,614)	(3,705)	3,018	(10,172)
Transfers						
Gross transfers between funds - in	1,620	494	15,337	—	17,452	334
Gross transfers between funds - out	(132)	(17,319)	—	—	(17,452)	(334)
Other recognised gains / losses						
Net movement in funds	2,245	(8,244)	12,722	(3,705)	3,018	(10,172)
Reconciliation of funds						
Total funds brought forward	46,351	25,299	21,905	31,873	125,429	135,601
Total funds carried forward	48,597	17,054	34,627	28,167	128,447	125,429
Represented by						
Unrestricted						
General fund	48,597	—	—	—	48,597	46,351
Designated						
Church Hall Revenue Fund	—	(7,172)	—	—	(7,172)	(7,553)
Fin Assistance to self empl	—	138	—	—	138	788
Hardship	—	2,663	—	—	2,663	—
Parish Nurse	—	12,913	—	—	12,913	10,730
Parish Weekend away	—	—	—	—	—	0
The Bridge	—	8,430	—	—	8,430	6,915
Toddlers Fund	—	81	—	—	81	80
Young Adult Ministry	—	—	—	—	—	14,337
Restricted						
Children & Youth Worker Fund	—	—	40,781	—	40,781	40,805
Debt Counselling	—	—	13,247	—	13,247	24,685
Fabric Fund	—	—	(5,710)	—	(5,710)	(6,432)
Redevelopment Fund	—	—	(29,472)	—	(29,472)	(37,153)
Young Adult Ministry REST	—	—	15,781	—	15,781	—
Endowment						
Investments	—	—	—	28,167	28,167	31,873

Balance sheet (Summary)
As at: 31 December 2022

	As at 31/12/2022	As at 31/12/2021
	£	£
Fixed assets		
Tangible assets	1,107	1,302
Investments	28,167	31,873
	<u>29,275</u>	<u>33,175</u>
Current assets		
Debtors	5,225	7,295
Investments	13,999	13,817
Cash at bank and in hand	119,946	121,139
	<u>139,171</u>	<u>142,253</u>
Net current assets less current liabilities	<u>139,171</u>	<u>142,253</u>
Total assets less current liabilities	<u>168,447</u>	<u>175,429</u>
Liabilities		
Creditors: Amounts falling due after more than one year	40,000	50,000
Total net assets less liabilities	<u>128,447</u>	<u>125,429</u>
Represented by		
Unrestricted		
Unrestricted - General fund	48,597	46,351
Designated		
Designated - Fin Assistance to self empl	138	788
Designated - Hardship	2,663	—
Designated - Parish Nurse	12,913	10,730
Designated - Parish Weekend away	—	0
Designated - Young Adult Ministry	—	14,337
Designated - Church Hall Revenue Fund	(7,172)	(7,553)
Designated - The Bridge	8,430	6,915
Designated - Toddlers Fund	81	80
Restricted		
Restricted - Debt Counselling	13,247	24,685
Restricted - Hardship	—	—
Restricted - Parish Nurse	—	—
Restricted - Young Adult Ministry REST	15,781	—
Restricted - Fabric Fund	(5,710)	(6,432)
Restricted - Revaluation reserves	—	—
Restricted - The Bridge	—	—
Restricted - Redevelopment Fund	(29,472)	(37,153)
Restricted - Children & Youth Worker Fund	40,781	40,805
Endowment		
Endowment - Investments	28,167	31,873
Funds of the church	<u>128,447</u>	<u>125,429</u>

Statement of Assets and Liabilities (by code)
As at: 31 December 2022

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets - Investments						
A1005 : Investments	—	—	—	28,167.71	28,167.71	31,873.10
Total	—	—	—	28,167.71	28,167.71	31,873.10
Fixed assets - Tangible assets						
A1003 : Office	1,107.72	—	—	—	1,107.72	1,302.83
Total	1,107.72	—	—	—	1,107.72	1,302.83
Current assets - Cash at bank and in hand						
B3040 : The Bridge Current Account	(50.00)	7,707.58	—	—	7,657.58	6,072.22
B3040 : The Bridge Current Account	—	(252.26)	—	—	(252.26)	—
B3041 : The Bridge Cash	—	152.58	—	—	152.58	186.70
C3011 : Children & Youth Worker Fund	—	—	41,621.82	—	41,621.82	13,631.01
D3050 : Redevelopment Fund	—	—	8,871.13	—	8,871.13	6,751.94
G3010 : General Current Account	28,080.76	(1,083.85)	22,203.57	—	49,200.48	63,955.99
G3014 : General Cash Imprest	—	—	—	—	—	81.50
H3020 : Hall Current Account	2,238.68	10,456.59	—	—	12,695.27	30,460.31
Total	30,269.44	16,980.64	72,696.52	—	119,946.60	121,139.67
Current assets - Debtors						
Z05 : Accounts Receivable	4,214.65	73.75	937.25	—	5,225.65	7,295.72
Total	4,214.65	73.75	937.25	—	5,225.65	7,295.72
Current assets - Investments						
F3060 : Fabric CBF Deposit	—	—	941.97	—	941.97	929.75
G3011 : General CBF Deposit	13,005.54	—	51.98	—	13,057.52	12,888.01
Total	13,005.54	—	993.95	—	13,999.49	13,817.76
Liabilities - Creditors: Amounts falling due after more than one year						
ZZZ11 : Loan	—	—	40,000.00	—	40,000.00	50,000.00
Total	—	—	40,000.00	—	40,000.00	50,000.00
Net total assets	48,597.35	17,054.39	34,627.72	28,167.71	128,447.17	125,429.08

Holy Trinity Church, Frome
Fund movement by type
Selected period: 01 January 2022 to 31 December 2022

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	46,351	146,926	146,169	1,488	—	—	48,597
Sub-totals	46,351	146,926	146,169	1,488	—	—	48,597
Designated							
Covid - Fin Assistance to self empl	788	—	650	—	—	—	138
Hardship - Hardship	—	3,083	914	494	—	—	2,663
Nurse - Parish Nurse	10,730	13,760	11,576	—	—	—	12,913
Weekend - Parish Weekend away	0	—	—	0	—	—	—
YAM - Young Adult Ministry	14,337	—	—	(14,337)	—	—	—
Hall - Church Hall Revenue Fund	(7,553)	17,014	15,014	(1,620)	—	—	(7,172)
Bridge - The Bridge	6,915	17,288	15,411	(361)	—	—	8,430
Toddlers - Toddlers Fund	80	2,203	1,202	(1,000)	—	—	81
Sub-totals	25,299	53,349	44,768	(16,825)	—	—	17,054
Restricted							
DEBTCOUN - Debt Counselling	24,685	4,902	16,340	—	—	—	13,247
Hardship - Hardship	—	—	—	—	—	—	—
Nurse - Parish Nurse	—	—	—	—	—	—	—
UKR - Ukraine Support	—	3,237	3,237	—	—	—	—
YAM-REST - Young Adult Ministry REST	—	2,268	824	14,337	—	—	15,781
Fabric - Fabric Fund	(6,432)	722	—	—	—	—	(5,710)
ZReval - Revaluation reserves	—	—	—	—	—	—	—
Bridge - The Bridge	—	—	—	—	—	—	—
Redevelop - Redevelopment Fund	(37,153)	8,287	606	—	—	—	(29,472)
C&youth - Children & Youth Worker Fund	40,805	26,311	27,335	1,000	—	—	40,781
Sub-totals	21,905	45,729	48,343	15,337	—	—	34,627
Endowment							
Coif - Investments	31,873	—	—	—	(3,705)	—	28,167
Sub-totals	31,873	—	—	—	(3,705)	—	28,167
Totals	125,429	246,005	239,282	—	(3,705)	—	128,447

Analysis of income and expenditure
Selected period: 01 January 2022 to 31 December 2022

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Incoming resources						
<i>Incoming resources from generated funds</i>						
D0020 - Sum Up Payments from Digiplate	2,030	—	—	—	2,030	—
D0030 - Change	11,519	707	10	—	12,236	7,371
D0031 - Donations	26,901	6,369	9,959	—	43,230	41,244
D0032 - Grants & Legacies	—	10,000	—	—	10,000	—
D0040 - Sundry	1,196	20	—	—	1,216	261
D0041 - Events	2,037	—	—	—	2,037	294
D0043 - Books	197	—	—	—	197	531
D0044 - Toddlers	—	2,203	—	—	2,203	154
P0010 - Standing Orders	69,254	3,125	28,550	—	100,930	92,086
P0011 - Envelopes	7,144	—	—	—	7,144	5,317
P0020 - Inland Revenue Refund	21,110	355	6,472	—	27,937	21,279
B0060 - Photocopying	111	—	—	—	111	5
B0062 - Catering	14	—	—	—	14	—
B0067 - Rent	3,773	1,984	—	—	5,757	1,911
B0068 - Bridge Sales	—	7,899	—	—	7,899	2,845
H0070 - Hall Hire	—	17,010	—	—	17,010	7,313
C0050 - Current Interest	273	8	27	—	309	38
I0051 - 1/2T Int	132	—	—	—	132	129
I0052 - 3T Int	—	—	709	—	709	691
<i>Incoming resources from generated funds Totals</i>	145,698	49,682	45,729	—	241,110	181,475
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	1,228	—	—	—	1,228	891
<i>Incoming resources from charitable activities Totals</i>	1,228	—	—	—	1,228	891
<i>Other incoming resources</i>						
P0023 - HMRC Job Ret Sch Covid 19	—	3,667	—	—	3,667	31,644
<i>Other incoming resources Totals</i>	—	3,667	—	—	3,667	31,644
Incoming resources Grand totals	146,926	53,349	45,729	—	246,005	214,010

Analysis of income and expenditure
Selected period: 01 January 2022 to 31 December 2022

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Resources used						
Costs of generating funds						
A1011 - Fund Raising Expenses	647	—	—	—	647	—
INT - Interest Paid	—	—	600	—	600	346
B1062 - Bridge Purchases	—	3,326	—	—	3,326	731
Costs of generating funds Totals	647	3,326	600	—	4,574	1,077
Charitable activities						
B1067 - Rent	—	6,710	—	—	6,710	7,063
B1068 - Rates & water Rates	174	453	—	—	628	345
C1010 - Church Overseas	7,000	—	—	—	7,000	3,750
C1011 - Relief & Development	504	—	3,237	—	3,742	2,500
C1020 - Home Missions	900	500	—	—	1,400	1,100
C1021 - Secular Charities	—	—	—	—	—	210
D1050 - Parish Share	97,554	—	—	—	97,554	97,553
E1040 - Outreach	1,469	1,594	3,600	—	6,664	10,674
H1060 - Cleaner	3,380	5,384	—	—	8,765	5,546
R1090 - Insurance	1,094	1,354	—	—	2,448	1,780
R1091 - Cleaning	517	—	—	—	517	382
R1092 - Administrator	5,491	5,776	—	—	11,268	10,385
R1093 - Maintenance	12,161	3,530	—	—	15,691	23,652
R1094 - Stationery	1,175	—	—	—	1,175	502
R1095 - Telephone	913	291	—	—	1,205	1,275
R1097 - Sundries	2,203	467	40	—	2,710	4,843
R1098 - Petty Cash	200	—	—	—	200	400
R1099 - Catering	338	—	—	—	338	—
S1081 - Heat & Light	4,739	3,237	—	—	7,976	5,047
S1083 - Services	2,104	—	—	—	2,104	1,346
S1084 - Events	480	—	—	—	480	60
S1085 - Clergy	1,177	—	—	—	1,177	343
S1086 - Bank Charges	257	9	110	—	378	767
Y1069 - NEST for employees	—	762	2,000	—	2,762	—
Y1070 - Wages	291	10,412	36,892	—	47,595	46,459
Y1071 - Expenses	302	957	1,862	—	3,122	859
Z99999 - Depreciation	195	—	—	—	195	229
Charitable activities Totals	144,627	41,442	47,743	—	233,813	227,080
Governance costs						
E1042 - Training and Development	894	—	—	—	894	—
Governance costs Totals	894	—	—	—	894	—
Resources used Grand totals	146,169	44,768	48,343	—	239,282	228,157

Notes to the financial statements

For the year ended 31 December 2022

ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 funds on an average balance basis.

Designated funds have been set up for the designated object as indicated by their title, these funds will be disbursed only for that object purpose.

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

Incoming resources

Planned giving, collections and donations are recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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, (the Terrier) which can be inspected (at any reasonable time). For anything acquired prior to 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore, all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 15% for office equipment. Individual items of £500 or less are written off when the asset is acquired, and are hence not registered, assets that are considered to have exceeded a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2022

2	CHARITABLE DONATIONS	2022	2021
		£	£
	FEBA – B&M Adams	2500	2500
	C&N Moreton	2000	2000
	Christian aid	504	300
	REAP Africa	0	0
	Bath One Good Friday Pageant	0	0
	C & Y Fund	0	0
	Wycliffe	1000	1000
	FACT	0	0
	Others	0	174
	Hardship Fund Church/Bridge	1230	507
	Neighbourhood Chaplains	0	50
	Bitola, Macedonia, Church twinning	2000	2000
	Friends of Somerset Churches	50	50
	A Rocha eco church	0	210
	Children's Hospice SW	100	0
		<u>9384</u>	<u>8791</u>
3	FIXED ASSET		
	(a) Tangible		
	Original cost	47245	47245
	Disposal	44751	44751
	Additions at cost	---	---
	At 31st December	<u>2794</u>	<u>2794</u>
	Depreciation at 1st Jan	45942	46172
	Withdrawn on disposal		
	Charge for the year	<u>195</u>	<u>230</u>
	Depreciation at 31st December	<u>46137</u>	<u>45942</u>
	Current value, year end	<u>1108</u>	<u>1303</u>
	(b) Investments		
	Market value at 1st January	31873	27898
	Purchases		
	Disposals		
	Revaluation	<u>(3706)</u>	<u>3974</u>
	At 31st December	<u>28167</u>	<u>31873</u>

Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2022

• FINANCIAL REVIEW

This report covers the financial year and calendar year 2022, ending 31 December 2022. This year will again be remembered for the impact of the COVID-19 pandemic, as was 2021, however as the year progressed so Covid restrictions were eased, the long-lasting effects of Covid do continue to affect every single aspect of Holy Trinity's significant spectrum of activities from Praise and Worship, Toddlers and through to Finances. However, as may be realized from the annual accounts, the General Fund has somewhat recovered slightly from the significantly reduced 2020 offerings and the then marginally increased 2021 offerings.

Total receipts on the ordinary unrestricted fund, which represent the General Fund only, were £146,926 and are detailed in the Financial Statements. For direct comparison purpose with year (2019) the unrestricted General Fund income was £164,346. Hence a reduction on income, 2022 cf 2019 of £17,420. Total expenditure in the year from such income amounted to £146,169. The largest item was our Parish Share of £97,554 which was paid to the Diocese of Bath and Wells to enable it to provide clergy and support services. The net result for these funds was a small surfeit of £757 compared with a surfeit of £23,626 in 2019 and surfeit of £25,615 in 2018.

Designated Funds total receipts were £53,349 and expenditure was £44,768 resulting in a surfeit of £8,580. These figures cover all designated Funds held by Holy Trinity. The funds mostly affected are the Hall; the Nurse (little income just expenditure), and the Bridge, income affected by recovering from Covid effects.

Restricted Funds, which are; Children & Youth, Debt Centre, Fabric and the Redevelopment Funds had an income of £43,461 and an expenditure of £47,519 resulting in a deficit of £4,058. The Children and Youth Fund and Debt Centre Funds account for this deficit. However, it must be realised that when Andrew and Elizabeth Alden were appointed to be Young Adults Ministry representatives in Frome and surrounding villages then Holy Trinity was asked to hold a Fund for their work. This Fund, YAM REST is also now a restricted fund but does not feature in the figures noted above. This YAM REST fund should not be considered as being available for any HTF uses.

