

**Central, Derby, United Reformed Church Charity**



**Central, Derby,  
United Reformed Church Charity**

**Annual Report and Financial Statements  
for the year ended 31 December 2020**



**Registered Charity Number: 1130551  
HM Revenues & Customs Reference Number: X5623**

# **Central, Derby, United Reformed Church Charity**

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# **Central, Derby, United Reformed Church Charity**

## **Legal and administrative information**

### **The Elders / Trustees**

Mr P. Allen  
Mrs S. Allen  
Mrs C. Fielding

Mr S. Goodman  
Mrs. C. Gould  
Mrs. J. Newbury

### **Minister of Word and Sacrament**

Revd J Tatton Schiff

### **Church Related Community Worker**

Mrs V Longbone

### **Church address**

Stuart House  
Green Lane  
Derby  
DE1 1RS

### **Independent Examiner**

Janet Morgan, FCA of Smith Cooper Limited  
St Helen's House  
Derby  
DE1 3EE

### **Bankers**

HSBC  
1 St Peter's Street  
Derby  
DE1 2AE

## **Central, Derby, United Reformed Church Charity Elders' Report for the year ended 31 December 2020**

The Elders present their report together with the financial statements for the year ended 31 December 2020 which have been independently examined.

In these accounts, for brevity, the Central, Derby, United Reformed Church Charity is referred to as the Church.

### **Principal Activities**

The principal activities of the Church are worship, promotion of the gospel, pastoral care and community support.

### **Fixed Assets**

The title deeds of the Church and Recreation Ground are in the name of a Trust (The United Reformed Church East Midlands Synod Incorporated). In the event of the closure or dissolution of the Church these assets will revert to the Trust so they are not included in these accounts.

Details of movements of fixed assets held in the name of the Church are shown in Note 2 of the accounts.

### **Trustees**

The Elders are Managing Trustees and so legally responsible for the running of the Church. The serving Elders during the year are stated on page 1.

### **Trustees' responsibilities statement**

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

The law applicable to charities in England & Wales requires the Trustees to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources of the charity for that period. In preparing these financial statements, the trustees are required to:

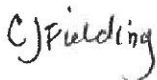
- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP 2015 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in operation;

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

### **Independent Examiner**

Janet Morgan of Smith Cooper Limited offers herself for re-appointment.

By order of the Elders



**Mrs C. Fielding**  
Church Secretary

Date: 13 May 2021

## **Central, Derby, United Reformed Church Charity Trustees' Report for the year ended 31 December 2020**

The Elders, acting as Managing Trustees, present their report and the financial statements of the Church for the year ended 31 December 2020.

The financial statements have been prepared in accordance with the accounting policies set out in the notes to the accounts and comply with the charity's governing document, the Charities Act 2011 and Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland published on 16 July 2014 (SORP 2015 (FRS 102) as amended by Update Bulletin 1 published on 2 February 2016).

### **Structure, Governance and Management**

#### **Governing document**

The Church is part of the United Reformed Church, an organisation set up by an Act of Parliament. The church was entered in the Register of Charities with effect from 14 July 2009, and given the charity number 1130551. On the Charity Commission website, the governing document is defined as "Trusts distilled from the United Reformed Church Acts of Parliament (1972 and 1982) and the Scheme of Union (1972)."

#### **Policies and procedures for induction and training of trustees**

The Elders are elected by the Church Members at the Annual General Meeting. An Elder must be a member of the Church and agree to serve as an Elder for a term of 3 years. He/she can stand for re-election at the termination of the 3 year period.

There are currently six serving elders. Other members of the congregation are being encouraged to consider going forward for the Eldership.

New Elders are provided with guidance notes published by the URC National Office. With the Covid-19 restrictions and the move to a new location, the routine bimonthly business meetings where training issues would have been discussed were interrupted. In the latter part of 2020, the Elders have held frequent Zoom meetings to cover urgent matters arising.

#### **Organisational structure**

Central URC share a Church Related Community Work Minister with Ashbourne Road Methodist/URC, each having 50% scoping. During 2020 the CRCW minister had a period of sick leave, returning initially on a part-time basis, and now concentrating her work with the Ashbourne Road Church.

Central URC share a Minister of Word and Sacrament with two other churches, the scoping being Central URC 45%, Ashbourne Road Methodist/URC 35%, and Mackworth URC 20%.

The Eldership throughout the year is reported in the charity particulars on page 1. The Elders are the trustees of the Church.

When possible, the Elders meet on a monthly basis. The odd months (January, March, May, etc.) are specifically business meetings and the even months (February, April, etc.) are for pastoral and training purposes. The Covid-19 lockdown during 2020 prevented this arrangement but Elders have kept in regular contact and meetings have been held by Zoom when face-to-face meetings were not allowed.

