

# **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
<b>Incoming resources</b>						
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
<b>Total income</b>	<b>146,926</b>	<b>53,349</b>	<b>45,729</b>	<b>—</b>	<b>246,005</b>	<b>214,010</b>
<b>Resources used</b>						
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	—
<b>Total expenditure</b>	<b>146,169</b>	<b>44,768</b>	<b>48,343</b>	<b>—</b>	<b>239,282</b>	<b>228,157</b>
Gains / losses on investment assets	—	—	—	(3,705)	(3,705)	3,974
<b>Net income / (expenditure) resources before transfer</b>	<b>757</b>	<b>8,580</b>	<b>(2,614)</b>	<b>(3,705)</b>	<b>3,018</b>	<b>(10,172)</b>
<b>Transfers</b>						
Gross transfers between funds - in	1,620	494	15,337	—	17,452	334
Gross transfers between funds - out	(132)	(17,319)	—	—	(17,452)	(334)
<b>Other recognised gains / losses</b>						
<b>Net movement in funds</b>	<b>2,245</b>	<b>(8,244)</b>	<b>12,722</b>	<b>(3,705)</b>	<b>3,018</b>	<b>(10,172)</b>
<b>Reconciliation of funds</b>						
<b>Total funds brought forward</b>	<b>46,351</b>	<b>25,299</b>	<b>21,905</b>	<b>31,873</b>	<b>125,429</b>	<b>135,601</b>
<b>Total funds carried forward</b>	<b>48,597</b>	<b>17,054</b>	<b>34,627</b>	<b>28,167</b>	<b>128,447</b>	<b>125,429</b>
<b>Represented by</b>						
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
	£	£
<b>Fixed assets</b>		
Tangible assets	1,107	1,302
Investments	28,167	31,873
	<u>29,275</u>	<u>33,175</u>
<b>Current assets</b>		
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>
<b>Net current assets less current liabilities</b>	<u><b>139,171</b></u>	<u><b>142,253</b></u>
<b>Total assets less current liabilities</b>	<u><b>168,447</b></u>	<u><b>175,429</b></u>
<b>Liabilities</b>		
Creditors: Amounts falling due after more than one year	40,000	50,000
<b>Total net assets less liabilities</b>	<u><b>128,447</b></u>	<u><b>125,429</b></u>
<b>Represented by</b>		
<b>Unrestricted</b>		
Unrestricted - General fund	48,597	46,351
<b>Designated</b>		
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
<b>Restricted</b>		
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
<b>Endowment</b>		
Endowment - Investments	28,167	31,873
<b>Funds of the church</b>	<u><b>128,447</b></u>	<u><b>125,429</b></u>

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

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
<b>Fixed assets - Investments</b>						
A1005 : Investments	—	—	—	28,167.71	28,167.71	31,873.10
<b>Total</b>	—	—	—	28,167.71	28,167.71	31,873.10
<b>Fixed assets - Tangible assets</b>						
A1003 : Office	1,107.72	—	—	—	1,107.72	1,302.83
<b>Total</b>	1,107.72	—	—	—	1,107.72	1,302.83
<b>Current assets - Cash at bank and in hand</b>						
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
<b>Total</b>	30,269.44	16,980.64	72,696.52	—	119,946.60	121,139.67
<b>Current assets - Debtors</b>						
Z05 : Accounts Receivable	4,214.65	73.75	937.25	—	5,225.65	7,295.72
<b>Total</b>	4,214.65	73.75	937.25	—	5,225.65	7,295.72
<b>Current assets - Investments</b>						
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
<b>Total</b>	13,005.54	—	993.95	—	13,999.49	13,817.76
<b>Liabilities - Creditors: Amounts falling due after more than one year</b>						
ZZZ11 : Loan	—	—	40,000.00	—	40,000.00	50,000.00
<b>Total</b>	—	—	40,000.00	—	40,000.00	50,000.00
<b>Net total assets</b>	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
<b>Unrestricted</b>							
General - General fund	46,351	146,926	146,169	1,488	—	—	48,597
<b>Sub-totals</b>	<b>46,351</b>	<b>146,926</b>	<b>146,169</b>	<b>1,488</b>	<b>—</b>	<b>—</b>	<b>48,597</b>
<b>Designated</b>							
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
<b>Sub-totals</b>	<b>25,299</b>	<b>53,349</b>	<b>44,768</b>	<b>(16,825)</b>	<b>—</b>	<b>—</b>	<b>17,054</b>
<b>Restricted</b>							
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
<b>Sub-totals</b>	<b>21,905</b>	<b>45,729</b>	<b>48,343</b>	<b>15,337</b>	<b>—</b>	<b>—</b>	<b>34,627</b>
<b>Endowment</b>							
Coif - Investments	31,873	—	—	—	(3,705)	—	28,167
<b>Sub-totals</b>	<b>31,873</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>(3,705)</b>	<b>—</b>	<b>28,167</b>
<b>Totals</b>	<b>125,429</b>	<b>246,005</b>	<b>239,282</b>	<b>—</b>	<b>(3,705)</b>	<b>—</b>	<b>128,447</b>