The PCC has continued its long-standing policy of giving (tithes) 10% of general income to mission which for 2022 has included support for ministry in Bitola, North Macedonia and our association with the fledgling evangelical church there through TEN, however charitable giving in 2022 has not reached that %age being at £9,384 compared with giving at £125,816.

Toddlers has significantly recovered from year 2021 and has consequently provided Toddler's contribution of the usual £1,000 towards the C & Y fund.

The Fabric Fund has a negative balance of £5,710, this negative balance is slowly being reduced as income is realised from investment allocated only to Fabric, through 2022 this income amounted to £722

The Redevelopment (restricted) Fund was also resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2027) repayments made to the end of this report period total £60,000. The redevelopment Fund stands at a negative £29,472 at the year-end which takes account of the outstanding £40,000 loan liability. Following a lump sum given in 2021, we were able to service the Diocesan Loan this year, 2022, with current finances; and we should be able to service the loan from this fund, for 2023, however this may be a challenge for ensuing years.

The Bridge account had an income of £17,288 which included Government grants (Covid related) amounted to £3,667. The Bridge expenditure was £15,411 almost entirely due to fixed costs, Rent and Maintenance, resulting in a surfeit of £1,876. The PCC previously decided to carry out significant maintenance at The Bridge through 2020, 2021 and into 2022, this maintenance cost was £3,196 during 2022. The Bridge management, led by John and Wendy Rootes have rebuilt the work of The Bridge, following the Covid restrictions being lifted to a result where a surfeit has been realised financially.

The Hall Fund income has significantly increased following the lifting of COVID-19 restrictions resulting in a small surfeit of £380, while the Hall Hire Income runs the direct Hall expenses, as previously noted in my annual reports, the General Church suffers cost for Administration and other aspects that are paid from our General Fund. The Hall is normally contra charged by the General Fund a sum to cover these appropriate costs.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers three months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. However, it can be realised from these accounts that the Church finances, having suffered due to COVID-19 comply with this policy with the current reporting year being almost balanced, Income/Expenditure.

Outlook and Budget

We will have to service the Diocesan Loan, for the TT-TL project, at a repayment rate of £10,000 per year for the next 4 years. We currently have no plan or pledges to cover this, however this fund is in credit and can currently service the next 1 + years.

The Children and Youth workers Fund is in a robust position. The Toddler's fund is recovering as Toddler's activities have re-commenced.

Members should be aware that the Children and Youth and Debt Centre are separate funds, as is Redevelopment, and the Parish Nurse and if not specifically noted and supported by your giving then they enjoy no other income, furthermore these are Restricted Funds and monies can only be spent on their defined purposes except in extreme circumstances.

The Church members' giving was significantly affected by COVID-19 restrictions throughout 2020 and 2021. Recovery from this effect has occurred through 2022 but not yet fully. It may be realised from these accounts that offerings on the plate each week as cash, totaled £26,925 in 2019 but only £11,519 in 2022, a reduction of £15,406, however, standing orders and other regular giving has recovered and is similar to pre Covid levels. These reductions affect the overall church activities and the reserves held in savings. It should be realised that the surfeit in general income from pre Covid years financed the provision of our Parish Nurse and Debt Centre, in order to maintain these outreach activities, we need to return to a surfeit position of in excess of £20,000 annually

Our Parish Share for 2022 was again based upon reporting to the diocese completed in April 2020 covering the church attendance for the previous year, 2019 (pre-Pandemic). The Diocese decided this year, 2023 our Parish Share should remain substantially the same as 2022; while the financial outlook for 2023 remains acceptable, due to our reserves in the General Fund being £48,597 we look forward to church returning to normal and regular worshipping members numbers returning to pre COVID-19 level but more importantly the associated income returning. Current habits of not carrying cash and use of Card Payments have persuaded the PCC to install a Card Donation system, however this has not been as successful as hoped.

As an aside a Legacy to a Registered Charity, such as Holy Trinity, can be a very efficient way to reduce Inheritance Tax rates, and provide funding to the charity, the legacy is therefore significantly greater than the drawdown on inherited assets, due to the remaining taxable inheritance being taxed at a reduced rate. If anyone is interested in this matter, please talk with me.

18 January 2023

Chris Round,

Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 22 March 2023, with the Independent Examiner's report being unqualified.

Holy Trinity Church, Frome
Statement of Financial Activities
For the period from 01 January 2022 to 31 December 2022

	Unrestricted funds	Designated funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	141,393	22,780	44,992	—	209,165	168,540
Activities for generating funds	3,899	26,894	—	—	30,793	12,075
Investment income	405	8	737	—	1,151	859
Incoming resources from charitable activities	1,228	—	—	—	1,228	891
Other incoming resources	—	3,667	—	—	3,667	31,644
Total income	146,926	53,349	45,729	—	246,005	214,010
Resources used						
Costs of generating funds						
Costs of generating voluntary income	647	—	600	—	1,248	346
Fundraising trading: cost of goods sold and other costs	—	3,326	—	—	3,326	731
Charitable activities	144,627	41,442	47,743	—	233,813	227,080
Governance costs	894	—	—	—	894	—
Total expenditure	146,169	44,768	48,343	—	239,282	228,157
Gains / losses on investment assets	—	—	—	(3,705)	(3,705)	3,974
Net income / (expenditure) resources before transfer	757	8,580	(2,614)	(3,705)	3,018	(10,172)
Transfers						
Gross transfers between funds - in	1,620	494	15,337	—	17,452	334
Gross transfers between funds - out	(132)	(17,319)	—	—	(17,452)	(334)
Other recognised gains / losses						
Net movement in funds	2,245	(8,244)	12,722	(3,705)	3,018	(10,172)
Reconciliation of funds						
Total funds brought forward	46,351	25,299	21,905	31,873	125,429	135,601
Total funds carried forward	48,597	17,054	34,627	28,167	128,447	125,429
Represented by						
Unrestricted						
General fund	48,597	—	—	—	48,597	46,351
Designated						
Church Hall Revenue Fund	—	(7,172)	—	—	(7,172)	(7,553)
Fin Assistance to self empl	—	138	—	—	138	788
Hardship	—	2,663	—	—	2,663	—
Parish Nurse	—	12,913	—	—	12,913	10,730
Parish Weekend away	—	—	—	—	—	0
The Bridge	—	8,430	—	—	8,430	6,915
Toddlers Fund	—	81	—	—	81	80
Young Adult Ministry	—	—	—	—	—	14,337
Restricted						
Children & Youth Worker Fund	—	—	40,781	—	40,781	40,805
Debt Counselling	—	—	13,247	—	13,247	24,685
Fabric Fund	—	—	(5,710)	—	(5,710)	(6,432)
Redevelopment Fund	—	—	(29,472)	—	(29,472)	(37,153)
Young Adult Ministry REST	—	—	15,781	—	15,781	—
Endowment						
Investments	—	—	—	28,167	28,167	31,873

Balance sheet (Summary)
As at: 31 December 2022

	As at 31/12/2022	As at 31/12/2021
	£	£
Fixed assets		
Tangible assets	1,107	1,302
Investments	28,167	31,873
	<u>29,275</u>	<u>33,175</u>
Current assets		
Debtors	5,225	7,295
Investments	13,999	13,817
Cash at bank and in hand	119,946	121,139
	<u>139,171</u>	<u>142,253</u>
Net current assets less current liabilities	<u>139,171</u>	<u>142,253</u>
Total assets less current liabilities	<u>168,447</u>	<u>175,429</u>
Liabilities		
Creditors: Amounts falling due after more than one year	40,000	50,000
Total net assets less liabilities	<u>128,447</u>	<u>125,429</u>
Represented by		
Unrestricted		
Unrestricted - General fund	48,597	46,351
Designated		
Designated - Fin Assistance to self empl	138	788
Designated - Hardship	2,663	—
Designated - Parish Nurse	12,913	10,730
Designated - Parish Weekend away	—	0
Designated - Young Adult Ministry	—	14,337
Designated - Church Hall Revenue Fund	(7,172)	(7,553)
Designated - The Bridge	8,430	6,915
Designated - Toddlers Fund	81	80
Restricted		
Restricted - Debt Counselling	13,247	24,685
Restricted - Hardship	—	—
Restricted - Parish Nurse	—	—
Restricted - Young Adult Ministry REST	15,781	—
Restricted - Fabric Fund	(5,710)	(6,432)
Restricted - Revaluation reserves	—	—
Restricted - The Bridge	—	—
Restricted - Redevelopment Fund	(29,472)	(37,153)
Restricted - Children & Youth Worker Fund	40,781	40,805
Endowment		
Endowment - Investments	28,167	31,873
Funds of the church	<u>128,447</u>	<u>125,429</u>

Statement of Assets and Liabilities (by code)
As at: 31 December 2022

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets - Investments						
A1005 : Investments	—	—	—	28,167.71	28,167.71	31,873.10
Total	—	—	—	28,167.71	28,167.71	31,873.10
Fixed assets - Tangible assets						
A1003 : Office	1,107.72	—	—	—	1,107.72	1,302.83
Total	1,107.72	—	—	—	1,107.72	1,302.83
Current assets - Cash at bank and in hand						
B3040 : The Bridge Current Account	(50.00)	7,707.58	—	—	7,657.58	6,072.22
B3040 : The Bridge Current Account	—	(252.26)	—	—	(252.26)	—
B3041 : The Bridge Cash	—	152.58	—	—	152.58	186.70
C3011 : Children & Youth Worker Fund	—	—	41,621.82	—	41,621.82	13,631.01
D3050 : Redevelopment Fund	—	—	8,871.13	—	8,871.13	6,751.94
G3010 : General Current Account	28,080.76	(1,083.85)	22,203.57	—	49,200.48	63,955.99
G3014 : General Cash Imprest	—	—	—	—	—	81.50
H3020 : Hall Current Account	2,238.68	10,456.59	—	—	12,695.27	30,460.31
Total	30,269.44	16,980.64	72,696.52	—	119,946.60	121,139.67
Current assets - Debtors						
Z05 : Accounts Receivable	4,214.65	73.75	937.25	—	5,225.65	7,295.72
Total	4,214.65	73.75	937.25	—	5,225.65	7,295.72
Current assets - Investments						
F3060 : Fabric CBF Deposit	—	—	941.97	—	941.97	929.75
G3011 : General CBF Deposit	13,005.54	—	51.98	—	13,057.52	12,888.01
Total	13,005.54	—	993.95	—	13,999.49	13,817.76
Liabilities - Creditors: Amounts falling due after more than one year						
ZZZ11 : Loan	—	—	40,000.00	—	40,000.00	50,000.00
Total	—	—	40,000.00	—	40,000.00	50,000.00
Net total assets	48,597.35	17,054.39	34,627.72	28,167.71	128,447.17	125,429.08

Holy Trinity Church, Frome
Fund movement by type
Selected period: 01 January 2022 to 31 December 2022

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	46,351	146,926	146,169	1,488	—	—	48,597
Sub-totals	46,351	146,926	146,169	1,488	—	—	48,597
Designated							
Covid - Fin Assistance to self empl	788	—	650	—	—	—	138
Hardship - Hardship	—	3,083	914	494	—	—	2,663
Nurse - Parish Nurse	10,730	13,760	11,576	—	—	—	12,913
Weekend - Parish Weekend away	0	—	—	0	—	—	—
YAM - Young Adult Ministry	14,337	—	—	(14,337)	—	—	—
Hall - Church Hall Revenue Fund	(7,553)	17,014	15,014	(1,620)	—	—	(7,172)
Bridge - The Bridge	6,915	17,288	15,411	(361)	—	—	8,430
Toddlers - Toddlers Fund	80	2,203	1,202	(1,000)	—	—	81
Sub-totals	25,299	53,349	44,768	(16,825)	—	—	17,054
Restricted							
DEBTCOUN - Debt Counselling	24,685	4,902	16,340	—	—	—	13,247
Hardship - Hardship	—	—	—	—	—	—	—
Nurse - Parish Nurse	—	—	—	—	—	—	—
UKR - Ukraine Support	—	3,237	3,237	—	—	—	—
YAM-REST - Young Adult Ministry REST	—	2,268	824	14,337	—	—	15,781
Fabric - Fabric Fund	(6,432)	722	—	—	—	—	(5,710)
ZReval - Revaluation reserves	—	—	—	—	—	—	—
Bridge - The Bridge	—	—	—	—	—	—	—
Redevelop - Redevelopment Fund	(37,153)	8,287	606	—	—	—	(29,472)
C&youth - Children & Youth Worker Fund	40,805	26,311	27,335	1,000	—	—	40,781
Sub-totals	21,905	45,729	48,343	15,337	—	—	34,627
Endowment							
Coif - Investments	31,873	—	—	—	(3,705)	—	28,167
Sub-totals	31,873	—	—	—	(3,705)	—	28,167
Totals	125,429	246,005	239,282	—	(3,705)	—	128,447

Analysis of income and expenditure
Selected period: 01 January 2022 to 31 December 2022

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Incoming resources						
<i>Incoming resources from generated funds</i>						
D0020 - Sum Up Payments from Digiplate	2,030	—	—	—	2,030	—
D0030 - Change	11,519	707	10	—	12,236	7,371
D0031 - Donations	26,901	6,369	9,959	—	43,230	41,244
D0032 - Grants & Legacies	—	10,000	—	—	10,000	—
D0040 - Sundry	1,196	20	—	—	1,216	261
D0041 - Events	2,037	—	—	—	2,037	294
D0043 - Books	197	—	—	—	197	531
D0044 - Toddlers	—	2,203	—	—	2,203	154
P0010 - Standing Orders	69,254	3,125	28,550	—	100,930	92,086
P0011 - Envelopes	7,144	—	—	—	7,144	5,317
P0020 - Inland Revenue Refund	21,110	355	6,472	—	27,937	21,279
B0060 - Photocopying	111	—	—	—	111	5
B0062 - Catering	14	—	—	—	14	—
B0067 - Rent	3,773	1,984	—	—	5,757	1,911
B0068 - Bridge Sales	—	7,899	—	—	7,899	2,845
H0070 - Hall Hire	—	17,010	—	—	17,010	7,313
C0050 - Current Interest	273	8	27	—	309	38
I0051 - 1/2T Int	132	—	—	—	132	129
I0052 - 3T Int	—	—	709	—	709	691
<i>Incoming resources from generated funds Totals</i>	145,698	49,682	45,729	—	241,110	181,475
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	1,228	—	—	—	1,228	891
<i>Incoming resources from charitable activities Totals</i>	1,228	—	—	—	1,228	891
<i>Other incoming resources</i>						
P0023 - HMRC Job Ret Sch Covid 19	—	3,667	—	—	3,667	31,644
<i>Other incoming resources Totals</i>	—	3,667	—	—	3,667	31,644
Incoming resources Grand totals	146,926	53,349	45,729	—	246,005	214,010

Analysis of income and expenditure
Selected period: 01 January 2022 to 31 December 2022

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Resources used						
Costs of generating funds						
A1011 - Fund Raising Expenses	647	—	—	—	647	—
INT - Interest Paid	—	—	600	—	600	346
B1062 - Bridge Purchases	—	3,326	—	—	3,326	731
Costs of generating funds Totals	647	3,326	600	—	4,574	1,077
Charitable activities						
B1067 - Rent	—	6,710	—	—	6,710	7,063
B1068 - Rates & water Rates	174	453	—	—	628	345
C1010 - Church Overseas	7,000	—	—	—	7,000	3,750
C1011 - Relief & Development	504	—	3,237	—	3,742	2,500
C1020 - Home Missions	900	500	—	—	1,400	1,100
C1021 - Secular Charities	—	—	—	—	—	210
D1050 - Parish Share	97,554	—	—	—	97,554	97,553
E1040 - Outreach	1,469	1,594	3,600	—	6,664	10,674
H1060 - Cleaner	3,380	5,384	—	—	8,765	5,546
R1090 - Insurance	1,094	1,354	—	—	2,448	1,780
R1091 - Cleaning	517	—	—	—	517	382
R1092 - Administrator	5,491	5,776	—	—	11,268	10,385
R1093 - Maintenance	12,161	3,530	—	—	15,691	23,652
R1094 - Stationery	1,175	—	—	—	1,175	502
R1095 - Telephone	913	291	—	—	1,205	1,275
R1097 - Sundries	2,203	467	40	—	2,710	4,843
R1098 - Petty Cash	200	—	—	—	200	400
R1099 - Catering	338	—	—	—	338	—
S1081 - Heat & Light	4,739	3,237	—	—	7,976	5,047
S1083 - Services	2,104	—	—	—	2,104	1,346
S1084 - Events	480	—	—	—	480	60
S1085 - Clergy	1,177	—	—	—	1,177	343
S1086 - Bank Charges	257	9	110	—	378	767
Y1069 - NEST for employees	—	762	2,000	—	2,762	—
Y1070 - Wages	291	10,412	36,892	—	47,595	46,459
Y1071 - Expenses	302	957	1,862	—	3,122	859
Z99999 - Depreciation	195	—	—	—	195	229
Charitable activities Totals	144,627	41,442	47,743	—	233,813	227,080
Governance costs						
E1042 - Training and Development	894	—	—	—	894	—
Governance costs Totals	894	—	—	—	894	—
Resources used Grand totals	146,169	44,768	48,343	—	239,282	228,157

Notes to the financial statements

For the year ended 31 December 2022

ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 funds on an average balance basis.