Although the Elders collectively are responsible for the strategic direction and legal liabilities of the church, the day-to-day management of the church activities is delegated to specific groups. An Elder is normally assigned to each group and acts as the liaison between the group and the Eldership.

There are two different types of groups:

**"Working groups"** – Five groups set up to oversee specific purposes: Church Life and Management (the church housekeeping); Finance and Property; Social Responsibility; Worship and Christian Living, and Youth Work. Each group has a Convenor. Convenors are sometimes Elders, but in every case, there is an Elder in the group to liaise between the Elders and the Group.

## **Central, Derby, United Reformed Church Charity Trustees' Report for the year ended 31 December 2020 (continued)**

"Activity groups" – Four groups which work with their own management: the Monday Fellowship, the Recreation Society (who manage the sports ground), the Tuesday Tots and 3Fs [Fitness, Fellowship and Fun]. These groups have not been able to meet since March 2020 due to the national lockdown. The 3Fs group set up a "support group", which has kept in regular telephone contact with their members. The other groups have kept in touch with their members as and when necessary.

### **Risk mitigation policy**

The Elders are aware of the falling numbers in the congregation and the increasing average age of its members. This situation has not been helped by the national lockdown preventing churches from meeting. As the members are the Church's major source of revenue funding, the church is aware of its financial vulnerability in this regard.

In October 2019 Victoria House, the church premises, was sold to Derby City Council and the Synod acquired a new property, Stuart House on Green Lane, for Central URC. This new property required major refurbishment which took extensive use of the Church's resources. The work on this refurbishment was greatly disrupted by the pandemic and the proposed move from Victoria House to Stuart House was postponed from March to September.

As well as delaying the Church's move, the pandemic has had other effects on the working of the Church. It has only been possible to have four services in the church between March and December, with all Government guidelines being carefully followed. All room lettings have been cancelled during this period and the Street Pastors use of the building has been temporarily suspended.

The staff and volunteers have maintained tri weekly checks on the building for safety and security.

Although the new building is now ready for use when the Government permit churches to reopen, there is still considerable work to be done to bring the building into a sound and secure state. This work will be expensive and will be a further drain on the Church reserves. The Church feels confident, with careful management, this can be achieved.

### **Objectives and Activities**

#### **Charitable objectives**

The Church's objectives can be classified into four main areas: Worship, promoting the gospel, pastoral care and community support.

#### **Public Benefit**

The objective of the Church is the advancement of the Christian faith for the benefit of the public in accordance with the Scheme of Union of the United Reformed Church. This is achieved by:

- Working with the local community to provide additional support and facilities where needed.
- Providing buildings/facilities/open space
- Making grants to organisations
- Providing services

The Trustees have had due regard to guidance published by the Charity Commission on public benefit.

### **Achievements and performance**

2020 has been a different year, with difficulties caused by the pandemic together with the move from one building to another. For the first 3 months of the year the regular Sunday worship was held in Victoria House but since the lockdown it has only been possible to hold 4 live services, which took place in the new building, Stuart House. In early September a short Commissioning Service was held at Stuart House, led by the Minister of Word and Sacrament with the Elders and Group Convenors present. Since then, the minister has held two Sunday services weekly online.

The Elders have managed a regular phone contact with the church members and offered all the support they are able and allowed, to assist them with their spiritual, emotional and physical well-being.

## **Central, Derby, United Reformed Church Charity**

### **Trustees' Report for the year ended 31 December 2020 (continued)**

Since March the lockdown has prevented any further community work taking place. It is hoped all will recommence when Government guidelines permit.

#### **Staff and volunteers**

All the Elders are volunteers. During 2020 there have been six part-time staff on the payroll. Two have left of their own accord during the year. The Church has claimed the Furlough Grant for the Duty Managers and one Cleaner, making up their weekly wages to the average pay they received between April 2019 and March 2020. Staff wages have been in line with the living wage rather than the minimum wage.

The Church is heavily dependent on the extensive support of many volunteers in a wide range of activities but it is not possible to quantify the financial value.

#### **Financial Review**

##### **Principal funding sources**

The Church's principal funding comes from freewill giving. It is also fortunate to have had a number of financial investments, though these have been greatly reduced with the refurbishment of Stuart House. From 25<sup>th</sup> October 2019 the church benefitted from rental income from two sitting tenants in Stuart House and from April 2020 a third tenant took up occupancy on the third floor. It has been possible to secure these regular incomes for at least another 2 or 3 years.