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

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
<b>Incoming resources</b>						
<b><i>Incoming resources from generated funds</i></b>						
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
<b><i>Incoming resources from generated funds Totals</i></b>	<b>145,698</b>	<b>49,682</b>	<b>45,729</b>	<b>—</b>	<b>241,110</b>	<b>181,475</b>
<b><i>Incoming resources from charitable activities</i></b>						
F0080 - Fees	1,228	—	—	—	1,228	891
<b><i>Incoming resources from charitable activities Totals</i></b>	<b>1,228</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,228</b>	<b>891</b>
<b><i>Other incoming resources</i></b>						
P0023 - HMRC Job Ret Sch Covid 19	—	3,667	—	—	3,667	31,644
<b><i>Other incoming resources Totals</i></b>	<b>—</b>	<b>3,667</b>	<b>—</b>	<b>—</b>	<b>3,667</b>	<b>31,644</b>
<b>Incoming resources Grand totals</b>	<b>146,926</b>	<b>53,349</b>	<b>45,729</b>	<b>—</b>	<b>246,005</b>	<b>214,010</b>



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

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
<b>Resources used</b>						
<b>Costs of generating funds</b>						
A1011 - Fund Raising Expenses	647	—	—	—	647	—
INT - Interest Paid	—	—	600	—	600	346
B1062 - Bridge Purchases	—	3,326	—	—	3,326	731
<b>Costs of generating funds Totals</b>	<b>647</b>	<b>3,326</b>	<b>600</b>	<b>—</b>	<b>4,574</b>	<b>1,077</b>
<b>Charitable activities</b>						
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
<b>Charitable activities Totals</b>	<b>144,627</b>	<b>41,442</b>	<b>47,743</b>	<b>—</b>	<b>233,813</b>	<b>227,080</b>
<b>Governance costs</b>						
E1042 - Training and Development	894	—	—	—	894	—
<b>Governance costs Totals</b>	<b>894</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>894</b>	<b>—</b>
<b>Resources used Grand totals</b>	<b>146,169</b>	<b>44,768</b>	<b>48,343</b>	<b>—</b>	<b>239,282</b>	<b>228,157</b>

# 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

<b>2</b>	<b>CHARITABLE DONATIONS</b>	<b>2022</b>	<b>2021</b>
		£	£
	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>
<b>3</b>	<b>FIXED ASSET</b>		
	<b>(a) Tangible</b>		
	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>(b) Investments</b>		
	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
<b>Incoming resources</b>						
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
<b>Total income</b>	<b>146,926</b>	<b>53,349</b>	<b>45,729</b>	<b>—</b>	<b>246,005</b>	<b>214,010</b>
<b>Resources used</b>						
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	—
<b>Total expenditure</b>	<b>146,169</b>	<b>44,768</b>	<b>48,343</b>	<b>—</b>	<b>239,282</b>	<b>228,157</b>
Gains / losses on investment assets	—	—	—	(3,705)	(3,705)	3,974
<b>Net income / (expenditure) resources before transfer</b>	<b>757</b>	<b>8,580</b>	<b>(2,614)</b>	<b>(3,705)</b>	<b>3,018</b>	<b>(10,172)</b>
<b>Transfers</b>						
Gross transfers between funds - in	1,620	494	15,337	—	17,452	334
Gross transfers between funds - out	(132)	(17,319)	—	—	(17,452)	(334)
<b>Other recognised gains / losses</b>						
<b>Net movement in funds</b>	<b>2,245</b>	<b>(8,244)</b>	<b>12,722</b>	<b>(3,705)</b>	<b>3,018</b>	<b>(10,172)</b>
<b>Reconciliation of funds</b>						
<b>Total funds brought forward</b>	<b>46,351</b>	<b>25,299</b>	<b>21,905</b>	<b>31,873</b>	<b>125,429</b>	<b>135,601</b>
<b>Total funds carried forward</b>	<b>48,597</b>	<b>17,054</b>	<b>34,627</b>	<b>28,167</b>	<b>128,447</b>	<b>125,429</b>
<b>Represented by</b>						
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
	£	£
<b>Fixed assets</b>		
Tangible assets	1,107	1,302
Investments	28,167	31,873
	<u>29,275</u>	<u>33,175</u>
<b>Current assets</b>		
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>
<b>Net current assets less current liabilities</b>	<u><b>139,171</b></u>	<u><b>142,253</b></u>
<b>Total assets less current liabilities</b>	<u><b>168,447</b></u>	<u><b>175,429</b></u>
<b>Liabilities</b>		
Creditors: Amounts falling due after more than one year	40,000	50,000
<b>Total net assets less liabilities</b>	<u><b>128,447</b></u>	<u><b>125,429</b></u>
<b>Represented by</b>		
<b>Unrestricted</b>		
Unrestricted - General fund	48,597	46,351
<b>Designated</b>		
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
<b>Restricted</b>		
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
<b>Endowment</b>		
Endowment - Investments	28,167	31,873
<b>Funds of the church</b>	<u><b>128,447</b></u>	<u><b>125,429</b></u>