Designated funds have been set up for the designated object as indicated by their title, these funds will be disbursed only for that object purpose.

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

Incoming resources

Planned giving, collections and donations are recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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, (the Terrier) which can be inspected (at any reasonable time). For anything acquired prior to 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore, all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 15% for office equipment. Individual items of £500 or less are written off when the asset is acquired, and are hence not registered, assets that are considered to have exceeded a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2022

2 CHARITABLE DONATIONS		2022	2021
		£	£
FEBA – B&M Adams		2500	2500
C&N Moreton		2000	2000
Christian aid		504	300
REAP Africa		0	0
Bath One Good Friday Pageant		0	0
C & Y Fund		0	0
Wycliffe		1000	1000
FACT		0	0
Others		0	174
Hardship Fund Church/Bridge		1230	507
Neighbourhood Chaplains		0	50
Bitola, Macedonia, Church twinning		2000	2000
Friends of Somerset Churches		50	50
A Rocha eco church		0	210
Children's Hospice SW		100	0
		<u>9384</u>	<u>8791</u>
3 FIXED ASSET			
(a) Tangible			
Original cost		47245	47245
	Disposal	44751	44751
	Additions at cost	---	---
	At 31st December	<u>2794</u>	<u>2794</u>
	Depreciation at 1st Jan	45942	46172
	Withdrawn on disposal		
	Charge for the year	<u>195</u>	<u>230</u>
	Depreciation at 31st December	<u>46137</u>	<u>45942</u>
	Current value, year end	<u>1108</u>	<u>1303</u>
(b) Investments			
Market value at 1st January		31873	27898
Purchases			
Disposals			
Revaluation		<u>(3706)</u>	<u>3974</u>
At 31st December		<u>28167</u>	<u>31873</u>

Independent examiners' report to the members of the Parochial Church Council of Holy Trinity Church, Frome

I report on the accounts of the church for the year ended 31 December 2022, which are set out on pages 1 to 11

Respective responsibilities of trustees and examiner

The members of the PCC, as the charity's trustees, are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts (under section 145 of the 2011 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of independent examiners' report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, I do not express an audit opinion on the view given by the accounts.

Independent examiners' statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with s130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Nigel Harris BA CTA ATT

Accountant & Chartered Tax Adviser
Burton Sweet

Cooper House
Lower Charlton Estate
Shepton Mallet
Somerset BA4 5QE

12 March 2023

Accounts

Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2021

• FINANCIAL REVIEW

This report covers the financial year and calendar year 2021. This year will again be remembered for the impact of the COVID-19 pandemic, as was 2020, which continued to affect every single aspect of Holy Trinity's significant spectrum of activities from Praise and Worship, Toddlers and through to Finances. While the Government's assistance schemes again helped our Staff costs, particularly the Children and Youth Fund, and the Bridge Fund with assistance to small businesses, the General Fund suffered even more significantly than in 2020 from reduced offerings.

Total receipts on the ordinary unrestricted fund, which represent the General Fund only, were £116,679 and are detailed in the Financial Statements. For direct comparison purpose with year (2019) the unrestricted General Fund income was £164,346. Hence a reduction on income, 2021 cf 2019 of £47,667. Total expenditure in the year from such income amounted to £137,182. The largest item was our Parish Share of £97,554 which was paid to the Diocese of Bath and Wells to enable it to provide the parish with clergy and support services. The net result for these funds was a deficit of £20,503 compared with a surfeit of £23,626 in 2019 and surfeit of £25,615 in 2018. Government assistance to these costs in 2021 was £1,778 from Staff Furlough schemes.

Designated Funds total receipts were £37,802 and expenditure was £53,163 resulting in a deficit of £15,361. These figures cover all designated Funds held by Holy Trinity. The funds mostly affected are the Hall; lack of rental income, the Nurse; little income just expenditure, the Bridge; income affected by Covid. However, it must be realised that when Andrew and Elizabeth Alden were appointed to be Young Adults Ministry representatives in Frome and surrounding villages then Holy Trinity was asked to hold a Fund for their work. This Fund, YAM can be seen as having a 2021 income of £8,338 and expenditure of £51. This Fund is in the process of being handed to the Deanery for management and accounting. These figures are not included in the Designated Funds amounts noted above, but are included in the detailed accounts.

Restricted Funds, which are; Children & Youth, Debt Centre, Fabric and the Redevelopment Funds had an income of £51,190 and an expenditure of £37,761 resulting in a surfeit of £13,428. This surfeit is substantially due to Government Staff Furlough schemes which amounted to £9,920 into the Children and Youth and Debt Centre Funds

The PCC has continued its long-standing policy of giving (tithes) 10% of general income to mission which for 2021 has included support for ministry in Bitola, North Macedonia and our association with the fledgling evangelical church there through TEN, however charitable giving in 2021 has not reached that %age being at £8,791 compared with giving at £100,466.

Following the PCC decision to support the C & Y Fund by an amount of £350 per month from the General Fund, which commenced in October 2019 this fund has enjoyed an excess of income over expenditure, even more so with the Governments Staff Furlough scheme. Accordingly, it was decided to temporarily cease this support. Toddlers of course ceased to operate through substantial periods of 2021 and has consequently not provided Toddler's contribution of the usual £1,000 towards the C & Y fund.

The Fabric Fund has a negative balance of £6,432, this negative balance is slowly being reduced as income is realised from investment allocated only to Fabric, through 2021 this income amounted to £692

The Redevelopment (restricted) Fund was also resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2027) repayments made to the end of this report period total £50,000. The redevelopment Fund stands at a negative £37,153 at the year-end which takes account of the outstanding £50,000 loan liability. Giving to the redevelopment fund has reduced as previously reported, however, following a lump sum given in 2021, we are now able to service the Diocesan Loan this year, 2022, but this will be a challenge to service from this fund, from 2023 onward.

The Bridge account had an income of £23,717 mostly due to a Government grant of £17,669. The Bridge expenditure was £27,633 almost entirely due to fixed costs, Rent and Maintenance, the PCC has decided to carry out significant maintenance at The Bridge through 2020 and into 2021, this maintenance cost was £19,064 during 2021. The Bridge management, led by John and Wendy Rootes have continued work when able to do so under the COVID-19 restrictions.

The Hall Fund income has significantly suffered due to COVID-19 restrictions resulting in a deficit of £5,393, while the Hall Hire Income runs the direct Hall expenses, as previously noted in my annual reports, the

General Church suffers cost for Administration and other aspects that are paid from our General Fund. The Hall is normally contra charged by the General Fund a sum to cover these appropriate costs.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers three months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. However, it can be realised from these accounts that the Church finances, having suffered due to COVID-19 comply with this policy, however, moving forward at the current level of Income and Expenditure this will be challenging within the next 15-18 months. The Diocese offered financial support to parishes suffering financially due to COVID-19 however Holy Trinity both decided not to apply for this support and indeed would almost certainly not have satisfied the qualifying criteria.

Outlook and Budget

We will have to service the Diocesan Loan, for the TT-TL project, at a repayment rate of £10,000 per year for the next 5 years. We currently have no plan or pledges to cover this, however this fund is in credit and can currently service the next 1 + years.

The Children and Youth workers Fund is now significantly more secure following Government Staff Furlough schemes. The Toddler's fund is recovering as Toddler's activities have re-commenced.

Members should be aware that the Children and Youth and Debt Centre are separate funds, as is Redevelopment, and if not specifically noted and supported by your giving then they enjoy no other income, furthermore these are Restricted Funds and monies can only be spent on their defined purposes except in extreme circumstances.

The Church members' giving has been significantly affected by COVID-19 restrictions. It may be realised from these accounts that offerings on the plate each week as cash, totaled £26,925 in 2019 but only £7,281 in 2021, a reduction of £19,644, in addition standing orders and other regular giving reduced by £10,722. This also reduced Gift Aid reclaims by an amount of £6,369. These reductions total £36,735 being a significant reduction which affects the overall church activities and the reserves held in savings. Our Parish Share for 2021 was based upon reporting to the diocese completed in April 2020 covering the church attendance for the previous year, 2019 (pre-Pandemic). The Diocese decided this year, 2022 our Parish Share should remain substantially the same as 2021; while the financial outlook for 2022 remains acceptable, due to our reserves in the General Fund being £46,051 we look forward to church returning to normal and regular worshipping members numbers returning to pre COVID-19 level but more importantly the associated income returning. Current habits of not carrying cash and use of Card Payments have persuaded the PCC to install a Card Donation system which hopefully will help in recovering the lost income "on the plate"

As an aside a Legacy to a Registered Charity, such as Holy Trinity, can be a very efficient way to reduce Inheritance Tax rates, and provide funding to the charity, the legacy is therefore significantly greater than the drawdown on inherited assets, due to the remaining taxable inheritance being taxed at a reduced rate. If anyone is interested in this matter please talk with me.

18 January 2022

Chris Round,

Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 26 January 2022, conditional on Independent Examiner's report being unqualified.

Statement of Financial Activities
For the period from 01 January 2021 to 31 December 2021

	Unrestricted funds	Designated funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	111,964	15,998	40,578	—	168,540	180,232
Activities for generating funds	1,879	10,196	—	—	12,075	9,127
Investment income	167	—	692	—	859	1,057
Incoming resources from charitable activities	891	—	—	—	891	951
Other incoming resources	1,777	19,946	9,920	—	31,644	24,463
Total income	116,679	46,140	51,190	—	214,010	215,831
Resources used						
Costs of generating funds						
Costs of generating voluntary income	—	—	346	—	346	699
Fundraising trading: cost of goods sold and other costs	—	731	—	—	731	661
Charitable activities	136,882	52,483	37,714	—	227,080	213,994
Other resources used	—	—	—	—	—	—
Total expenditure	136,882	53,214	38,061	—	228,158	215,354
Net income / (expenditure) resources before transfer	(20,203)	(7,073)	13,128	—	(14,147)	477
Transfers						
Gross transfers between funds - in	34	1,920	—	—	1,954	34,974
Gross transfers between funds - out	(300)	(1,654)	—	—	(1,954)	(34,974)
Other recognised gains / losses						
Gains / losses on investment assets	—	—	—	3,974	3,974	1,684
Gains on revaluation, fixed assets, charity's own use	—	—	—	—	—	—
Net movement in funds	(20,469)	(6,807)	13,128	3,974	(10,172)	2,161
Reconciliation of funds						
Total funds brought forward	66,820	32,106	8,776	27,898	135,601	133,440
Total funds carried forward	46,351	25,298	21,905	31,873	125,428	135,601
Represented by						
Unrestricted						
General fund	46,351	—	—	—	46,351	66,820
Designated						
Church Hall Revenue Fund	—	(9,173)	—	—	(9,173)	(3,780)
Fin Assistance to self empl	—	788	—	—	788	2,813
Parish Nurse	—	10,730	—	—	10,730	15,742
Parish Weekend away	—	—	—	—	—	34
The Bridge	—	6,915	—	—	6,915	10,532
Toddlers Fund	—	1,700	—	—	1,700	763
Young Adult Ministry	—	14,337	—	—	14,337	6,000
Restricted						
Children & Youth Worker Fund	—	—	40,805	—	40,805	30,643
Debt Counselling	—	—	24,685	—	24,685	33,140
Fabric Fund	—	—	(6,432)	—	(6,432)	(7,124)
Redevelopment Fund	—	—	(37,153)	—	(37,153)	(47,883)
Endowment						
Investments	—	—	—	31,873	31,873	27,898

Balance sheet (Summary)
As at: 31 December 2021

	As at 31/12/2021	As at 31/12/2020
	£	£
Fixed assets		
Tangible assets	1,302	1,532
Investments	31,873	27,898
	33,175	29,430
Current assets		
Debtors	7,295	6,464
Investments	13,817	13,810
Cash at bank and in hand	121,138	145,895
	142,252	166,170
Net current assets less current liabilities	142,252	166,170
Total assets less current liabilities	175,428	195,601
Liabilities		
Creditors: Amounts falling due after more than one year	50,000	60,000
Total net assets less liabilities	125,428	135,601
Represented by		
Unrestricted		
Unrestricted - General fund	46,351	66,820
Designated		
Designated - Fin Assistance to self empl	788	2,813
Designated - Parish Nurse	10,730	15,742
Designated - Parish Weekend away	—	34
Designated - Young Adult Ministry	14,337	6,000
Designated - Church Hall Revenue Fund	(9,173)	(3,780)
Designated - The Bridge	6,915	10,532
Designated - Toddlers Fund	1,700	763
Restricted		
Restricted - Debt Counselling	24,685	33,140
Restricted - Fabric Fund	(6,432)	(7,124)
Restricted - Redevelopment Fund	(37,153)	(47,883)
Restricted - Children & Youth Worker Fund	40,805	30,643
Endowment		
Endowment - Investments	31,873	27,898
Funds of the church	125,428	135,601