##### **How expenditure has supported the key objectives of the church**

The Church is established primarily as a place of worship and to enable the promotion of the gospel. It is also a meeting place to enable the provision of Church-related activities and community support. In addition, it is available as a refuge for those wishing to escape the pressure of city life. The work of moving into and refurbishing this new building has created an environment which it is believed will greatly enhance the opportunity to fulfil these aims and objectives.

##### **Achievements**

The pandemic and consequent Government lockdown has prevented much of the religious and community work taking place within the Church. During the pandemic the minister has sent out weekly services by post and email, including CDs, as well as 2 online Facebook meditations each Sunday. It is hoped all the work of the church can resume as soon as the lockdown is eased.

The tenancy of the bungalow on Brayfield Road has been successful, with a good tenant taking care of the building. Post Year-end event: At their meeting on 18 February 2021, the Elders voted to dissolve the Recreation Society. The Funds held by the Recreation Society are under discussion.

##### **Reserves policy**

The church has some financial resources from the sale of previous buildings and from bequests. The General (unrestricted) Fund, from the regular freewill giving, provides the day to day running costs. This Fund has more than halved during 2020, from £45,439 in December 2019 down to £15,448 in December 2020.

In October 2019 following the sale of Victoria House, the Synod gave Central £550,000 to refurbish Stuart House. This money was placed in a Compensation Fund and the Compensation Fund was used to pay for all the refurbishment work. At the beginning of 2020, the balance on the Compensation Fund was £222,000, this was insufficient to cover all the costs and during the year it was augmented with money from the Turner Bequest Fund. This has used more than half the money in the Turner Bequest, taking it from £293,505 in December 2019 to £130,808 in December 2020.

**Central, Derby, United Reformed Church Charity**  
**Trustees' Report for the year ended 31 December 2020 (continued)**

Much of the refurbishment work has now been completed but there is still substantial maintenance work required to ensure the building is in a good and secure condition. The money left on the Compensation Fund has been transferred to the general Maintenance Fund and the Compensation Fund closed. The effect of placing these balances into this Fund has raised the balance from £21,183 in December 2019 to £127,251 in December 2020. This is in recognition that further expensive maintenance work needs to be done.

In addition, a new Service Charge Fund has been set up, which is restricted and holds the money received from the tenants. This money is given in accordance with the tenants' leases and is payment for the running costs and maintenance of the building.

The level of unrestricted funds has fallen from £45,439 to £15,448. Designated Funds has also almost halved from £911,159 to £654,281. Only the restricted funds have, risen from £134,541 to £146,935 partly through the reorganization but funds will be needed to do the further work required. The overall financial position of the church has fallen from £1,091,135 to £816,664. This reduction was expected, though has not been helped by the lockdown. The purpose of each of the funds is explained in the notes to the accounts.

The Church is confident that with good financial management, the church has a sound future.

**Plans for the Future**

Church Elders and Members are excited about the move to Stuart House and committed to develop our Mission in the City Centre with renewed energy once the lockdown is lifted.

Signed on behalf of the Elders



**Mrs. Christine Fielding**  
Elder and Church Secretary

**Approved by the Elders on** 13/05/2021



## **Central, Derby, United Reformed Church Charity**

### **Independent Examiner's Report to the Trustees of Central, Derby, United Reformed Church Charity.**

I report to the Trustees on the accounts of the church for the year ended 31 December 2020 which are set out on pages 8 to 20.

#### **Responsibilities and basis of report**

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

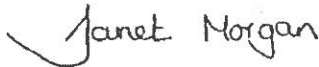
I report in respect of my examination of the charity's accounts carried out under section 145 of the Act and in carrying out my examination I have followed all the applicable Directions given by the Charity Commission under section 145(5)(b) of the Act.