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

Class and nominal code	General	Designated	Restricted	Endowment	Total	Last year
<b>Fixed assets - Investments</b>						
A1005 : Investments	—	—	—	28,167.71	28,167.71	31,873.10
<b>Total</b>	—	—	—	28,167.71	28,167.71	31,873.10
<b>Fixed assets - Tangible assets</b>						
A1003 : Office	1,107.72	—	—	—	1,107.72	1,302.83
<b>Total</b>	1,107.72	—	—	—	1,107.72	1,302.83
<b>Current assets - Cash at bank and in hand</b>						
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
<b>Total</b>	30,269.44	16,980.64	72,696.52	—	119,946.60	121,139.67
<b>Current assets - Debtors</b>						
Z05 : Accounts Receivable	4,214.65	73.75	937.25	—	5,225.65	7,295.72
<b>Total</b>	4,214.65	73.75	937.25	—	5,225.65	7,295.72
<b>Current assets - Investments</b>						
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
<b>Total</b>	13,005.54	—	993.95	—	13,999.49	13,817.76
<b>Liabilities - Creditors: Amounts falling due after more than one year</b>						
ZZZ11 : Loan	—	—	40,000.00	—	40,000.00	50,000.00
<b>Total</b>	—	—	40,000.00	—	40,000.00	50,000.00
<b>Net total assets</b>	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
<b>Unrestricted</b>							
General - General fund	46,351	146,926	146,169	1,488	—	—	48,597
<b>Sub-totals</b>	<b>46,351</b>	<b>146,926</b>	<b>146,169</b>	<b>1,488</b>	<b>—</b>	<b>—</b>	<b>48,597</b>
<b>Designated</b>							
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
<b>Sub-totals</b>	<b>25,299</b>	<b>53,349</b>	<b>44,768</b>	<b>(16,825)</b>	<b>—</b>	<b>—</b>	<b>17,054</b>
<b>Restricted</b>							
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
<b>Sub-totals</b>	<b>21,905</b>	<b>45,729</b>	<b>48,343</b>	<b>15,337</b>	<b>—</b>	<b>—</b>	<b>34,627</b>
<b>Endowment</b>							
Coif - Investments	31,873	—	—	—	(3,705)	—	28,167
<b>Sub-totals</b>	<b>31,873</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>(3,705)</b>	<b>—</b>	<b>28,167</b>
<b>Totals</b>	<b>125,429</b>	<b>246,005</b>	<b>239,282</b>	<b>—</b>	<b>(3,705)</b>	<b>—</b>	<b>128,447</b>

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

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
<b>Incoming resources</b>						
<b><i>Incoming resources from generated funds</i></b>						
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
<b><i>Incoming resources from generated funds Totals</i></b>	<b>145,698</b>	<b>49,682</b>	<b>45,729</b>	<b>—</b>	<b>241,110</b>	<b>181,475</b>
<b><i>Incoming resources from charitable activities</i></b>						
F0080 - Fees	1,228	—	—	—	1,228	891
<b><i>Incoming resources from charitable activities Totals</i></b>	<b>1,228</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>1,228</b>	<b>891</b>
<b><i>Other incoming resources</i></b>						
P0023 - HMRC Job Ret Sch Covid 19	—	3,667	—	—	3,667	31,644
<b><i>Other incoming resources Totals</i></b>	<b>—</b>	<b>3,667</b>	<b>—</b>	<b>—</b>	<b>3,667</b>	<b>31,644</b>
<b>Incoming resources Grand totals</b>	<b>146,926</b>	<b>53,349</b>	<b>45,729</b>	<b>—</b>	<b>246,005</b>	<b>214,010</b>

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

	Unrestricted	Designated	Restricted	Endowment	This year	Total Last year
<b>Resources used</b>						
<b>Costs of generating funds</b>						
A1011 - Fund Raising Expenses	647	—	—	—	647	—
INT - Interest Paid	—	—	600	—	600	346
B1062 - Bridge Purchases	—	3,326	—	—	3,326	731
<b>Costs of generating funds Totals</b>	<b>647</b>	<b>3,326</b>	<b>600</b>	<b>—</b>	<b>4,574</b>	<b>1,077</b>
<b>Charitable activities</b>						
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
<b>Charitable activities Totals</b>	<b>144,627</b>	<b>41,442</b>	<b>47,743</b>	<b>—</b>	<b>233,813</b>	<b>227,080</b>
<b>Governance costs</b>						
E1042 - Training and Development	894	—	—	—	894	—
<b>Governance costs Totals</b>	<b>894</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>894</b>	<b>—</b>
<b>Resources used Grand totals</b>	<b>146,169</b>	<b>44,768</b>	<b>48,343</b>	<b>—</b>	<b>239,282</b>	<b>228,157</b>

# 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

<b>2</b>	<b>CHARITABLE DONATIONS</b>	<b>2022</b>	<b>2021</b>
		£	£
	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>
<b>3</b>	<b>FIXED ASSET</b>		
	<b>(a) Tangible</b>		
	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>(b) Investments</b>		
	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