Statement of Assets and Liabilities (by code)
As at: 31 December 2021

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets - Investments						
A1005 : Investments	—	—	—	31,873.10	31,873.10	27,898.29
Total	—	—	—	31,873.10	31,873.10	27,898.29
Fixed assets - Tangible assets						
A1003 : Office	1,302.83	—	—	—	1,302.83	1,532.31
Total	1,302.83	—	—	—	1,302.83	1,532.31
Current assets - Cash at bank and in hand						
B3040 : The Bridge Current Account	579.61	5,492.61	—	—	6,072.22	9,902.08
B3041 : The Bridge Cash	—	186.70	—	—	186.70	317.49
C3011 : Children & Youth Worker Fund	(136.06)	41.13	13,725.94	—	13,631.01	10,112.63
D3050 : Redevelopment Fund	5,351.14	—	1,400.80	—	6,751.94	7,749.33
G3010 : General Current Account	13,995.84	(2,675.86)	54,336.67	—	65,656.65	91,527.60
G3014 : General Cash Imprest	—	—	—	—	—	81.50
G3016 : Parish Weekend	—	—	—	—	—	34.00
H3020 : Hall Current Account	8,307.72	20,532.59	—	—	28,840.31	26,170.73
Total	28,098.25	23,577.17	69,463.41	—	121,138.83	145,895.36
Current assets - Debtors						
Z05 : Accounts Receivable	4,114.47	1,721.25	1,460.00	—	7,295.72	6,464.67
Total	4,114.47	1,721.25	1,460.00	—	7,295.72	6,464.67
Current assets - Investments						
F3060 : Fabric CBF Deposit	—	—	929.75	—	929.75	929.27
G3011 : General CBF Deposit	12,836.03	—	51.98	—	12,888.01	12,881.31
Total	12,836.03	—	981.73	—	13,817.76	13,810.58
Liabilities - Creditors: Amounts falling due after more than one year						
ZZZ11 : Loan	—	—	50,000.00	—	50,000.00	60,000.00
Total	—	—	50,000.00	—	50,000.00	60,000.00
Net total assets	46,351.58	25,298.42	21,905.14	31,873.10	125,428.24	135,601.21
Represented by						

Fund movement by type
Selected period: 01 January 2021 to 31 December 2021

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	66,820	116,679	136,882	(266)	—	—	46,351
Sub-totals	66,820	116,679	136,882	(266)	—	—	46,351
Designated							
Covid - Fin Assistance to self empl	2,813	975	3,000	—	—	—	788
DEBTCOUN - Debt Counselling	—	—	—	—	—	—	—
Nurse - Parish Nurse	15,742	5,866	10,878	—	—	—	10,730
Weekend - Parish Weekend away	34	34	34	(34)	—	—	—
YAM - Young Adult Ministry	6,000	8,388	51	—	—	—	14,337
Hall - Church Hall Revenue Fund	(3,780)	6,762	10,535	(1,620)	—	—	(9,173)
Bridge - The Bridge	10,532	23,717	27,633	300	—	—	6,915
Toddlers - Toddlers Fund	763	396	1,080	1,620	—	—	1,700
Sub-totals	32,106	46,140	53,214	266	—	—	25,298
Restricted							
DEBTCOUN - Debt Counselling	33,140	5,437	13,892	—	—	—	24,685
Fabric - Fabric Fund	(7,124)	691	—	—	—	—	(6,432)
Redevelop - Redevelopment Fund	(47,883)	11,081	351	—	—	—	(37,153)
C&youth - Children & Youth Worker Fund	30,643	33,980	23,817	—	—	—	40,805
Sub-totals	8,776	51,190	38,061	—	—	—	21,905
Endowment							
Coif - Investments	27,898	—	—	—	3,974	—	31,873
Sub-totals	27,898	—	—	—	3,974	—	31,873
Totals	135,601	214,010	228,158	—	3,974	—	125,428

Analysis of income and expenditure
Selected period: 01 January 2021 to 31 December 2021

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Incoming resources						
<i>Incoming resources from generated funds</i>						
D0030 - Change	7,281	—	89	—	7,371	10,125
D0031 - Donations	18,241	12,225	10,777	—	41,244	41,766
D0032 - Grants & Legacies	—	—	—	—	—	—
D0040 - Sundry	227	34	—	—	261	518
D0041 - Events	294	—	—	—	294	—
D0042 - Fabric	—	—	—	—	—	—
D0043 - Books	531	—	—	—	531	89
D0044 - Toddlers	—	154	—	—	154	879
P0010 - Standing Orders	65,498	1,705	24,882	—	92,086	99,818
P0011 - Envelopes	5,317	—	—	—	5,317	5,403
P0020 - Inland Revenue Refund	14,571	1,878	4,828	—	21,279	21,630
P0021 - Vat: Listed places of Worship Scheme	—	—	—	—	—	—
B0060 - Photocopying	5	—	—	—	5	115
B0061 - Windows	—	—	—	—	—	—
B0062 - Catering	—	—	—	—	—	798
B0063 - Sales not used	—	—	—	—	—	—
B0064 - Sales not used 2	—	—	—	—	—	—
B0065 - Sales not used 3	—	—	—	—	—	—
B0066 - sales not used 4	—	—	—	—	—	—
B0067 - Rent	1,323	588	—	—	1,911	1,516
B0068 - Bridge Sales	—	2,845	—	—	2,845	2,490
H0070 - Hall Hire	551	6,762	—	—	7,313	4,206
C0050 - Current Interest	38	—	0	—	38	252
I0051 - 1/2T Int	129	—	—	—	129	126
I0052 - 3T Int	—	—	691	—	691	678
<i>Incoming resources from generated funds Totals</i>	114,010	26,194	41,270	—	181,475	190,417
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	891	—	—	—	891	951
<i>Incoming resources from charitable activities Totals</i>	891	—	—	—	891	951
<i>Other incoming resources</i>						
D0033 - Redev Fabric Congregational Loan	—	—	—	—	—	—
P0023 - HMRC Job Ret Sch Covid 19	1,777	19,946	9,920	—	31,644	24,463
<i>Other incoming resources Totals</i>	1,777	19,946	9,920	—	31,644	24,463
Incoming resources Grand totals	116,679	46,140	51,190	—	214,010	215,831

	Unrestricted	Designated	Restricted	Endowment	This year	Last year
Resources used						
Costs of generating funds						
A1011 - Fund Raising Expenses	—	—	—	—	—	—
INT - Interest Paid	—	—	346	—	346	699
B1062 - Bridge Purchases	—	731	—	—	731	661
B1063 - Purchase not used	—	—	—	—	—	—
B1064 - Purchases not used 2	—	—	—	—	—	—
B1065 - Purchases not used 3	—	—	—	—	—	—
B1066 - Purchases not used 4	—	—	—	—	—	—
Costs of generating funds Totals	—	731	346	—	1,077	1,360
Charitable activities						
A0010 - Preliminaries	—	—	—	—	—	—
B1067 - Rent	92	6,971	—	—	7,063	5,313
B1068 - Rates & water Rates	146	199	—	—	345	578
C1010 - Church Overseas	3,750	—	—	—	3,750	5,625
C1011 - Relief & Development	2,500	—	—	—	2,500	—
C1020 - Home Missions	1,100	—	—	—	1,100	2,005
C1021 - Secular Charities	210	—	—	—	210	—
D1050 - Parish Share	97,553	—	—	—	97,553	99,834
E1040 - Outreach	2,098	4,976	3,600	—	10,674	9,383
E1041 - Discipleship	—	—	—	—	—	—
F1030 - Depreciation 01	—	—	—	—	—	—
H1060 - Cleaner	3,211	2,335	—	—	5,546	3,962
R1090 - Insurance	890	890	—	—	1,780	1,770
R1091 - Cleaning	382	—	—	—	382	162
R1092 - Administrator	6,123	4,261	—	—	10,385	10,927
R1093 - Maintenance	3,711	19,940	—	—	23,652	5,956
R1094 - Stationery	502	—	—	—	502	429
R1095 - Telephone	717	557	—	—	1,275	940
R1096 - Equipment	—	—	—	—	—	847
R1097 - Sundries	4,431	312	100	—	4,843	4,159
R1098 - Petty Cash	400	—	—	—	400	100
R1099 - Catering	—	—	—	—	—	—
S1080 - Music	—	—	—	—	—	—
S1081 - Heat & Light	3,330	1,717	—	—	5,047	5,922
S1082 - Books	—	—	—	—	—	—
S1083 - Services	1,346	—	—	—	1,346	428
S1084 - Events	60	—	—	—	60	—
S1085 - Clergy	343	—	—	—	343	—
S1086 - Bank Charges	726	6	34	—	767	342
Y1001 - Fabric	—	—	—	—	—	834
Y1070 - Wages	2,742	10,019	33,696	—	46,459	46,284
Y1071 - Expenses	280	296	283	—	859	3,757
Z99999 - Depreciation	229	—	—	—	229	4,426
Charitable activities Totals	136,882	52,483	37,714	—	227,080	213,994
Other resources used						
A1012 - Architects Fees	—	—	—	—	—	—
A1013 - Co-ordinator Fees	—	—	—	—	—	—
A1014 - Design costs	—	—	—	—	—	—
A1015 - Building and Construction Costs	—	—	—	—	—	—
A1016 - Furnishings and equipment	—	—	—	—	—	—
Other resources used Totals	—	—	—	—	—	—
Resources used Grand totals	136,882	53,214	38,061	—	228,158	215,354

Notes to the financial statements

For the year ended 31 December 2021

ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 funds on an average balance basis.

Designated funds have been set up for the designated object as indicated by their title, these funds will be disbursed only for that object purpose.

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

Incoming resources

Planned giving, collections and donations are recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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, (the Terrier) which can be inspected (at any reasonable time). For anything acquired prior to 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 25% for office equipment. Individual items of £500 or less are written off when the asset is acquired, and assets that are considered to have exceeded a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2021

2 CHARITABLE DONATIONS	2021	2020
	£	£
FEBA – B&M Adams	2500	2500
C&N Moreton	2000	2500
Christian aid	300	300
REAP Africa	---	--
Bath One Good Friday Pageant	--	300
C & Y Fund	--	2800
Wycliffe	1000	1000
FACT	--	210
Grant to support training in Pioneer Ministry	---	--
Others	174	148
Hardship Fund Church/Bridge	507	1033
Neighbourhood Chaplains	50	300
Bitola, Macedonia, Church twinning	2000	2830
DEC Cyclone Idai appeal	---	1000
Friends of Somerset Churches	50	50
Bridge Teas		
A Rocha eco church	210	--
	<u>8791</u>	<u>12141</u>
3 FIXED ASSET		
(a) Tangible		
Actual / deemed cost at 1st Jan	38407	38407
Disposal	---	--
Additions at cost	---	---
At 31st December	<u>38407</u>	<u>38407</u>
Depreciation at 1st Jan	36874	32448
Withdrawn on disposal		
Charge for the year	<u>230</u>	<u>4426</u>
Depreciation at 31st December	<u>37104</u>	<u>36874</u>
(b) Investments		
Market value at 1st January	27898	26214
Purchases		
Disposals		
Revaluation	<u>3974</u>	<u>1684</u>
At 31st December	<u>31873</u>	<u>27898</u>

Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2021

• FINANCIAL REVIEW

This report covers the financial year and calendar year 2021. This year will again be remembered for the impact of the COVID-19 pandemic, as was 2020, which continued to affect every single aspect of Holy Trinity's significant spectrum of activities from Praise and Worship, Toddlers and through to Finances. While the Government's assistance schemes again helped our Staff costs, particularly the Children and Youth Fund, and the Bridge Fund with assistance to small businesses, the General Fund suffered even more significantly than in 2020 from reduced offerings.

Total receipts on the ordinary unrestricted fund, which represent the General Fund only, were £116,679 and are detailed in the Financial Statements. For direct comparison purpose with year (2019) the unrestricted General Fund income was £164,346. Hence a reduction on income, 2021 cf 2019 of £47,667. Total expenditure in the year from such income amounted to £137,182. The largest item was our Parish Share of £97,554 which was paid to the Diocese of Bath and Wells to enable it to provide the parish with clergy and support services. The net result for these funds was a deficit of £20,503 compared with a surfeit of £23,626 in 2019 and surfeit of £25,615 in 2018. Government assistance to these costs in 2021 was £1,778 from Staff Furlough schemes.

Designated Funds total receipts were £37,802 and expenditure was £53,163 resulting in a deficit of £15,361. These figures cover all designated Funds held by Holy Trinity. The funds mostly affected are the Hall; lack of rental income, the Nurse; little income just expenditure, the Bridge; income affected by Covid. However, it must be realised that when Andrew and Elizabeth Alden were appointed to be Young Adults Ministry representatives in Frome and surrounding villages then Holy Trinity was asked to hold a Fund for their work. This Fund, YAM can be seen as having a 2021 income of £8,338 and expenditure of £51. This Fund is in the process of being handed to the Deanery for management and accounting. These figures are not included in the Designated Funds amounts noted above, but are included in the detailed accounts.

Restricted Funds, which are; Children & Youth, Debt Centre, Fabric and the Redevelopment Funds had an income of £51,190 and an expenditure of £37,761 resulting in a surfeit of £13,428. This surfeit is substantially due to Government Staff Furlough schemes which amounted to £9,920 into the Children and Youth and Debt Centre Funds

The PCC has continued its long-standing policy of giving (tithes) 10% of general income to mission which for 2021 has included support for ministry in Bitola, North Macedonia and our association with the fledgling evangelical church there through TEN, however charitable giving in 2021 has not reached that %age being at £8,791 compared with giving at £100,466.

Following the PCC decision to support the C & Y Fund by an amount of £350 per month from the General Fund, which commenced in October 2019 this fund has enjoyed an excess of income over expenditure, even more so with the Governments Staff Furlough scheme. Accordingly, it was decided to temporarily cease this support. Toddlers of course ceased to operate through substantial periods of 2021 and has consequently not provided Toddler's contribution of the usual £1,000 towards the C & Y fund.

The Fabric Fund has a negative balance of £6,432, this negative balance is slowly being reduced as income is realised from investment allocated only to Fabric, through 2021 this income amounted to £692

The Redevelopment (restricted) Fund was also resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2027) repayments made to the end of this report period total £50,000. The redevelopment Fund stands at a negative £37,153 at the year-end which takes account of the outstanding £50,000 loan liability. Giving to the redevelopment fund has reduced as previously reported, however, following a lump sum given in 2021, we are now able to service the Diocesan Loan this year, 2022, but this will be a challenge to service from this fund, from 2023 onward.

The Bridge account had an income of £23,717 mostly due to a Government grant of £17,669. The Bridge expenditure was £27,633 almost entirely due to fixed costs, Rent and Maintenance, the PCC has decided to carry out significant maintenance at The Bridge through 2020 and into 2021, this maintenance cost was £19,064 during 2021. The Bridge management, led by John and Wendy Rootes have continued work when able to do so under the COVID-19 restrictions.

The Hall Fund income has significantly suffered due to COVID-19 restrictions resulting in a deficit of £5,393, while the Hall Hire Income runs the direct Hall expenses, as previously noted in my annual reports, the

General Church suffers cost for Administration and other aspects that are paid from our General Fund. The Hall is normally contra charged by the General Fund a sum to cover these appropriate costs.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers three months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. However, it can be realised from these accounts that the Church finances, having suffered due to COVID-19 comply with this policy, however, moving forward at the current level of Income and Expenditure this will be challenging within the next 15-18 months. The Diocese offered financial support to parishes suffering financially due to COVID-19 however Holy Trinity both decided not to apply for this support and indeed would almost certainly not have satisfied the qualifying criteria.

Outlook and Budget

We will have to service the Diocesan Loan, for the TT-TL project, at a repayment rate of £10,000 per year for the next 5 years. We currently have no plan or pledges to cover this, however this fund is in credit and can currently service the next 1 + years.

The Children and Youth workers Fund is now significantly more secure following Government Staff Furlough schemes. The Toddler's fund is recovering as Toddler's activities have re-commenced.

Members should be aware that the Children and Youth and Debt Centre are separate funds, as is Redevelopment, and if not specifically noted and supported by your giving then they enjoy no other income, furthermore these are Restricted Funds and monies can only be spent on their defined purposes except in extreme circumstances.

