

ST MICHAEL'S CHURCH, CHESTER SQUARE

**ANNUAL REPORT AND
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED
31ST DECEMBER 2020**

Charity no: 1130914

ST MICHAEL'S CHURCH, CHESTER SQUARE

**ANNUAL REPORT AND
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31ST DECEMBER 2020**

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ST MICHAEL'S CHURCH, CHESTER SQUARE

ANNUAL REPORT FOR 2020

The St. Michael's Parochial Church Council (PCC) has pleasure in presenting its report and the financial statements for the church for the year ended 31st December 2020.

Reference and administrative information

Council Members

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

Incumbent: Revd Rupert Charkham (appointed 10 September 2020)

Curate: Revd Guy Axelson

Churchwardens: David Munns
Iona Thorne

Deanery Synod: Anneliese Blackwood (appointed 29 Nov 20)
Representatives: Sian Davies (resigned 29 Nov 20)
Kate Homan (resigned 29 Nov 20)
Alice Vink (appointed 29 Nov 20)
Ruth Williams (appointed 29 Nov 20)
Ken Wiseman

Elected members: Marylois Beard
Michael Bradley
Dominic Brown (appointed 29 Nov 20)
John Cameron
Jack Campbell
Felicity Hunt (Hon Treasurer)
Rachel Senior
Will Weaver
Grace Wort

Secretary: Ken Wiseman

Electoral Roll

The 2020 Church Electoral Roll was 208.

Main office

The Vestry, St Michael's Church Chester Square, London SW1W 9EF

Main bank

NatWest Bank plc, 169 Victoria Street, London SW1E 5NA

Auditors

Jacob Cavenagh & Skeet
5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

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Structure, Governance and Management

St. Michael's Parochial Church Council has the responsibility of co-operating with the Incumbent, the Revd Rupert Charkham, in promoting in the ecclesiastical parish the whole mission of the Church – pastoral, evangelistic, social and ecumenical. The Parochial Church Council (PCC) is a corporate body (PCC Powers Measure 1956, Church Representation Rules 2006) and a charity registered with the Charity Commission for England and Wales number 1130914.

Committees

The PCC operates through a number of sub-committees which meet between full meetings of the PCC.

Standing Committee

This is the only committee required by law. It has power to transact the business of the PCC between its meetings, subject to any directions given by the Council.

Mission Support Group

This covers all aspects of the local church's mission to the community and the world. A number of grants were given to individuals from St. Michael's serving overseas.

Building Committee

In 2009 the Church Council decided that the maintenance of the fabric of the church, and matters concerning the residential properties used by church staff, would be overseen by a Property Committee - a sub-committee of the Church Council.

Finance Committee

During 2020, the treasurer and a small group of volunteers undertook a review of our finance policy and procedures and concluded that these need some updating. A new finance committee was established at the end of the year which will make new recommendations to PCC. This has become particularly important in the light of the Covid-19 pandemic.

Risk management

The PCC has reviewed the risks that St Michael's faces and established systems and controls to mitigate the significant risks, although it recognises that no system of controls can provide absolute assurance against adverse events. Below we discuss the major ongoing risks along with those that have arisen due the Covid-19 pandemic, along with the control measures we have in place.

Safeguarding and Duty of Care

A loss of confidence by the congregation and other connected parties due to behaviour of senior leaders and staff, mitigated by:

- Clear communication of St Michael's mission and values to the congregation and the wider community
- Clear line management structures for all church staff, with additional accountability structures for those leading ministries.
- Clear and regular communication with and ongoing oversight and training for all staff members.

Harm comes to those in our care due to a lack of appropriate procedures for safeguarding children and vulnerable adults:

- We have appointed a safeguarding officer, an evidence checker and a children's champion to oversee our care of children and vulnerable adults and to make sure that PCC is aware of and compliant with Diocesan safeguarding policies.
- All staff, members of PCC and volunteers with pastoral roles must make a Disclosure and Barring Service disclosure and undertake appropriate training.
- The Safeguarding Officer regularly updates members of PCC on changes to the policy.

Financial Risks

Misuse or misappropriation of funds due to unauthorised expenditure or misuse of cash which we address by:

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- Limiting the use of cash where possible.
- The church has purchased card readers which enable cashless payments for special services, such as weddings and funerals or at events.
- Due to the Covid-19 pandemic, very few services were held in the church during the year and no formal collections were taken. This dramatically reduced the amount of cash that church staff had to handle.
- PCC policy is that unbudgeted items of expenditure up to £1,000 need the approval of the incumbent or a church warden. For amounts above this, the incumbent, when available, and both church wardens are required to give approval and the treasurer should be notified within 48 hours.
- Expenditure over £5,000 requires full PCC approval.
- During the course of the interregnum and due to the onset of the Covid-19 pandemic, it became apparent that some of finance procedures require updating. The newly appointed finance committee expects to present updated procedures for PCC approval during the course of 2021.