#### **Independent examiner's statement**

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

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

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



**Janet Morgan**

**Chartered Accountant  
Smith Cooper Limited  
Derby**

**Date: 13 May 2021**

# Central, Derby, United Reformed Church Charity

## Statement of Financial Activities for the year ended 31 December 2020

	Unrestricted Fund £	Designated Funds £	Restricted Funds £	Total 2020 Funds	Total 2019 Funds
<b>Income</b>					
Donations and legacies	40,717	112	20,972	<b>61,801</b>	55,636
Charitable activities	2,344	-	-	<b>2,344</b>	10,487
Other trading activities	39,237	6,430	15,695	<b>61,362</b>	30,818
Investments	4,813	156	271	<b>5,240</b>	12,668
Other	260	47,362	75	<b>47,697</b>	547,822
<b>Total income (Note 3)</b>	<b>87,371</b>	<b>54,060</b>	<b>37,013</b>	<b>178,444</b>	<b>657,431</b>
<b>Expenditure</b>					
Charitable activities:					
<i>Premises costs</i>	48,871	298,997	8,266	<b>356,134</b>	355,692
<i>Ministerial costs</i>	44,655	-	79	<b>44,734</b>	47,200
<i>Costs of activities</i>	5,695	17,861	4,222	<b>27,778</b>	21,112
<i>Grants payable and restricted donations passed on</i>	-	-	4,800	<b>4,800</b>	5,693
<i>Governance costs</i>	7,614	5,613	1,628	<b>14,855</b>	6,714
Other	3,383	38,194	350	<b>41,927</b>	37,501
<b>Total expenditure (Note 4)</b>	<b>110,218</b>	<b>360,665</b>	<b>19,345</b>	<b>490,228</b>	<b>473,912</b>
Net gains/(losses) on investments	-	37,313	-	<b>37,313</b>	69,794
<b>Net income / (expenditure)</b>	<b>(22,847)</b>	<b>(269,292)</b>	<b>17,668</b>	<b>(274,471)</b>	<b>253,313</b>
<b>Transfers between funds</b>					
Gross transfers between funds – in	-	12,414	-	<b>12,414</b>	241,710
Gross transfers between funds - out	(7,144)	-	(5,270)	<b>(12,414)</b>	(241,710)
<b>Net movement in funds for the</b>	<b>(29,991)</b>	<b>(256,878)</b>	<b>12,398</b>	<b>(274,471)</b>	<b>253,313</b>
<b>Reconciliation of funds:</b>					
Total funds brought forward	45,439	911,159	134,537	<b>1,091,135</b>	837,822
<b>Total funds carried forward</b>	<b>15,448</b>	<b>654,281</b>	<b>146,935</b>	<b>816,664</b>	<b>1,091,135</b>

The notes on pages 10 to 20 form part of these financial statements.

**Central, Derby, United Reformed Church Charity**  
**Balance sheet as at 31 December 2020**

	Note	2020 £	2019 £
<b>Fixed assets</b>			
Property		192,008	192,008
Organ and pianos		-	2,600
Recreation equipment		-	720
Church equipment		20,499	2,732
<b>Total tangible fixed assets</b>	2	212,507	198,060
<b>Investments</b>			
COIF investments		373,628	335,524
M & G investments		5,342	6,133
<b>Total investments</b>	7	378,970	341,657
<b>Current Assets</b>			
Debtors and prepayments	8	9,458	887
HSBC		134,781	320,090
HSBC 3F's account		120	879
COIF Deposit Funds		97,239	230,616
Cash		-	38
<b>Total current assets</b>		241,598	552,510
<b>Current Liabilities</b>	9	(16,411)	(1,092)
<b>Net current assets</b>		225,187	551,418
<b>Net Assets</b>		816,664	1,091,135
<b>Represented by funds:</b>			
Unrestricted Fund		15,448	45,439
Designated Funds		654,281	911,159
Restricted Funds		146,935	134,537
	6	816,664	1,091,135

These financial statements were approved by the Elders, acting as Trustees, and are signed on 13 May 2021,  
on their behalf by:



**Mrs Gwen Johnson**  
Treasurer

The notes on pages 10 to 20 form part of these financial statements.

# Central, Derby, United Reformed Church Charity

## Notes to the accounts for the year ended 31 December 2020

### NOTE 1 – PRINCIPAL ACCOUNTING POLICIES

#### a. Basis of preparation

The Church constitutes a public benefit entity as defined by FRS 102. The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) issued on 16 July 2014 (as updated through Update Bulletin 1 published on 2 February 2016), the Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland (FRS 102), the Charities Act 2011, UK Generally Accepted Practice and the United Reformed Church guidance.

The Church has applied Update Bulletin 1 as published on 2 February 2016 and does not include a cash flow statement on the grounds that it is applying FRS102 Section 1A.

The accruals basis of accounting has been adopted, and the principal accounting policies set out below are applied consistently.

No account has been made for any of the unspent money in the Derby A2C or Derby West Group accounts because they are immaterial.

#### b. Classification of Funds

Funds are classified according to the manner in which they are allowed to be spent.

The General Fund is unrestricted. It is for the day-to-day running of the church and contributions to the wider church.

Designated Funds are unrestricted funds ear-marked by the Trustees for particular purposes. A fund is designated for administrative purposes only and does not legally restrict the Trustees from using its discretion to reapply the fund.

Restricted Funds are subjected to restrictions on their expenditure imposed by the terms on which the money was received.

#### c. Fixed Assets

- i. Freehold property: The Holding Trustees of the church, manse and recreation ground are the URC [East Midlands Synod] Incorporated, (the Synod Trust), who hold them upon trust for purposes connected with the Church. These properties are shown at £nil value in these accounts because, on disposal, the sale proceeds would be retained by the Synod Trust and would be available for future use at the Trust's discretion. The Elders of the church are the Managing Trustees. The Elders are responsible for the day-to-day maintenance of the Church, Manse and recreation ground and maintenance expenditure is charged in the Church's accounts in the year that it is incurred.