The Church members' giving has been significantly affected by COVID-19 restrictions. It may be realised from these accounts that offerings on the plate each week as cash, totaled £26,925 in 2019 but only £7,281 in 2021, a reduction of £19,644, in addition standing orders and other regular giving reduced by £10,722. This also reduced Gift Aid reclaims by an amount of £6,369. These reductions total £36,735 being a significant reduction which affects the overall church activities and the reserves held in savings. Our Parish Share for 2021 was based upon reporting to the diocese completed in April 2020 covering the church attendance for the previous year, 2019 (pre-Pandemic). The Diocese decided this year, 2022 our Parish Share should remain substantially the same as 2021; while the financial outlook for 2022 remains acceptable, due to our reserves in the General Fund being £46,051 we look forward to church returning to normal and regular worshipping members numbers returning to pre COVID-19 level but more importantly the associated income returning. Current habits of not carrying cash and use of Card Payments have persuaded the PCC to install a Card Donation system which hopefully will help in recovering the lost income "on the plate"

As an aside a Legacy to a Registered Charity, such as Holy Trinity, can be a very efficient way to reduce Inheritance Tax rates, and provide funding to the charity, the legacy is therefore significantly greater than the drawdown on inherited assets, due to the remaining taxable inheritance being taxed at a reduced rate. If anyone is interested in this matter please talk with me.

18 January 2022

Chris Round,

Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 26 January 2022, conditional on Independent Examiner's report being unqualified.

Statement of Financial Activities
For the period from 01 January 2021 to 31 December 2021

	Unrestricted funds	Designated funds	Restricted funds	Endowment funds	Total funds	Prior year total funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	111,964	15,998	40,578	—	168,540	180,232
Activities for generating funds	1,879	10,196	—	—	12,075	9,127
Investment income	167	—	692	—	859	1,057
Incoming resources from charitable activities	891	—	—	—	891	951
Other incoming resources	1,777	19,946	9,920	—	31,644	24,463
Total income	116,679	46,140	51,190	—	214,010	215,831
Resources used						
Costs of generating funds						
Costs of generating voluntary income	—	—	346	—	346	699
Fundraising trading: cost of goods sold and other costs	—	731	—	—	731	661
Charitable activities	136,882	52,483	37,714	—	227,080	213,994
Other resources used	—	—	—	—	—	—
Total expenditure	136,882	53,214	38,061	—	228,158	215,354
Net income / (expenditure) resources before transfer	(20,203)	(7,073)	13,128	—	(14,147)	477
Transfers						
Gross transfers between funds - in	34	1,920	—	—	1,954	34,974
Gross transfers between funds - out	(300)	(1,654)	—	—	(1,954)	(34,974)
Other recognised gains / losses						
Gains / losses on investment assets	—	—	—	3,974	3,974	1,684
Gains on revaluation, fixed assets, charity's own use	—	—	—	—	—	—
Net movement in funds	(20,469)	(6,807)	13,128	3,974	(10,172)	2,161
Reconciliation of funds						
Total funds brought forward	66,820	32,106	8,776	27,898	135,601	133,440
Total funds carried forward	46,351	25,298	21,905	31,873	125,428	135,601
Represented by						
Unrestricted						
General fund	46,351	—	—	—	46,351	66,820
Designated						
Church Hall Revenue Fund	—	(9,173)	—	—	(9,173)	(3,780)
Fin Assistance to self empl	—	788	—	—	788	2,813
Parish Nurse	—	10,730	—	—	10,730	15,742
Parish Weekend away	—	—	—	—	—	34
The Bridge	—	6,915	—	—	6,915	10,532
Toddlers Fund	—	1,700	—	—	1,700	763
Young Adult Ministry	—	14,337	—	—	14,337	6,000
Restricted						
Children & Youth Worker Fund	—	—	40,805	—	40,805	30,643
Debt Counselling	—	—	24,685	—	24,685	33,140
Fabric Fund	—	—	(6,432)	—	(6,432)	(7,124)
Redevelopment Fund	—	—	(37,153)	—	(37,153)	(47,883)
Endowment						
Investments	—	—	—	31,873	31,873	27,898

Balance sheet (Summary)
As at: 31 December 2021

	As at 31/12/2021	As at 31/12/2020
	£	£
Fixed assets		
Tangible assets	1,302	1,532
Investments	31,873	27,898
	<u>33,175</u>	<u>29,430</u>
Current assets		
Debtors	7,295	6,464
Investments	13,817	13,810
Cash at bank and in hand	121,138	145,895
	<u>142,252</u>	<u>166,170</u>
Net current assets less current liabilities	<u>142,252</u>	<u>166,170</u>
Total assets less current liabilities	<u>175,428</u>	<u>195,601</u>
Liabilities		
Creditors: Amounts falling due after more than one year	50,000	60,000
Total net assets less liabilities	<u>125,428</u>	<u>135,601</u>
Represented by		
Unrestricted		
Unrestricted - General fund	46,351	66,820
Designated		
Designated - Fin Assistance to self empl	788	2,813
Designated - Parish Nurse	10,730	15,742
Designated - Parish Weekend away	—	34
Designated - Young Adult Ministry	14,337	6,000
Designated - Church Hall Revenue Fund	(9,173)	(3,780)
Designated - The Bridge	6,915	10,532
Designated - Toddlers Fund	1,700	763
Restricted		
Restricted - Debt Counselling	24,685	33,140
Restricted - Fabric Fund	(6,432)	(7,124)
Restricted - Redevelopment Fund	(37,153)	(47,883)
Restricted - Children & Youth Worker Fund	40,805	30,643
Endowment		
Endowment - Investments	31,873	27,898
Funds of the church	<u>125,428</u>	<u>135,601</u>

Statement of Assets and Liabilities (by code)
As at: 31 December 2021

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets - Investments						
A1005 : Investments	—	—	—	31,873.10	31,873.10	27,898.29
Total	—	—	—	31,873.10	31,873.10	27,898.29
Fixed assets - Tangible assets						
A1003 : Office	1,302.83	—	—	—	1,302.83	1,532.31
Total	1,302.83	—	—	—	1,302.83	1,532.31
Current assets - Cash at bank and in hand						
B3040 : The Bridge Current Account	579.61	5,492.61	—	—	6,072.22	9,902.08
B3041 : The Bridge Cash	—	186.70	—	—	186.70	317.49
C3011 : Children & Youth Worker Fund	(136.06)	41.13	13,725.94	—	13,631.01	10,112.63
D3050 : Redevelopment Fund	5,351.14	—	1,400.80	—	6,751.94	7,749.33
G3010 : General Current Account	13,995.84	(2,675.86)	54,336.67	—	65,656.65	91,527.60
G3014 : General Cash Imprest	—	—	—	—	—	81.50
G3016 : Parish Weekend	—	—	—	—	—	34.00
H3020 : Hall Current Account	8,307.72	20,532.59	—	—	28,840.31	26,170.73
Total	28,098.25	23,577.17	69,463.41	—	121,138.83	145,895.36
Current assets - Debtors						
Z05 : Accounts Receivable	4,114.47	1,721.25	1,460.00	—	7,295.72	6,464.67
Total	4,114.47	1,721.25	1,460.00	—	7,295.72	6,464.67
Current assets - Investments						
F3060 : Fabric CBF Deposit	—	—	929.75	—	929.75	929.27
G3011 : General CBF Deposit	12,836.03	—	51.98	—	12,888.01	12,881.31
Total	12,836.03	—	981.73	—	13,817.76	13,810.58
Liabilities - Creditors: Amounts falling due after more than one year						
ZZZ11 : Loan	—	—	50,000.00	—	50,000.00	60,000.00
Total	—	—	50,000.00	—	50,000.00	60,000.00
Net total assets	46,351.58	25,298.42	21,905.14	31,873.10	125,428.24	135,601.21
Represented by						

Fund movement by type
Selected period: 01 January 2021 to 31 December 2021

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	66,820	116,679	136,882	(266)	—	—	46,351
Sub-totals	66,820	116,679	136,882	(266)	—	—	46,351
Designated							
Covid - Fin Assistance to self empl	2,813	975	3,000	—	—	—	788
DEBTCOUN - Debt Counselling	—	—	—	—	—	—	—
Nurse - Parish Nurse	15,742	5,866	10,878	—	—	—	10,730
Weekend - Parish Weekend away	34	34	34	(34)	—	—	—
YAM - Young Adult Ministry	6,000	8,388	51	—	—	—	14,337
Hall - Church Hall Revenue Fund	(3,780)	6,762	10,535	(1,620)	—	—	(9,173)
Bridge - The Bridge	10,532	23,717	27,633	300	—	—	6,915
Toddlers - Toddlers Fund	763	396	1,080	1,620	—	—	1,700
Sub-totals	32,106	46,140	53,214	266	—	—	25,298
Restricted							
DEBTCOUN - Debt Counselling	33,140	5,437	13,892	—	—	—	24,685
Fabric - Fabric Fund	(7,124)	691	—	—	—	—	(6,432)
Redevelop - Redevelopment Fund	(47,883)	11,081	351	—	—	—	(37,153)
C&youth - Children & Youth Worker Fund	30,643	33,980	23,817	—	—	—	40,805
Sub-totals	8,776	51,190	38,061	—	—	—	21,905
Endowment							
Coif - Investments	27,898	—	—	—	3,974	—	31,873
Sub-totals	27,898	—	—	—	3,974	—	31,873
Totals	135,601	214,010	228,158	—	3,974	—	125,428

Analysis of income and expenditure
Selected period: 01 January 2021 to 31 December 2021

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
Incoming resources						
<i>Incoming resources from generated funds</i>						
D0030 - Change	7,281	—	89	—	7,371	10,125
D0031 - Donations	18,241	12,225	10,777	—	41,244	41,766
D0032 - Grants & Legacies	—	—	—	—	—	—
D0040 - Sundry	227	34	—	—	261	518
D0041 - Events	294	—	—	—	294	—
D0042 - Fabric	—	—	—	—	—	—
D0043 - Books	531	—	—	—	531	89
D0044 - Toddlers	—	154	—	—	154	879
P0010 - Standing Orders	65,498	1,705	24,882	—	92,086	99,818
P0011 - Envelopes	5,317	—	—	—	5,317	5,403
P0020 - Inland Revenue Refund	14,571	1,878	4,828	—	21,279	21,630
P0021 - Vat: Listed places of Worship Scheme	—	—	—	—	—	—
B0060 - Photocopying	5	—	—	—	5	115
B0061 - Windows	—	—	—	—	—	—
B0062 - Catering	—	—	—	—	—	798
B0063 - Sales not used	—	—	—	—	—	—
B0064 - Sales not used 2	—	—	—	—	—	—
B0065 - Sales not used 3	—	—	—	—	—	—
B0066 - sales not used 4	—	—	—	—	—	—
B0067 - Rent	1,323	588	—	—	1,911	1,516
B0068 - Bridge Sales	—	2,845	—	—	2,845	2,490
H0070 - Hall Hire	551	6,762	—	—	7,313	4,206
C0050 - Current Interest	38	—	0	—	38	252
I0051 - 1/2T Int	129	—	—	—	129	126
I0052 - 3T Int	—	—	691	—	691	678
<i>Incoming resources from generated funds Totals</i>	114,010	26,194	41,270	—	181,475	190,417
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	891	—	—	—	891	951
<i>Incoming resources from charitable activities Totals</i>	891	—	—	—	891	951
<i>Other incoming resources</i>						
D0033 - Redev Fabric Congregational Loan	—	—	—	—	—	—
P0023 - HMRC Job Ret Sch Covid 19	1,777	19,946	9,920	—	31,644	24,463
<i>Other incoming resources Totals</i>	1,777	19,946	9,920	—	31,644	24,463
Incoming resources Grand totals	116,679	46,140	51,190	—	214,010	215,831

	Unrestricted	Designated	Restricted	Endowment	This year	Last year
Resources used						
Costs of generating funds						
A1011 - Fund Raising Expenses	—	—	—	—	—	—
INT - Interest Paid	—	—	346	—	346	699
B1062 - Bridge Purchases	—	731	—	—	731	661
B1063 - Purchase not used	—	—	—	—	—	—
B1064 - Purchases not used 2	—	—	—	—	—	—
B1065 - Purchases not used 3	—	—	—	—	—	—
B1066 - Purchases not used 4	—	—	—	—	—	—
Costs of generating funds Totals	—	731	346	—	1,077	1,360
Charitable activities						
A0010 - Preliminaries	—	—	—	—	—	—
B1067 - Rent	92	6,971	—	—	7,063	5,313
B1068 - Rates & water Rates	146	199	—	—	345	578
C1010 - Church Overseas	3,750	—	—	—	3,750	5,625
C1011 - Relief & Development	2,500	—	—	—	2,500	—
C1020 - Home Missions	1,100	—	—	—	1,100	2,005
C1021 - Secular Charities	210	—	—	—	210	—
D1050 - Parish Share	97,553	—	—	—	97,553	99,834
E1040 - Outreach	2,098	4,976	3,600	—	10,674	9,383
E1041 - Discipleship	—	—	—	—	—	—
F1030 - Depreciation 01	—	—	—	—	—	—
H1060 - Cleaner	3,211	2,335	—	—	5,546	3,962
R1090 - Insurance	890	890	—	—	1,780	1,770
R1091 - Cleaning	382	—	—	—	382	162
R1092 - Administrator	6,123	4,261	—	—	10,385	10,927
R1093 - Maintenance	3,711	19,940	—	—	23,652	5,956
R1094 - Stationery	502	—	—	—	502	429
R1095 - Telephone	717	557	—	—	1,275	940
R1096 - Equipment	—	—	—	—	—	847
R1097 - Sundries	4,431	312	100	—	4,843	4,159
R1098 - Petty Cash	400	—	—	—	400	100
R1099 - Catering	—	—	—	—	—	—
S1080 - Music	—	—	—	—	—	—
S1081 - Heat & Light	3,330	1,717	—	—	5,047	5,922
S1082 - Books	—	—	—	—	—	—
S1083 - Services	1,346	—	—	—	1,346	428
S1084 - Events	60	—	—	—	60	—
S1085 - Clergy	343	—	—	—	343	—
S1086 - Bank Charges	726	6	34	—	767	342
Y1001 - Fabric	—	—	—	—	—	834
Y1070 - Wages	2,742	10,019	33,696	—	46,459	46,284
Y1071 - Expenses	280	296	283	—	859	3,757
Z99999 - Depreciation	229	—	—	—	229	4,426
Charitable activities Totals	136,882	52,483	37,714	—	227,080	213,994
Other resources used						
A1012 - Architects Fees	—	—	—	—	—	—
A1013 - Co-ordinator Fees	—	—	—	—	—	—
A1014 - Design costs	—	—	—	—	—	—
A1015 - Building and Construction Costs	—	—	—	—	—	—
A1016 - Furnishings and equipment	—	—	—	—	—	—
Other resources used Totals	—	—	—	—	—	—
Resources used Grand totals	136,882	53,214	38,061	—	228,158	215,354

Notes to the financial statements

For the year ended 31 December 2021

ACCOUNTING POLICIES

The financial statements have been prepared in accordance with the Church Accounting Regulations 2006 together with applicable accounting standards and the SORP 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 funds on an average balance basis.

Designated funds have been set up for the designated object as indicated by their title, these funds will be disbursed only for that object purpose.