Poor budgeting:

- We limit this risk by preparing an annual budget approved by PCC.
- Performance against this is monitored monthly and it is updated and amended where appropriate throughout the year.
- In 2020, we were unable to undertake certain major works, which will now take place in 2021. However, our budget came under pressure from a loss of one off and events income and increased costs related to recording and distributing our worship services on-line and enabling one-off outreach and pastoral events. The Finance Committee is reviewing our planning and budgeting process to ensure that it remains fit for purpose.

The soundness of our financial reporting:

- PCC approves a full annual audit of our figures, to give us confidence that both the Management and Annual Statutory Accounts present a fair and accurate picture of its financial affairs.

Sudden loss of income, if key donors move away:

- Besides the ongoing risk of losing key donors when they move away, the Covid-19 pandemic has put pressure on our income from all sources, in particular:
 - The inability to hold normal services has cut one off giving dramatically
 - Our income from third party events fell significantly during the year.
- In the light of the increased pressure on our income, the finance committee will also be reviewing and making new recommendations on our reserves policy.

Fire and Health and Safety risks

Harm could come to anyone in the church building due to lack of appropriate procedures in relation to fire and other health and safety risks:

- The PCC has appointed a health and safety officer, who monitors these issues, writes our policy and keeps staff and PCC members abreast of any possible concerns.
- The PCC has also appointed a designated first aider.
- Briefings are given to those involved in ushering, welcoming or making coffee.
- External parties who hire the church are briefed on our health and safety procedures.
- When the building has been open for worship during the current pandemic, numbers have been limited to prevent spreading of the virus, with a separate service for families with young children who might not be able to adhere to social distancing rules. At adult only services, worshippers were asked to use hand sanitiser on entering the building and to wear masks, with disposable masks being provided. Seating was cleaned between services and two metre distances were maintained between individuals and separate family bubbles. Stewards ensured that only one person at a time used the toilet facilities. Worshippers were encouraged to leave services promptly at the end of each service.

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Risks to the building.

The age of our building and its central location mean that there could be legal and financial risks caused by damage or decay to the structure and fabric.

- The PCC ensures that it has adequate insurance in place to cover any accidental damage.
- In line with Diocesan recommendations, the PCC commissions a quinquennial survey and follows up on any advice given regarding repairs or maintenance.
- The PCC has appointed a buildings and fabric committee to advise on regular repairs and maintenance and monitor wear and tear.
- The office manager maintains a schedule of regular checks and maintenance for the church building and other properties for which the PCC is responsible.
- The PCC sets aside part of the income from the lease on the Sicily Restaurant, at 2 Eccleston Place, to cover major repairs and capital projects.

Recruitment and Training of PCC Members

PCC Members (excluding those that hold ex officio posts or who are co-opted) are nominated and elected at the Annual Parochial Meeting. The Church Treasurer, in particular, together with other members are invited to attend central training meetings run by the Diocese. Similarly, new Council Members are invited to attend conferences held and provided with any information leaflets produced by the Diocese to equip them for their roles.

Key management personnel

PCC Members who include the Clergy, Wardens and holders of other offices, are considered to be the Key Management Personnel as they are responsible for directing church affairs. All such personnel give of their time freely and receive no remuneration or other payments from St Michael's Church except for those disclosed in Note 3 (c) of the accounts.

Objectives and activities

In a year of unprecedented change and challenge, the mission statement of St Michael's Church - *Changed lives, touching other lives, making an impact for Jesus* - seemed more relevant than ever in our Covid-impacted world. Implementing the mission in our church and community during this time has required that we be alert and nimble. Within the constraints, we have sought to maintain continuity in serving our church and community, as well as grasp the unique opportunities for mission that this season provides.

In planning our activities, the Parochial Church Council (PCC) has considered the Commission's guidance on public benefit. As ever, our main focus is holding weekly services and celebrating major Christian holidays, to teach Christian values and promote them in everyday life to the members of the congregation, both regulars and visitors. The Alpha Course – an internationally recognised ten-week course on the basics of Christianity – is organised annually. The PCC aims to donate 10% of income to support Christian work both overseas and at home. This is managed by a sub-committee, the Mission Support Group. Pastoral care for the congregation is provided in small groups and through individual counselling. We endeavour to care for our parish and wider community through direct action as well as supporting local charities.

Achievements and performance

As a church we began the year with a great sense of anticipation, with the announcement that the Reverend Rupert Charkham had been appointed our new vicar. Even as the news went out, Covid-19 was already upon us as a clear and unprecedented challenge. The PCC concentrated its efforts on establishing a sense of continuity and stability for the congregation, and encouraging the church family to come together in offering support to the community as we all navigated this strange and unfamiliar season.