No depreciation has been applied to the freehold property owned by the Church on the basis that the Trustees consider that the residual value is of such magnitude that any depreciation charge would not be significant.

- ii. Equipment: Depreciation is provided at various rates calculated on a straight line basis to write off assets over their estimated useful lives:

Musical instruments and furniture	10%
Projection, printer and kitchen equipment	20%

**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**d. Investments**

COIF and M & G investments held in the name of the Church are shown in the accounts at their fair value as at the year-end as advised by the investment managers. The COIF investments have been included in these accounts at their mid-market value as at the year end. The M & G investments have been valued at their unit price as at the year-end date.

**e. Income**

All incoming resources are included in the Statement of Financial Activities (SoFA) when the charity is legally entitled to the income after any performance conditions have been met, the amount can be measured reliably and it is probable that the income will be received.

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

Legacies are accounted for when their receipt is certain and can be properly quantified. Unless otherwise specified by the donor, legacies are allocated to the Bequests Fund (a designated fund). Income from the Bequest Fund is allocated to the General (unrestricted) Fund except where otherwise provided for by the donor.

**f. Expenditure**

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

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

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

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

**g. Taxation**

The Church is a registered charity within the meaning of the Taxes Acts. Accordingly, it is exempt from taxation in respect of income and capital gains received to the extent that such income or gains are applied to exclusively charitable purposes. No provision for taxation has been made in these financial statements.

**h. Government grants**

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

Government grants relating to turnover are recognised as income over the periods when the related costs are incurred. Grants relating to an asset are recognised in income systematically over the asset's expected useful life. If part of such a grant is deferred it is recognised as deferred income rather than being deducted from the asset's carrying amount.

**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**NOTE 2 – FIXED ASSETS (Designated Fund)**

	Equipment			Property	Total £
	Organ & Pianos £	Recreation £	Church £	25 Brayfield Road £	
<b>Cost</b>					
As at 1 Jan 2020	10,281	15,526	41,771	192,008	259,586
Additions	-	-	22,776	-	22,776
Disposals	(6,937)	(9,099)	(2,454)	-	(18,490)
<b>As at 31 December 2020</b>	<b>3,344</b>	<b>6,427</b>	<b>62,093</b>	<b>192,008</b>	<b>263,872</b>
<b>Depreciation</b>					
As at 1 Jan 2020	7,681	14,806	39,039	-	61,526
Charge for the year	-	720	5,009	-	5,729
Disposals	(4,337)	(9,099)	(2,454)	-	(15,890)
<b>As at 31 Dec 2020</b>	<b>3,344</b>	<b>6,427</b>	<b>41,594</b>	<b>-</b>	<b>51,365</b>
<b>NBV as at 31 Dec 2020</b>	<b>-</b>	<b>-</b>	<b>20,499</b>	<b>192,008</b>	<b>212,507</b>
NBV as at 31 Dec 2019	2,600	720	2,732	192,008	198,060

**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**NOTE 3 – INCOME**

	Unrestricted Fund £	Designated Funds £	Restricted Funds £	Total 2020 Funds £	Total 2019 Funds £
<b>Donations &amp; legacies:</b>					
Identified offerings	22,025	-	-	22,025	22,296
Unidentified offerings	527	-	-	527	2,039
Donations & bequests	842	49	6,300	7,191	3,113
Gift Day	2	-	-	2	819
Tax recovery	5,654	-	-	5,654	6,941
Government grants	11,667	-	10,000	21,667	
Activities & events	-	-	1,594	1,594	3,131
Members' subscriptions	-	63	2,925	2,988	16,574
Transport subscription	-	-	153	153	723
<b>Total of donations &amp; legacies</b>	<b>40,717</b>	<b>112</b>	<b>20,972</b>	<b>61,801</b>	<b>55,636</b>
<b>Charitable activities:</b>					
Room lettings	2,030	-	-	2,030	9,046
Printing	314	-	-	314	1,441
<b>Total charitable activities income</b>	<b>2,344</b>	<b>-</b>	<b>-</b>	<b>2,344</b>	<b>10,487</b>
<b>Other trading activities:</b>					
Fundraising	-	-	651	651	1,429
Property rentals	38,077	6,430	-	44,507	29,389
Manse letting	1,160	-	-	1,160	-
Service charges	-	-	15,044	15,044	
<b>Total of other trading activities income</b>	<b>39,237</b>	<b>6,430</b>	<b>15,695</b>	<b>61,362</b>	<b>30,818</b>
<b>Investments:</b>					
Bank & building society interest	-	-	-	-	358
COIF interest	32	156	271	459	961
Dividends	4,781	-	-	4,781	11,349
<b>Total investment income</b>	<b>4,813</b>	<b>156</b>	<b>271</b>	<b>5,240</b>	<b>12,668</b>
<b>Other income</b>	<b>260</b>	<b>47,362</b>	<b>75</b>	<b>47,697</b>	<b>547,822</b>
<b>TOTAL INCOME</b>	<b>87,371</b>	<b>54,060</b>	<b>37,013</b>	<b>178,444</b>	<b>657,431</b>

In 2019, of the income of £657,431, £75,598 was to unrestricted funds, £556,443 to designated and £25,390 was to restricted.