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

Incoming resources

Planned giving, collections and donations are recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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, (the Terrier) which can be inspected (at any reasonable time). For anything acquired prior to 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 25% for office equipment. Individual items of £500 or less are written off when the asset is acquired, and assets that are considered to have exceeded a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2021

2 CHARITABLE DONATIONS	2021	2020
	£	£
FEBA – B&M Adams	2500	2500
C&N Moreton	2000	2500
Christian aid	300	300
REAP Africa	---	--
Bath One Good Friday Pageant	--	300
C & Y Fund	--	2800
Wycliffe	1000	1000
FACT	--	210
Grant to support training in Pioneer Ministry	---	--
Others	174	148
Hardship Fund Church/Bridge	507	1033
Neighbourhood Chaplains	50	300
Bitola, Macedonia, Church twinning	2000	2830
DEC Cyclone Idai appeal	---	1000
Friends of Somerset Churches	50	50
Bridge Teas		
A Rocha eco church	210	--
	<u>8791</u>	<u>12141</u>
3 FIXED ASSET		
(a) Tangible		
Actual / deemed cost at 1st Jan	38407	38407
Disposal	---	--
Additions at cost	---	---
At 31st December	<u>38407</u>	<u>38407</u>
Depreciation at 1st Jan	36874	32448
Withdrawn on disposal		
Charge for the year	<u>230</u>	<u>4426</u>
Depreciation at 31st December	<u>37104</u>	<u>36874</u>
(b) Investments		
Market value at 1st January	27898	26214
Purchases		
Disposals		
Revaluation	<u>3974</u>	<u>1684</u>
At 31st December	<u>31873</u>	<u>27898</u>

Independent examiners' report to the members of the Parochial Church Council of Holy Trinity Church, Frome

I report on the accounts of the church for the year ended 31 December 2021, which are set out on pages 1 to 11

Respective responsibilities of trustees and examiner

The members of the PCC, as the charity's trustees, are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts (under section 145 of the 2011 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of independent examiners' report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, I do not express an audit opinion on the view given by the accounts.

Independent examiners' statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with s130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Acthave not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Nigel Harris BA CTA ATT

Accountant & Chartered Tax Adviser

Burton Sweet
Cooper House
Lower Charlton Estate
Shepton Mallet
Somerset BA4 5QE

25 February 2022

Accounts

Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2020

• FINANCIAL REVIEW

This report covers the financial year and calendar year 2020. This year will of course always be remembered for the impact of the COVID-19 pandemic which affected every single aspect of Holy Trinity's significant spectrum of activities from Praise and Worship, Toddlers and through to Finances. While the Government's assistance schemes helped our Staff costs, particularly the Children and Youth Fund, and the Bridge Fund with assistance to small businesses, the General Fund suffered significantly from reduced offerings.

Total receipts on the ordinary unrestricted fund, which represent the General Fund only, were £127,314 and are detailed in the Financial Statements. For direct comparison purpose with last year (2019) the unrestricted General Fund income was £164,246. Hence a reduction on income, year on year of £36,932. Total expenditure in the year from such income amounted to £137,972. The largest item was our Parish Share of £99,834 which was paid to the Diocese of Bath and Wells to enable it to provide the parish with clergy and support services. The net result for these funds was a deficit of £10,657 compared with a surfeit of £12,057 in 2019 and surfeit of £25,615 in 2018. Government assistance to these costs was £3,021 from Staff Furlough schemes.

Designated Funds total receipts were £36,859 and expenditure was £45,294 resulting in a deficit of £8,435. Previously, the PCC decided to set up a Debt Centre with a part time, 2 days per week employee being the Debt Counsellor, this had been planned to commence early April 2020, working closely with CAP (Christians against poverty). Accordingly, a Debt Counselling fund was set up with an initial amount of £40,000 so allocated. This was first set up as a Designated Fund but as may be seen in these accounts this was then transferred to a Restricted Fund, the reasoning behind this being that it may be easier to gain external donations for the Debt Centre if such donations are locked into supporting the centre itself.

Restricted Funds, which are; Children & Youth, Debt Centre, Fabric and the Redevelopment Funds had an income of £51,657 and an expenditure of £32,087 resulting in a surfeit of £19,570. This surfeit is entirely due to Government assistance with Grants and Staff Furlough schemes which amounted to £21,441.

The PCC has continued its long-standing policy of giving (tithes) 10% of general income to mission which for 2020 has included support for ministry in Bitola, North Macedonia and our association with the fledgling evangelical church there through TEN. Charitable giving in 2020 has exceeded our guideline of the PCC tithing policy at £12,141 compared with giving at £106,813.

Following the PCC decision to support the C & Y Fund by an amount of £350 per month from the General Fund, which commenced in October 2019 this fund has enjoyed an excess of income over expenditure, even more so with the Governments Staff Furlough scheme. Accordingly, it was decided to temporarily cease this support, however through 2020 such support has totaled £2,800. Toddlers of course ceased to operate as of March 2020 and has consequently not provided Toddler's contribution of the usual £1,000 towards the C & Y fund.

The Fabric Fund has a negative balance of £7,124, an increase from last year due to the cost of the quinquennial survey. This negative balance is slowly being reduced as income is realised from investment allocated only to Fabric, through 2020 this income amounted to £682

The Redevelopment (restricted) Fund was also resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2027) repayments made to the end of this report period total £40,000. The redevelopment Fund stands at a negative £47,883 at the year-end which takes account of the outstanding £60,000 loan liability. Giving to the redevelopment fund has reduced as previously reported, however, following a significant lump sum given in 2020, we are now able to service the Diocesan Loan this year, 2021, but this will be a challenge to service from this fund, from 2022 onward.

The Bridge account had an income of £15,225 mostly due to a Government grant of £10,000. The Bridge expenditure was £9,476 almost entirely due to fixed costs, Rent and Maintenance, the PCC has decided to carry out significant maintenance at The Bridge through 2020 and into 2021. The Bridge management has been taken over by John and Wendy Rootes as of 01 April 2020 and they and the Team have continued work when able to do so under the COVID-19 restrictions.

The Hall Fund income has significantly suffered due to COVID-19 restrictions resulting in a deficit of £6,440, while the Hall Hire Income runs the direct Hall expenses, as previously noted in my annual reports, the General Church suffers cost for Administration and other aspects that are paid from our General Fund. The Hall is normally contra

charged by the General Fund a sum to cover these appropriate costs, however this year such contra charge has not been put into effect.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers two months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. However, it can be realized from these accounts that the Church finances, while having suffered due to COVID-19 are in a reasonable state. The Diocese offered financial support to parishes suffering financially due to COVID-19 however Holy Trinity both decided not to apply for this support and indeed would almost certainly not have satisfied the qualifying criteria.

Outlook and Budget

We will have to service the Diocesan Loan, for the TT-TL project, at a repayment rate of £10,000 per year for the next 6 years. We currently have no plan or pledges to cover this, however this fund is in credit and can currently service the next 1 + years.

The Children and Youth workers Fund is now significantly more secure following Government Staff Furlough schemes. The Toddlers fund will recover as and when Toddlers activities re-commence.

Members should be aware that the Children and Youth and Debt Centre are separate funds, as is Redevelopment, and if not specifically noted and supported by your giving then they enjoy no other income, furthermore these are Restricted Funds and monies can only be spent on their defined purposes except in extreme circumstances.

The Church members' giving has been significantly affected by COVID-19 restrictions. It may be realised from these accounts that offerings on the plate each week as cash, totaled £26,925 in 2019 but only £9,918 in 2020, a reduction of £17,007, in addition standing orders and other regular giving reduced by £7,821. This also reduced Gift Aid reclaims by an amount of £4,701. These reductions total £29,529 being 80% of the reduced income noted above, the remaining reductions being loss of church rent payments, fees and catering profits. Our Parish Share for 2021 is based upon reporting to the diocese completed in April 2020 covering the church attendance for the previous year, 2019. Accordingly, this year, 2021 our Parish Share is £97,553; while the financial outlook for 2021 remains acceptable, due to our reserves in the General Fund being £66,820 we look forward to church returning to normal and members numbers remain as pre COVID-19 with the associated income.

As an aside a Legacy to a Registered Charity, such as Holy Trinity, can be a very efficient way to reduce Inheritance Tax rates, and provide funding to the charity, the legacy is therefore significantly greater than the drawdown on inherited assets, due to the remaining taxable inheritance being taxed at a reduced rate. If anyone is interested in this matter please talk with me.

03 March 2021

Chris Round,

Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 14 April 2020, conditional on Independent Examiner's report.

Statement of Financial Activities
For the period from 01 January 2020 to 31 December 2020

	Unrestricted Funds	Designated Funds	Restricted Funds	Endowment Funds	Total Funds	Prior year Total Funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	121,402	19,295	39,533	—	180,232	196,776
Activities for generating funds	1,564	7,563	—	—	9,127	28,017
Investment income	375	—	682	—	1,057	1,404
Incoming resources from charitable activities	951	—	—	—	951	3,173
Other incoming resources	3,021	10,000	11,441	—	24,463	—
Total income	127,314	36,859	51,657	—	215,831	229,370
Resources used						
Costs of generating funds						
Costs of generating voluntary income	—	—	699	—	699	965
Fundraising trading: cost of goods sold and other costs	—	661	—	—	661	1,721
Charitable activities	137,972	44,632	31,388	—	213,994	202,715
Total expenditure	137,972	45,294	32,087	—	215,354	205,402
Net income / (expenditure) resources before transfer	(10,657)	(8,435)	19,570	—	477	23,968
Transfers						
Gross transfers between funds - in	—	329	34,645	—	34,974	40,101
Gross transfers between funds - out	(329)	(34,645)	—	—	(34,974)	(40,101)
Other recognised gains / losses						
Gains / losses on investment assets	—	—	—	1,684	1,684	3,979
Net movement in funds	(10,986)	(42,751)	54,215	1,684	2,161	27,948
Reconciliation of funds						
Total funds brought forward	77,807	74,857	(45,439)	26,214	133,440	105,491
Total funds carried forward	66,820	32,106	8,776	27,898	135,601	133,440
Represented by						
Unrestricted						
General fund	66,820	—	—	—	66,820	77,807
Designated						
Church Hall Revenue Fund	—	(3,780)	—	—	(3,780)	2,660
Debt Counselling	—	—	—	—	—	40,000
Fin Assistance to self empl	—	2,813	—	—	2,813	—
Parish Nurse	—	15,742	—	—	15,742	26,745
Parish Weekend away	—	34	—	—	34	34
The Bridge	—	10,532	—	—	10,532	4,454
Toddlers Fund	—	763	—	—	763	963
Young Adult Ministry	—	6,000	—	—	6,000	—
Restricted						
Children & Youth Worker Fund	—	—	30,643	—	30,643	21,416
Debt Counselling	—	—	33,140	—	33,140	—
Fabric Fund	—	—	(7,124)	—	(7,124)	(6,971)
Redevelopment Fund	—	—	(47,883)	—	(47,883)	(59,884)
Endowment						
Investments	—	—	—	27,898	27,898	26,214

Balance sheet

	Total funds	Prior year funds
Fixed assets		
Tangible assets	1,532	5,959
Investments	27,898	26,214
	<u>29,430</u>	<u>32,173</u>
Current assets		
Debtors	6,464	10,363
Investments	13,810	13,752
Cash at bank and in hand	145,895	147,150
	<u>166,170</u>	<u>171,266</u>
Net current assets less current liabilities	166,170	171,266
Total assets less current liabilities	195,601	203,440
Liabilities		
Creditors: Amounts falling due after more than one year	60,000	70,000
Total net assets less liabilities	135,601	133,440
Represented by		
Unrestricted		
Unrestricted - General fund	66,820	77,807
Designated		
Designated - Fin Assistance to self empl	2,813	—
Designated - Debt Counselling	—	40,000
Designated - Parish Nurse	15,742	26,745
Designated - Parish Weekend away	34	34
Designated - Young Adult Ministry	6,000	—
Designated - Church Hall Revenue Fund	(3,780)	2,660
Designated - The Bridge	10,532	4,454
Designated - Toddlers Fund	763	963
Designated - Rob & Sue Fund	—	—
Restricted		
Restricted - Debt Counselling	33,140	—
Restricted - Fabric Fund	(7,124)	(6,971)
Restricted - Redevelopment Fund	(47,883)	(59,884)
Restricted - Children & Youth Worker Fund	30,643	21,416
Endowment		
Endowment - Investments	27,898	26,214
Funds of the church	135,601	133,440

Statement of assets and liabilities

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets						
A1001 : Hall & Link	—	—	—	—	—	483.36
A1003 : Office	1,532.31	—	—	—	1,532.31	1,802.21
A1005 : Investments	—	—	—	27,898.29	27,898.29	26,214.21
A1006 : Hall	—	—	—	—	—	3,673.49
Total	1,532.31	—	—	27,898.29	29,430.60	32,173.27
Current assets						
B3040 : The Bridge Current Account	581.61	9,320.47	—	—	9,902.08	4,108.22
B3041 : The Bridge Cash	—	317.49	—	—	317.49	67.02
C3011 : Children & Youth Worker Fund	(161.06)	41.13	10,232.56	—	10,112.63	13,533.70
D3050 : Redevelopment Fund	5,351.14	—	2,398.19	—	7,749.33	7,449.13
F3060 : Fabric CBF Deposit	—	—	929.27	—	929.27	925.40
G3010 : General Current Account	36,105.75	2,699.36	52,722.49	—	91,527.60	55,902.69
G3010 : General Current Account	—	—	—	—	—	40,000.00
G3011 : General CBF Deposit	12,829.36	—	51.95	—	12,881.31	12,826.84
G3014 : General Cash Imprest	81.50	—	—	—	81.50	81.50
G3016 : Parish Weekend	(0.84)	—	—	—	(0.84)	(0.84)
G3016 : Parish Weekend	—	34.84	—	—	34.84	34.84
H3020 : Hall Current Account	6,520.42	19,650.31	—	—	26,170.73	25,974.43
Z05 : Accounts Receivable	3,980.48	42.50	2,441.69	—	6,464.67	10,363.89
Total	65,288.36	32,106.10	68,776.15	—	166,170.61	171,266.82
Liabilities						
ZZZ11 : Loan	—	—	60,000.00	—	60,000.00	70,000.00
Total	—	—	60,000.00	—	60,000.00	70,000.00
Net total assets	66,820.67	32,106.10	8,776.15	27,898.29	135,601.21	133,440.09

Fund movement by type

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	77,807	127,314	137,972	(329)	—	—	66,820
Sub-totals	77,807	127,314	137,972	(329)	—	—	66,820
Designated							
COVID-19 - Fin Assistance to self empl	—	7,313	4,500	—	—	—	2,813
DEBTCOUN - Debt Counselling	40,000	475	5,829	(34,645)	—	—	—
Nurse - Parish Nurse	26,745	2,482	13,484	—	—	—	15,742
Weekend - Parish	34	—	—	—	—	—	34
Weekend away	—	—	—	—	—	—	—
YAM - Young Adult Ministry	—	6,000	—	—	—	—	6,000
Hall - Church Hall Revenue Fund	2,660	4,483	10,923	—	—	—	(3,780)
Bridge - The Bridge	4,454	15,225	9,476	329	—	—	10,532
Toddlers - Toddlers Fund	963	879	1,080	—	—	—	763
Rob&sue - Rob & Sue Fund	—	—	—	—	—	—	—
Sub-totals	74,857	36,859	45,294	(34,316)	—	—	32,106
Restricted							
DEBTCOUN - Debt Counselling	—	250	1,754	34,645	—	—	33,140
Fabric - Fabric Fund	(6,971)	682	834	—	—	—	(7,124)
Redevelop - Redevelopment Fund	(59,884)	12,700	699	—	—	—	(47,883)
C&youth - Children & Youth Worker Fund	21,416	38,025	28,798	—	—	—	30,643
Sub-totals	(45,439)	51,657	32,087	34,645	—	—	8,776
Endowment							
Coif - Investments	26,214	—	—	—	1,684	—	27,898
Sub-totals	26,214	—	—	—	1,684	—	27,898
Totals	133,440	215,831	215,354	—	1,684	—	135,601