**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**NOTE 4 – EXPENDITURE**

	Unrestricted Fund £	Designated Funds £	Restricted Funds £	Total 2020 Funds £	Total 2019 Funds £
<b>Cost of charitable activities</b>					
<i>Premises costs:</i>					
Staff costs	27,037	1,082	434	28,553	28,147
Insurance	7,517	201	2,061	9,779	9,219
Heat, light & water	11,210	664	(2,658)	9,216	15,652
Maintenance & repairs	1,704	261,264	7,715	270,683	283,416
Other premises costs	1,403	35,786	714	37,903	19,258
<b>Total premises costs</b>	<b>48,871</b>	<b>298,997</b>	<b>8,266</b>	<b>356,134</b>	<b>355,692</b>
<i>Ministerial costs:</i>					
M&M contribution	40,140	-	-	40,140	39,048
Group Ministry costs	3,825	-	-	3,825	6,657
Central's Ministry costs	337	-	-	337	1,236
Organist & music	140	-	-	140	65
Church gifts	213	-	79	292	194
<b>Total ministerial costs</b>	<b>44,655</b>	<b>-</b>	<b>79</b>	<b>44,734</b>	<b>47,200</b>
<i>Costs of activities:</i>					
Other gifts	-	5	291	296	252
Activities & events	-	-	791	791	2,712
Transport for activities	-	-	303	303	2,206
Trainers' fees	-	-	1,040	1,040	5,117
Food for activities	32	108	1,206	1,346	5,451
Telephone & internet	940	-	274	1,214	701
Materials & consumables	469	112	178	759	3,085
Equipment purchases & repairs	3,498	17,636	139	21,273	366
Reprographic materials & services	756	-	-	756	1,222
<b>Total costs of activities</b>	<b>5,695</b>	<b>17,861</b>	<b>4,222</b>	<b>27,778</b>	<b>21,112</b>



**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**NOTE 4 – EXPENDITURE (CONTINUED)**

	Unrestricted Funds £	Designated Funds £	Restricted Funds £	Total 2020 Funds £	Total 2019 Funds £
<b><i>Grants payable and restricted donations passed on</i></b>					
Local Outreach	-	-	3,050	3,050	3,150
National & International Outreach	-	-	1,750	1,750	2,543
<b><i>Total grants payable and restricted donations passed on</i></b>	-	-	4,800	4,800	5,693
<b><i>Governance costs:</i></b>					
Administration costs	5,566	5,613	1,628	12,807	5,640
Independent examination fees	2,048	-	-	2,048	1,074
<b><i>Total governance costs</i></b>	<b>7,614</b>	<b>5,613</b>	<b>1,628</b>	<b>14,855</b>	<b>6,714</b>
<b>Total cost of charitable activities</b>	<b>106,835</b>	<b>322,472</b>	<b>18,995</b>	<b>448,301</b>	<b>436,411</b>
<b><i>Other expenditure:</i></b>					
Depreciation	-	5,729	-	5,729	1,899
Profit on disposal of fixed assets	-	(1,400)	-	(1,400)	
Other	3,383	33,865	350	37,598	35,602
<b>Total other expenditure</b>	<b>3,383</b>	<b>38,194</b>	<b>350</b>	<b>41,927</b>	<b>37,501</b>
<b>TOTAL EXPENDITURE</b>	<b>110,218</b>	<b>360,665</b>	<b>19,345</b>	<b>490,228</b>	<b>473,912</b>

In 2019, of the expenses of £473,912, £100,749 was from unrestricted funds, £342,935 from designated and £30,228 was from restricted.

**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**NOTE 5 – DESCRIPTION OF FUNDS**

**Unrestricted Fund**

**General Fund – Unrestricted**

This is used for the general day-to-day running of the church. Expenditure is authorised by a Group Convener, the Church Secretary or a church member responsible for the particular activity to which the expenditure relates.

**Designated Funds**

**Assets Fund – Designated**

This fund is used to keep a record of substantial items of equipment and to record the depreciation in their value.

**Social Fund - Designated**

This fund took over the balances when the Adelphic Club closed. The fund is open for further donations and is being used to subsidise social activities

**Monday Afternoon Fellowship - Designated.**

The Fellowship is a group of members and others who meet for social activities. The income comes from members' subscriptions and the expenditure enables the activities to take place.

**Youth Fund - Designated**

This fund records all the financial activity associated specifically with children and young people.

**Bequests Fund - Designated**

This fund was set up many years ago and continues to be augmented from bequests received. It is invested and the income is used to support the General Fund.

**Maintenance Fund – Designated**

This Fund is to cover the regular maintenance of the overall building and is a provision for major repairs and upgrading as and when it becomes necessary. It is recognized there are major repairs outstanding which will require substantial expenditure within the short term.

**Turner Bequest - Church- Designated**

The Bequest has been given for the general purposes of the church absolutely, to be managed to this end by the Ministers and Elders of the church.

**Property Fund - Designated**

This fund arose from the sale of redundant buildings.

**Ministers Discretionary Fund - Designated**

This fund is provided for the use of the minister. Expenditure is at the sole discretion of the minister.

**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**NOTE 5 – DESCRIPTION OF FUNDS (CONTINUED)**

**Restricted Funds**

**Outreach Fund - Restricted**

The Church supports different charities. Donations are received from members and others. Fundraising activities are undertaken. The Church may also decide to donate part of its other income to specific charities or appeals. This fund records all these transactions.

**Flower Fund - Restricted**

Donations are received from members and others. The fund then provides flowers for use in the church and for pastoral needs.

**Nativity Fund - Restricted**

The church's nativity display has been taken out of use as it was very old and fragile. This fund records donations, tax recovery and fund raising. The remaining balance is available for additions and replacements.

**Recreation Society - Restricted**

The Recreation Society holds funds and receives income from users to cover the running costs of the Recreation Ground.

Post Year-end event: At their meeting on 18<sup>th</sup> February 2021, the Elders voted to dissolve the Recreation Society. The Funds held by the Recreation Society are under discussion.

**Turner Bequest - Recreation Society - Restricted**

The Recreation Society received a very substantial bequest which has largely been used to improve the facilities at the recreation ground. Some was used to acquire an investment which provides an income to help maintain these improvements.

**3F's - Fitness Fellowship and Fun - Restricted**

This activity was set up to enable the church to reach out to the community by providing physical and mental stimulation to the elderly and disabled. Most of the income comes from the membership subscriptions. The physical exercises are led by qualified and insured trainers who receive fees for their services. Food costs for the weekly lunches are a substantial part of the expenditure. Food is prepared and served by a team of volunteers, many of whom are church members. Transport to and from the sessions is provided in some cases.

**Service Charge Fund – Restricted**

The church receives income from three tenants. They pay a rent and a service charge. The rent is fixed for a period of years and augments the General Fund. The Service Charge is the tenants' proportion of running costs and goes into the Service Charge Fund to offset costs incurred.

**Central, Derby, United Reformed Church Charity**  
**Notes to the accounts for the year ended 31 December 2020 (continued)**

**NOTE 6 – MOVEMENTS IN FUNDS**

	Fund balances brought forward	Incoming resources	Outgoing resources	Transfer between funds	Net gain/(loss) on investment	Fund balances carried forward
	£	£	£	£	£	£
<b><u>Unrestricted Fund</u></b>						
General Fund	45,439	87,371	(110,218)	(7,144)	-	<b>15,448</b>
<b>Total unrestricted fund</b>	<b>45,439</b>	<b>87,371</b>	<b>(110,218)</b>	<b>(7,144)</b>	<b>-</b>	<b>15,448</b>
<b><u>Designated Funds</u></b>						
Comp – fund	222,052	53,641	(351,831)	76,138	-	-
Asset Fund	198,059	-	(4,328)	-	-	<b>193,731</b>
Bequests Fund	151,106	-	-	(5)	9,503	<b>160,604</b>
Maintenance Fund	21,813	156	(3,035)	108,317	-	<b>127,251</b>
Ministers Discretionary Fund	-	-	-	302	-	<b>302</b>
Monday Afternoon Fellowship	2,160	28	(5)	-	-	<b>2,183</b>
Property Fund	21,997	1	(263)	15,000	2,114	<b>38,849</b>
Social Fund	281	49	(95)	-	-	<b>235</b>
Turner Bequest (Church)	293,505	145	-	(188,538)	25,696	<b>130,808</b>
Youth Fund	186	40	(1,108)	1,200	-	<b>318</b>
<b>Total designated funds</b>	<b>911,159</b>	<b>54,060</b>	<b>(360,665)</b>	<b>12,414</b>	<b>37,313</b>	<b>654,281</b>
<b><u>Restricted Funds</u></b>						
Flower Fund	28	40	(93)	124	-	99
Maintenance Fund	-	6,070	(5,256)	(814)	-	-
Ministers Discretionary Fund	302	-	-	(302)	-	-
Nativity Fund	136	-	(45)	-	-	91
Outreach Fund	410	817	(4,861)	3,634	-	-
Recreation Society Fund	14,264	11,524	(8,392)	-	-	17,396
Service Charge Fund	-	15,044	3,382	(7,462)	-	10,964
Turner Bequest (Recreation Society)	113,134	233	-	5	-	113,372
3 F's Fund	6,263	3,285	(4,080)	(455)	-	5,013
<b>Total restricted funds</b>	<b>134,537</b>	<b>37,013</b>	<b>(19,345)</b>	<b>(5,270)</b>	<b>-</b>	<b>146,935</b>
<b>TOTAL FUNDS</b>	<b>1,091,135</b>	<b>178,444</b>	<b>490,228</b>	<b>-</b>	<b>37,313</b>	<b>816,664</b>