Analysis of income and expenditure

	Unrestricted	Designated	Restricted	Endowment	Total	
					This year	Last year
Incoming resources						
<i>Incoming resources from generated funds</i>						
D0030 - Change	9,918	—	207	—	10,125	27,524
D0031 - Donations	21,368	13,240	7,157	—	41,766	30,635
D0032 - Grants & Legacies	—	—	—	—	—	—
D0040 - Sundry	204	297	16	—	518	5
D0041 - Events	—	—	—	—	—	2,803
D0042 - Fabric	—	—	—	—	—	—
D0043 - Books	89	—	—	—	89	113
D0044 - Toddlers	—	879	—	—	879	3,063
P0010 - Standing Orders	68,313	3,980	27,525	—	99,818	97,103
P0011 - Envelopes	5,403	—	—	—	5,403	9,978
P0020 - Inland Revenue Refund	16,104	897	4,628	—	21,630	25,548
P0021 - Vat: Listed places of Worship Scheme	—	—	—	—	—	—
B0060 - Photocopying	115	—	—	—	115	37
B0061 - Windows	—	—	—	—	—	—
B0062 - Catering	798	—	—	—	798	3,650
B0063 - Sales not used	—	—	—	—	—	—
B0064 - Sales not used 2	—	—	—	—	—	—
B0065 - Sales not used 3	—	—	—	—	—	—
B0066 - sales not used 4	—	—	—	—	—	—
B0067 - Rent	650	866	—	—	1,516	5,149
B0068 - Bridge Sales	—	2,490	—	—	2,490	6,201
H0070 - Hall Hire	—	4,206	—	—	4,206	12,977
C0050 - Current Interest	248	—	3	—	252	615
I0051 - 1/2T Int	126	—	—	—	126	124
I0052 - 3T Int	—	—	678	—	678	664
<i>Incoming resources from generated funds Totals</i>	123,342	26,859	40,215	—	190,417	226,197
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	951	—	—	—	951	3,173
<i>Incoming resources from charitable activities Totals</i>	951	—	—	—	951	3,173
<i>Other incoming resources</i>						
D0033 - Redev Fabric Congregational Loan	—	—	—	—	—	—
P0023 - HMRS Job Ret Sch COVID-19 19	3,021	10,000	11,441	—	24,463	—
<i>Other incoming resources Totals</i>	3,021	10,000	11,441	—	24,463	—
Incoming resources Grand totals	127,314	36,859	51,657	—	215,831	229,370

Resources used

Resources used						Total	
	Unrestricted	Designated	Restricted	Endowment	This year	Last year	
Costs of generating funds							
A1011 - Fund Raising Expenses	—	—	—	—	—	—	
INT - Interest Paid	—	—	699	—	699	965	
B1062 - Bridge Purchases	—	661	—	—	661	1,721	
B1063 - Purchase not used	—	—	—	—	—	—	
B1064 - Purchases not used 2	—	—	—	—	—	—	
B1065 - Purchases not used 3	—	—	—	—	—	—	
B1066 - Purchases not used 4	—	—	—	—	—	—	
Costs of generating funds Totals	—	661	699	—	1,360	2,687	
Charitable activities							
A0010 - Preliminaries	—	—	—	—	—	—	
B1067 - Rent	180	5,133	—	—	5,313	5,880	
B1068 - Rates & water Rates	194	383	—	—	578	926	
C1010 - Church Overseas	5,625	—	—	—	5,625	9,269	
C1011 - Relief & Development	—	—	—	—	—	2,255	
C1020 - Home Missions	1,800	205	—	—	2,005	8,699	
C1021 - Secular Charities	—	—	—	—	—	—	
D1050 - Parish Share	99,834	—	—	—	99,834	91,721	
E1040 - Outreach	3,384	5,535	464	—	9,383	181	
E1041 - Discipleship	—	—	—	—	—	—	
F1030 - Depreciation 01	—	—	—	—	—	—	
H1060 - Cleaner	1,899	2,063	—	—	3,962	6,227	
R1090 - Insurance	1,031	738	—	—	1,770	1,773	
R1091 - Cleaning	—	162	—	—	162	297	
R1092 - Administrator	10,927	—	—	—	10,927	10,397	
R1093 - Maintenance	2,397	3,558	—	—	5,956	2,444	
R1094 - Stationery	429	—	—	—	429	2,075	
R1095 - Telephone	639	300	—	—	940	832	
R1096 - Equipment	—	847	—	—	847	—	
R1097 - Sundries	2,846	1,312	—	—	4,159	4,800	
R1098 - Petty Cash	—	100	—	—	100	200	
R1099 - Catering	—	—	—	—	—	386	
S1080 - Music	—	—	—	—	—	756	
S1081 - Heat & Light	3,553	2,369	—	—	5,922	7,227	
S1082 - Books	—	—	—	—	—	280	
S1083 - Services	428	—	—	—	428	859	
S1084 - Events	—	—	—	—	—	458	
S1085 - Clergy	—	—	—	—	—	1,955	
S1086 - Bank Charges	327	—	15	—	342	422	
Y1001 - Fabric	—	—	834	—	834	—	
Y1070 - Wages	572	15,937	29,774	—	46,284	39,181	
Y1071 - Expenses	1,630	1,827	300	—	3,757	1,064	
Z99999 - Depreciation	269	4,156	—	—	4,426	2,139	
Charitable activities Totals	137,972	44,632	31,388	—	213,994	202,715	
Other resources used							
A1012 - Architects Fees	—	—	—	—	—	—	
A1013 - Co-ordinator Fees	—	—	—	—	—	—	
A1014 - Design costs	—	—	—	—	—	—	
A1015 - Building and Construction Costs	—	—	—	—	—	—	
A1016 - Furnishings and equipment	—	—	—	—	—	—	
Other resources used Totals	—	—	—	—	—	—	
Resources used Grand totals	137,972	45,294	32,087	—	215,354	205,402	

Notes to the financial statements

For the year ended 31 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 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 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 recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 25% for office equipment. Individual items of £100 or less are written off when the asset is acquired, and assets that are considered to have exceeded a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2020

2 CHARITABLE DONATIONS		2020	2019
	£		£
FEBA – B&M Adams	2500		2500
C&N Moreton	2500		2000
Christian aid	300		438
REAP Africa	---		500
Bath One Good Friday Pageant	300		--
C & Y Fund	2800		--
Wycliffe	1000		1000
FACT	210		693
Grant to support training in Pioneer Ministry	---		2500
Others	148		1220
Hardship Fund Church/Bridge	1033		1544
Neighbourhood Chaplains	300		200
--- Frome Food Bank	---		475
Bitola, Macedonia, Church twinning	1000		2830
DEC Cyclone Idai appeal	---		2255
Friends of Somerset Churches	50		50
Bridge Teas	--		180
	<u>12141</u>		<u>18385</u>
3 FIXED ASSET			
(a) Tangible			
Actual / deemed cost at 1st Jan	38407		38907
Disposal	---		500
Additions at cost	---		---
At 31st December	<u>38407</u>		<u>38407</u>
Depreciation at 1st Jan	32448		30809
Withdrawn on disposal			
Charge for the year	<u>4426</u>		<u>1639</u>
Depreciation at 31st December	<u>36874</u>		<u>32448</u>
(b) Investments			
Market value at 1st January	26214		22234
Purchases			
Disposals			
Revaluation	<u>1684</u>		<u>3979</u>
At 31st December	<u>27898</u>		<u>26214</u>

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Holy Trinity Church, Frome

End of Year Financial Statements

31 December 2020

• FINANCIAL REVIEW

This report covers the financial year and calendar year 2020. This year will of course always be remembered for the impact of the COVID-19 pandemic which affected every single aspect of Holy Trinity's significant spectrum of activities from Praise and Worship, Toddlers and through to Finances. While the Government's assistance schemes helped our Staff costs, particularly the Children and Youth Fund, and the Bridge Fund with assistance to small businesses, the General Fund suffered significantly from reduced offerings.

Total receipts on the ordinary unrestricted fund, which represent the General Fund only, were £127,314 and are detailed in the Financial Statements. For direct comparison purpose with last year (2019) the unrestricted General Fund income was £164,246. Hence a reduction on income, year on year of £36,932. Total expenditure in the year from such income amounted to £137,972. The largest item was our Parish Share of £99,834 which was paid to the Diocese of Bath and Wells to enable it to provide the parish with clergy and support services. The net result for these funds was a deficit of £10,657 compared with a surfeit of £12,057 in 2019 and surfeit of £25,615 in 2018. Government assistance to these costs was £3,021 from Staff Furlough schemes.

Designated Funds total receipts were £36,859 and expenditure was £45,294 resulting in a deficit of £8,435. Previously, the PCC decided to set up a Debt Centre with a part time, 2 days per week employee being the Debt Counsellor, this had been planned to commence early April 2020, working closely with CAP (Christians against poverty). Accordingly, a Debt Counselling fund was set up with an initial amount of £40,000 so allocated. This was first set up as a Designated Fund but as may be seen in these accounts this was then transferred to a Restricted Fund, the reasoning behind this being that it may be easier to gain external donations for the Debt Centre if such donations are locked into supporting the centre itself.

Restricted Funds, which are; Children & Youth, Debt Centre, Fabric and the Redevelopment Funds had an income of £51,657 and an expenditure of £32,087 resulting in a surfeit of £19,570. This surfeit is entirely due to Government assistance with Grants and Staff Furlough schemes which amounted to £21,441.

The PCC has continued its long-standing policy of giving (tithes) 10% of general income to mission which for 2020 has included support for ministry in Bitola, North Macedonia and our association with the fledgling evangelical church there through TEN. Charitable giving in 2020 has exceeded our guideline of the PCC tithing policy at £12,141 compared with giving at £106,813.

Following the PCC decision to support the C & Y Fund by an amount of £350 per month from the General Fund, which commenced in October 2019 this fund has enjoyed an excess of income over expenditure, even more so with the Governments Staff Furlough scheme. Accordingly, it was decided to temporarily cease this support, however through 2020 such support has totaled £2,800. Toddlers of course ceased to operate as of March 2020 and has consequently not provided Toddler's contribution of the usual £1,000 towards the C & Y fund.

The Fabric Fund has a negative balance of £7,124, an increase from last year due to the cost of the quinquennial survey. This negative balance is slowly being reduced as income is realised from investment allocated only to Fabric, through 2020 this income amounted to £682

The Redevelopment (restricted) Fund was also resourced by a loan from The Diocese for £100,000 which is due for repayment over 10 years (2017-2027) repayments made to the end of this report period total £40,000. The redevelopment Fund stands at a negative £47,883 at the year-end which takes account of the outstanding £60,000 loan liability. Giving to the redevelopment fund has reduced as previously reported, however, following a significant lump sum given in 2020, we are now able to service the Diocesan Loan this year, 2021, but this will be a challenge to service from this fund, from 2022 onward.

The Bridge account had an income of £15,225 mostly due to a Government grant of £10,000. The Bridge expenditure was £9,476 almost entirely due to fixed costs, Rent and Maintenance, the PCC has decided to carry out significant maintenance at The Bridge through 2020 and into 2021. The Bridge management has been taken over by John and Wendy Rootes as of 01 April 2020 and they and the Team have continued work when able to do so under the COVID-19 restrictions.

The Hall Fund income has significantly suffered due to COVID-19 restrictions resulting in a deficit of £6,440, while the Hall Hire Income runs the direct Hall expenses, as previously noted in my annual reports, the General Church suffers cost for Administration and other aspects that are paid from our General Fund. The Hall is normally contra

charged by the General Fund a sum to cover these appropriate costs, however this year such contra charge has not been put into effect.

Charitable Status

Holy Trinity Church is registered with the Charity Commission as The Parochial Church Council of the Ecclesiastical Parish of Holy Trinity, Frome. Registered number 1129366.

Reserves Policy

It is PCC policy to maintain a balance on unrestricted funds which covers two months of Parish Share payments to cover cash flow problems near the year end and to cope with unforeseen situations. Some funds are invested in CBF deposit funds. However, it can be realized from these accounts that the Church finances, while having suffered due to COVID-19 are in a reasonable state. The Diocese offered financial support to parishes suffering financially due to COVID-19 however Holy Trinity both decided not to apply for this support and indeed would almost certainly not have satisfied the qualifying criteria.

Outlook and Budget

We will have to service the Diocesan Loan, for the TT-TL project, at a repayment rate of £10,000 per year for the next 6 years. We currently have no plan or pledges to cover this, however this fund is in credit and can currently service the next 1 + years.

The Children and Youth workers Fund is now significantly more secure following Government Staff Furlough schemes. The Toddlers fund will recover as and when Toddlers activities re-commence.

Members should be aware that the Children and Youth and Debt Centre are separate funds, as is Redevelopment, and if not specifically noted and supported by your giving then they enjoy no other income, furthermore these are Restricted Funds and monies can only be spent on their defined purposes except in extreme circumstances.

The Church members' giving has been significantly affected by COVID-19 restrictions. It may be realised from these accounts that offerings on the plate each week as cash, totaled £26,925 in 2019 but only £9,918 in 2020, a reduction of £17,007, in addition standing orders and other regular giving reduced by £7,821. This also reduced Gift Aid reclaims by an amount of £4,701. These reductions total £29,529 being 80% of the reduced income noted above, the remaining reductions being loss of church rent payments, fees and catering profits. Our Parish Share for 2021 is based upon reporting to the diocese completed in April 2020 covering the church attendance for the previous year, 2019. Accordingly, this year, 2021 our Parish Share is £97,553; while the financial outlook for 2021 remains acceptable, due to our reserves in the General Fund being £66,820 we look forward to church returning to normal and members numbers remain as pre COVID-19 with the associated income.

As an aside a Legacy to a Registered Charity, such as Holy Trinity, can be a very efficient way to reduce Inheritance Tax rates, and provide funding to the charity, the legacy is therefore significantly greater than the drawdown on inherited assets, due to the remaining taxable inheritance being taxed at a reduced rate. If anyone is interested in this matter please talk with me.

03 March 2021

Chris Round,

Treasurer, HTC

On Behalf of the Parochial Church Council

Approved at PCC meeting held on 14 April 2020, conditional on Independent Examiner's report.