Transfers between the funds reflect primarily the reallocation of funds from the Turner Bequest Fund to augment the Compensation Fund which was insufficient to cover all costs and also to the Maintenance Fund.

There was a transfer to cover the contribution towards charges from the service charges from tenants in respect of the basic costs of utilities and maintenance of the building. Also the 3Fs Restricted Fund transfers to the General Fund being an allocation for the use of the rooms.

# Central, Derby, United Reformed Church Charity

## Notes to the accounts for the year ended 31 December 2020 (continued)

### NOTE 7 – INVESTMENTS HELD BY THE CHURCH

	Value at 1 January 2020 £	Purchase £	Sale £	Gain/ (loss) in year £	Value at 31 December 2020 £
<b>COIF Ethical Investment Fund</b>					
Income units [Bequest Fund]	151,103	-	-	9,503	160,606
Accumulation units [Property Fund]	29,734	-	-	2,904	32,638
Accumulation units [Turner Bequest – Church Fund]	73,152	-	-	7,146	80,298
<b>COIF Global Equity Income Fund</b>					
Accumulation units [Turner Bequest – Church Fund]	81,535	-	-	18,551	100,086
<b>M &amp; G Charifund</b>					
Accumulation units [Property Fund]	6,133	-	-	(791)	5,342
	<b>341,657</b>	<b>-</b>	<b>-</b>	<b>37,313</b>	<b>378,970</b>

### NOTE 8 – DEBTORS AND PREPAYMENTS

	2020 £	2019 £
<b>Prepayments</b>		
Envelope Systems - offertory envelopes	-	91
Cyber insurance	-	65
<b>Debtors</b>		
Rental income	1,984	731
HMRC Gift Aid and GADSD	1,474	-
Right to Light Donation	6,000	-
	<b>9,458</b>	<b>887</b>

### NOTE 9 – CREDITORS, ACCRUALS AND MONIES RECEIVED IN ADVANCE

	2020 £	2019 £
<b>Accruals</b>		
Repairs	287	56
Independent examination of accounts	2,000	1,032
Agency collections	-	5
Energy	680	-
Legal fees	1,140	-
Deferred income	12,304	-
	<b>16,411</b>	<b>1,092</b>

## Central, Derby, United Reformed Church Charity

### Notes to the accounts for the year ended 31 December 2020 (continued)

#### NOTE 10 - ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Fund £	Designated Funds £	Restricted Funds £	Total Funds £
Tangible fixed assets	-	212,507	-	212,507
Investments	-	378,970	-	378,970
Current assets	27,842	66,821	146,935	241,598
Current liabilities	(12,394)	(4,017)	-	(16,411)
<b>Net assets</b>	<b>15,448</b>	<b>654,281</b>	<b>146,935</b>	<b>816,664</b>

#### NOTE 11 - STAFF COSTS

The total emoluments, including employer's national insurance contributions of £Nil, of employees of the Church were £28,553. The average number of employees was 4 (2019: 4).

There were no employees who received total employee benefits of more than £60,000.

#### NOTE 12 - TRUSTEES' REMUNERATION & EXPENSES

In addition, direct reimbursement of costs incurred on behalf of the Church totalling £4,218 have been paid to 4 trustees and their spouses. These amounts related to the purchase of refreshments, small equipment, flowers and other sundry items.

#### NOTE 13 - RELATED PARTY TRANSACTIONS

Apart from those disclosed in Note 12, there have been no other related party transactions in the year.

#### NOTE 14 - INDEPENDENT EXAMINER

An accrual has been accounted for as a fee of £2,000 including VAT for the independent examination of the accounts.