Statement of Financial Activities
For the period from 01 January 2020 to 31 December 2020

	Unrestricted Funds	Designated Funds	Restricted Funds	Endowment Funds	Total Funds	Prior year Total Funds
Incoming resources						
Incoming resources from generated funds						
Voluntary income	121,402	19,295	39,533	—	180,232	196,776
Activities for generating funds	1,564	7,563	—	—	9,127	28,017
Investment income	375	—	682	—	1,057	1,404
Incoming resources from charitable activities	951	—	—	—	951	3,173
Other incoming resources	3,021	10,000	11,441	—	24,463	—
Total income	127,314	36,859	51,657	—	215,831	229,370
Resources used						
Costs of generating funds						
Costs of generating voluntary income	—	—	699	—	699	965
Fundraising trading: cost of goods sold and other costs	—	661	—	—	661	1,721
Charitable activities	137,972	44,632	31,388	—	213,994	202,715
Total expenditure	137,972	45,294	32,087	—	215,354	205,402
Net income / (expenditure) resources before transfer	(10,657)	(8,435)	19,570	—	477	23,968
Transfers						
Gross transfers between funds - in	—	329	34,645	—	34,974	40,101
Gross transfers between funds - out	(329)	(34,645)	—	—	(34,974)	(40,101)
Other recognised gains / losses						
Gains / losses on investment assets	—	—	—	1,684	1,684	3,979
Net movement in funds	(10,986)	(42,751)	54,215	1,684	2,161	27,948
Reconciliation of funds						
Total funds brought forward	77,807	74,857	(45,439)	26,214	133,440	105,491
Total funds carried forward	66,820	32,106	8,776	27,898	135,601	133,440
Represented by						
Unrestricted						
General fund	66,820	—	—	—	66,820	77,807
Designated						
Church Hall Revenue Fund	—	(3,780)	—	—	(3,780)	2,660
Debt Counselling	—	—	—	—	—	40,000
Fin Assistance to self empl	—	2,813	—	—	2,813	—
Parish Nurse	—	15,742	—	—	15,742	26,745
Parish Weekend away	—	34	—	—	34	34
The Bridge	—	10,532	—	—	10,532	4,454
Toddlers Fund	—	763	—	—	763	963
Young Adult Ministry	—	6,000	—	—	6,000	—
Restricted						
Children & Youth Worker Fund	—	—	30,643	—	30,643	21,416
Debt Counselling	—	—	33,140	—	33,140	—
Fabric Fund	—	—	(7,124)	—	(7,124)	(6,971)
Redevelopment Fund	—	—	(47,883)	—	(47,883)	(59,884)
Endowment						
Investments	—	—	—	27,898	27,898	26,214

Balance sheet

	Total funds	Prior year funds
Fixed assets		
Tangible assets	1,532	5,959
Investments	27,898	26,214
	<u>29,430</u>	<u>32,173</u>
Current assets		
Debtors	6,464	10,363
Investments	13,810	13,752
Cash at bank and in hand	145,895	147,150
	<u>166,170</u>	<u>171,266</u>
Net current assets less current liabilities	166,170	171,266
Total assets less current liabilities	195,601	203,440
Liabilities		
Creditors: Amounts falling due after more than one year	60,000	70,000
Total net assets less liabilities	135,601	133,440
Represented by		
Unrestricted		
Unrestricted - General fund	66,820	77,807
Designated		
Designated - Fin Assistance to self empl	2,813	—
Designated - Debt Counselling	—	40,000
Designated - Parish Nurse	15,742	26,745
Designated - Parish Weekend away	34	34
Designated - Young Adult Ministry	6,000	—
Designated - Church Hall Revenue Fund	(3,780)	2,660
Designated - The Bridge	10,532	4,454
Designated - Toddlers Fund	763	963
Designated - Rob & Sue Fund	—	—
Restricted		
Restricted - Debt Counselling	33,140	—
Restricted - Fabric Fund	(7,124)	(6,971)
Restricted - Redevelopment Fund	(47,883)	(59,884)
Restricted - Children & Youth Worker Fund	30,643	21,416
Endowment		
Endowment - Investments	27,898	26,214
Funds of the church	135,601	133,440

Statement of assets and liabilities

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
Fixed assets						
A1001 : Hall & Link	—	—	—	—	—	483.36
A1003 : Office	1,532.31	—	—	—	1,532.31	1,802.21
A1005 : Investments	—	—	—	27,898.29	27,898.29	26,214.21
A1006 : Hall	—	—	—	—	—	3,673.49
Total	1,532.31	—	—	27,898.29	29,430.60	32,173.27
Current assets						
B3040 : The Bridge Current Account	581.61	9,320.47	—	—	9,902.08	4,108.22
B3041 : The Bridge Cash	—	317.49	—	—	317.49	67.02
C3011 : Children & Youth Worker Fund	(161.06)	41.13	10,232.56	—	10,112.63	13,533.70
D3050 : Redevelopment Fund	5,351.14	—	2,398.19	—	7,749.33	7,449.13
F3060 : Fabric CBF Deposit	—	—	929.27	—	929.27	925.40
G3010 : General Current Account	36,105.75	2,699.36	52,722.49	—	91,527.60	55,902.69
G3010 : General Current Account	—	—	—	—	—	40,000.00
G3011 : General CBF Deposit	12,829.36	—	51.95	—	12,881.31	12,826.84
G3014 : General Cash Imprest	81.50	—	—	—	81.50	81.50
G3016 : Parish Weekend	(0.84)	—	—	—	(0.84)	(0.84)
G3016 : Parish Weekend	—	34.84	—	—	34.84	34.84
H3020 : Hall Current Account	6,520.42	19,650.31	—	—	26,170.73	25,974.43
Z05 : Accounts Receivable	3,980.48	42.50	2,441.69	—	6,464.67	10,363.89
Total	65,288.36	32,106.10	68,776.15	—	166,170.61	171,266.82
Liabilities						
ZZZ11 : Loan	—	—	60,000.00	—	60,000.00	70,000.00
Total	—	—	60,000.00	—	60,000.00	70,000.00
Net total assets	66,820.67	32,106.10	8,776.15	27,898.29	135,601.21	133,440.09

Fund movement by type

Fund and type	Fund balances brought forward	Incoming Resources	Outgoing Resources	Transfers	Gains and Losses	Journal Entries	Fund balances carried forward
Unrestricted							
General - General fund	77,807	127,314	137,972	(329)	—	—	66,820
Sub-totals	77,807	127,314	137,972	(329)	—	—	66,820
Designated							
COVID-19 - Fin Assistance to self empl	—	7,313	4,500	—	—	—	2,813
DEBTCOUN - Debt Counselling	40,000	475	5,829	(34,645)	—	—	—
Nurse - Parish Nurse	26,745	2,482	13,484	—	—	—	15,742
Weekend - Parish	34	—	—	—	—	—	34
Weekend away	—	—	—	—	—	—	—
YAM - Young Adult Ministry	—	6,000	—	—	—	—	6,000
Hall - Church Hall Revenue Fund	2,660	4,483	10,923	—	—	—	(3,780)
Bridge - The Bridge	4,454	15,225	9,476	329	—	—	10,532
Toddlers - Toddlers Fund	963	879	1,080	—	—	—	763
Rob&sue - Rob & Sue Fund	—	—	—	—	—	—	—
Sub-totals	74,857	36,859	45,294	(34,316)	—	—	32,106
Restricted							
DEBTCOUN - Debt Counselling	—	250	1,754	34,645	—	—	33,140
Fabric - Fabric Fund	(6,971)	682	834	—	—	—	(7,124)
Redevelop - Redevelopment Fund	(59,884)	12,700	699	—	—	—	(47,883)
C&youth - Children & Youth Worker Fund	21,416	38,025	28,798	—	—	—	30,643
Sub-totals	(45,439)	51,657	32,087	34,645	—	—	8,776
Endowment							
Coif - Investments	26,214	—	—	—	1,684	—	27,898
Sub-totals	26,214	—	—	—	1,684	—	27,898
Totals	133,440	215,831	215,354	—	1,684	—	135,601

Analysis of income and expenditure

	Unrestricted	Designated	Restricted	Endowment	Total	
					This year	Last year
Incoming resources						
<i>Incoming resources from generated funds</i>						
D0030 - Change	9,918	—	207	—	10,125	27,524
D0031 - Donations	21,368	13,240	7,157	—	41,766	30,635
D0032 - Grants & Legacies	—	—	—	—	—	—
D0040 - Sundry	204	297	16	—	518	5
D0041 - Events	—	—	—	—	—	2,803
D0042 - Fabric	—	—	—	—	—	—
D0043 - Books	89	—	—	—	89	113
D0044 - Toddlers	—	879	—	—	879	3,063
P0010 - Standing Orders	68,313	3,980	27,525	—	99,818	97,103
P0011 - Envelopes	5,403	—	—	—	5,403	9,978
P0020 - Inland Revenue Refund	16,104	897	4,628	—	21,630	25,548
P0021 - Vat: Listed places of Worship Scheme	—	—	—	—	—	—
B0060 - Photocopying	115	—	—	—	115	37
B0061 - Windows	—	—	—	—	—	—
B0062 - Catering	798	—	—	—	798	3,650
B0063 - Sales not used	—	—	—	—	—	—
B0064 - Sales not used 2	—	—	—	—	—	—
B0065 - Sales not used 3	—	—	—	—	—	—
B0066 - sales not used 4	—	—	—	—	—	—
B0067 - Rent	650	866	—	—	1,516	5,149
B0068 - Bridge Sales	—	2,490	—	—	2,490	6,201
H0070 - Hall Hire	—	4,206	—	—	4,206	12,977
C0050 - Current Interest	248	—	3	—	252	615
I0051 - 1/2T Int	126	—	—	—	126	124
I0052 - 3T Int	—	—	678	—	678	664
<i>Incoming resources from generated funds Totals</i>	123,342	26,859	40,215	—	190,417	226,197
<i>Incoming resources from charitable activities</i>						
F0080 - Fees	951	—	—	—	951	3,173
<i>Incoming resources from charitable activities Totals</i>	951	—	—	—	951	3,173
<i>Other incoming resources</i>						
D0033 - Redev Fabric Congregational Loan	—	—	—	—	—	—
P0023 - HMRS Job Ret Sch COVID-19 19	3,021	10,000	11,441	—	24,463	—
<i>Other incoming resources Totals</i>	3,021	10,000	11,441	—	24,463	—
Incoming resources Grand totals	127,314	36,859	51,657	—	215,831	229,370

Resources used

Resources used						Total	
	Unrestricted	Designated	Restricted	Endowment	This year	Last year	
Costs of generating funds							
A1011 - Fund Raising Expenses	—	—	—	—	—	—	
INT - Interest Paid	—	—	699	—	699	965	
B1062 - Bridge Purchases	—	661	—	—	661	1,721	
B1063 - Purchase not used	—	—	—	—	—	—	
B1064 - Purchases not used 2	—	—	—	—	—	—	
B1065 - Purchases not used 3	—	—	—	—	—	—	
B1066 - Purchases not used 4	—	—	—	—	—	—	
Costs of generating funds Totals	—	661	699	—	1,360	2,687	
Charitable activities							
A0010 - Preliminaries	—	—	—	—	—	—	
B1067 - Rent	180	5,133	—	—	5,313	5,880	
B1068 - Rates & water Rates	194	383	—	—	578	926	
C1010 - Church Overseas	5,625	—	—	—	5,625	9,269	
C1011 - Relief & Development	—	—	—	—	—	2,255	
C1020 - Home Missions	1,800	205	—	—	2,005	8,699	
C1021 - Secular Charities	—	—	—	—	—	—	
D1050 - Parish Share	99,834	—	—	—	99,834	91,721	
E1040 - Outreach	3,384	5,535	464	—	9,383	181	
E1041 - Discipleship	—	—	—	—	—	—	
F1030 - Depreciation 01	—	—	—	—	—	—	
H1060 - Cleaner	1,899	2,063	—	—	3,962	6,227	
R1090 - Insurance	1,031	738	—	—	1,770	1,773	
R1091 - Cleaning	—	162	—	—	162	297	
R1092 - Administrator	10,927	—	—	—	10,927	10,397	
R1093 - Maintenance	2,397	3,558	—	—	5,956	2,444	
R1094 - Stationery	429	—	—	—	429	2,075	
R1095 - Telephone	639	300	—	—	940	832	
R1096 - Equipment	—	847	—	—	847	—	
R1097 - Sundries	2,846	1,312	—	—	4,159	4,800	
R1098 - Petty Cash	—	100	—	—	100	200	
R1099 - Catering	—	—	—	—	—	386	
S1080 - Music	—	—	—	—	—	756	
S1081 - Heat & Light	3,553	2,369	—	—	5,922	7,227	
S1082 - Books	—	—	—	—	—	280	
S1083 - Services	428	—	—	—	428	859	
S1084 - Events	—	—	—	—	—	458	
S1085 - Clergy	—	—	—	—	—	1,955	
S1086 - Bank Charges	327	—	15	—	342	422	
Y1001 - Fabric	—	—	834	—	834	—	
Y1070 - Wages	572	15,937	29,774	—	46,284	39,181	
Y1071 - Expenses	1,630	1,827	300	—	3,757	1,064	
Z99999 - Depreciation	269	4,156	—	—	4,426	2,139	
Charitable activities Totals	137,972	44,632	31,388	—	213,994	202,715	
Other resources used							
A1012 - Architects Fees	—	—	—	—	—	—	
A1013 - Co-ordinator Fees	—	—	—	—	—	—	
A1014 - Design costs	—	—	—	—	—	—	
A1015 - Building and Construction Costs	—	—	—	—	—	—	
A1016 - Furnishings and equipment	—	—	—	—	—	—	
Other resources used Totals	—	—	—	—	—	—	
Resources used Grand totals	137,972	45,294	32,087	—	215,354	205,402	

Notes to the financial statements

For the year ended 31 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 2015 SOFA.

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. 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 either as restricted or unrestricted funds depending upon the purpose for which the endowment was established.

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 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 recognized when received. Tax refunds are recognized when the incoming resource to which they relate is received. Grants and legacies are accounted for when the PCC is legally entitled to the amounts due. Dividends are accounted for when receivable, interest is accrued. 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 award 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 generally recognized when it is incurred and is accounted for gross.

Fixed assets

Consecrated and benefice property is not included in the accounts in accordance 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 2004 there is insufficient cost information available and therefore such assets are not valued in the financial statements. Furthermore all matters pertaining to the Redevelopment Works are not valued in the financial statements and are not considered as assets to be depreciated or replaced.

Equipment used within the church premises is depreciated on a reducing balance basis, at 15% for furniture and fixtures, and 25% for office equipment. Individual items of £100 or less are written off when the asset is acquired, and assets that are considered to have exceed a reasonable life expectancy are written off at that time.

Investments are valued at market value 31 December 2020

2 CHARITABLE DONATIONS		2020	2019
	£	£	
FEBA – B&M Adams	2500	2500	
C&N Moreton	2500	2000	
Christian aid	300	438	
REAP Africa	---	500	
Bath One Good Friday Pageant	300	--	
C & Y Fund	2800	--	
Wycliffe	1000	1000	
FACT	210	693	
Grant to support training in Pioneer Ministry	---	2500	
Others	148	1220	
Hardship Fund Church/Bridge	1033	1544	
Neighbourhood Chaplains	300	200	
--- Frome Food Bank	---	475	
Bitola, Macedonia, Church twinning	1000	2830	
DEC Cyclone Idai appeal	---	2255	
Friends of Somerset Churches	50	50	
Bridge Teas	--	180	
	<u>12141</u>	<u>18385</u>	
3 FIXED ASSET			
(a) Tangible			
Actual / deemed cost at 1st Jan	38407	38907	
Disposal	---	500	
Additions at cost	---	---	
At 31st December	<u>38407</u>	<u>38407</u>	
Depreciation at 1st Jan	32448	30809	
Withdrawn on disposal			
Charge for the year	<u>4426</u>	<u>1639</u>	
Depreciation at 31st December	<u>36874</u>	<u>32448</u>	
(b) Investments			
Market value at 1st January	26214	22234	
Purchases			
Disposals			
Revaluation	<u>1684</u>	<u>3979</u>	
At 31st December	<u>27898</u>	<u>26214</u>	

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Independent examiners' report to the members of the Parochial Church Council of Holy Trinity Church, Frome

I report on the accounts of the church for the year ended 31 December 2020, which are set out on pages 2 to 11

Respective responsibilities of trustees and examiner

The members of the PCC, as the charity's trustees, are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is needed.

It is my responsibility to:

- examine the accounts (under section 145 of the 2011 Act);
- to follow the procedures laid down in the General Directions given by the Charity Commissioners (under section 145(5) of the 2011 Act); and
- to state whether particular matters have come to my attention.

Basis of independent examiners' report

My examination was carried out in accordance with the General Directions given by the Charity Commissioners. An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and the seeking of explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit and, consequently, I do not express an audit opinion on the view given by the accounts.

Independent examiners' statement

In connection with my examination, no matter has come to my attention:

- (1) which gives me reasonable cause to believe that, in any material respect, the requirements:
 - to keep accounting records in accordance with s130 of the 2011 Act; and
 - to prepare accounts which accord with the accounting records and to comply with the accounting requirements of the 2011 Act have not been met; or
- (2) to which, in my opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.



Nigel Harris BA CTA ATT

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31 March 2021