Our staff team responded to the changing circumstances with aplomb and dedication. Individual staff members committed extra time and effort, in some cases learning new skills, to ensure we were up and running with online services as soon as lockdown was imposed in March. Throughout the year we sought to grow and improve our online offering, and were heartened to see the majority of the congregation, as well as some newcomers, take part in virtual services. Our children and youth ministries have flourished online; our

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team of staff and volunteers put together a rich and engaging weekly programme which continues to have a large following.

In September, we welcomed the arrival of Rupert and Liz Charkham with great joy and relief. Rupert's licensing service, conducted by the Bishop of London, Sarah Mullally, was capped at 30 guests, and made available for church members to view online. The slight easing of rules in the autumn meant we could hold some in-person services, and Rupert and Liz were able to meet, at social distance, some of the church family. While their settling into the parish has been hampered by the ongoing restrictions on in-person meetings, we take this as a time of preparation and look forward to emerging from this prolonged season of transition with renewed energy and purpose.

Priorities

Throughout the year we have sought to maintain our life together by focussing on:

1. Church family

We continued with weekly Sunday services and our monthly church-wide prayer meeting mostly online but, when possible, in person with provisions to comply with Covid regulations in place. Children and youth enjoyed a weekly video of music, teaching and activity, and groups for teens were offered weekly Zoom meetings.

Special efforts were made this year to nurture and resource our home groups. Every church member not already in a group was invited to join one, and so given the opportunity to grow friendships and mutual care within a smaller, more intimate context. Home groups met online weekly or fortnightly throughout the year, and were our main channel of pastoral care.

We also established a practical help team, managed by the church office and staffed by volunteers, to respond to needs that arose within the church family during lockdown, and provided mainly online technical support and assistance shopping for food.

2. Mission

A new Alpha course was launched in January, before lockdown, and we were able to hold all but the last session in church. This was a rich time of exploration for newcomers and we had the joy of seeing some attendees come to faith and become committed members of St Michael's.

We kept up our contact and support for mission partners both at home and across the globe, praying for and responding to their particular needs during this time.

3. Community

During the early weeks of lockdown, we leafleted homes and businesses throughout the parish, reminding neighbours of our presence and readiness to help.

Members of the congregation donated to an emergency fund specifically to help the needy in our parish. Monies from the fund were used to buy food and other essentials for families who found themselves in financial crisis.

At Christmas, we continued our practice of gifting 200 food hampers although, due to Covid restrictions, we assembled only 35 for the women's refuge and made donations to London City Mission and the local charity, In-Deep who distributed the remainder.

Personnel

In addition to the arrival of our new vicar, Rupert Charkham, new members of the staff team this year were Rachel Passante as pastor to women, and Hannah Brooks as youth worker. We bade farewell to our director of music, Mark Underwood, with our thanks and appreciation for nearly three years of service. There were also two departures from our administration team: Gemma Scharnowski, our operations manager who had been with us for nearly three years, and Kezia Ryde, who joined us just before the first lockdown and served as our communications manager for almost six months. We express our thanks and gratitude to them both.

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The future

In October, shortly after his arrival, Rupert Charkham invited the congregation to two Vision Evenings. Using the description of the early church in the Book of Acts, he set out five areas of focus. As we go forward, we desire to be a church in which:

The Word Grows: letting the word of God grow in us through study, taking it to heart and obeying it.

The Worship Flows: prioritising worship, with a desire to please God and to lift up our Lord Jesus Christ.

The Love Shows: devoting ourselves to fellowship and letting our love for each other, through Jesus Christ, show in all that we do.

The Spirit Glows: fanning into flame the Spirit and seeing Him at work amongst us.

The World Knows: letting the world know the good news of Jesus Christ and sharing the reason for the hope we have.

We look forward with excitement and expectation to a new season for St Michael's as we seek to live out this vision together. As we anticipate the gradual emergence from Covid restrictions, we are full of thanks for God's protection and sustenance throughout the past year, and deeply aware that the full and long-term effects of the pandemic are yet to be seen and felt. As a church, we want to be part of God's hope and healing for our world. We venture on with our faith and confidence firmly placed in Him.

Treasurer's finance report

Income

Total Income fell by 17% to £636,529. This was mainly due to fewer one-off donations received, a reduction of income from regular events, both held by the church and by outside organisations, due to Covid 19 and a reduction in pledged and regular donations.

Expenditure

Expenditure fell by 12% compared to 2019 to £631,943. In 2019, there were significant legal expenses incurred as part of the lease renewal on the Sicily restaurant which did not recur in 2020, while major repairs to the windows and floor and replacement of the church carpet have been delayed until 2021. Some items of regular expenditure increased, most notably staff expenses, as extra hours were worked to cope with the complexity of producing on-line services and staying in contact with church members during Covid-19.

Balance sheet

We generated a surplus of £4,586 for the year on our regular activities and benefited from a 7% gain in the value of our investment in the CCLA equity income fund. However, our investment in the Sicily Restaurant at 2 Eccleston Place was written down by 7% following outside valuation; this is partly due to the uncertainty caused by the Covid-19 pandemic. Total funds fell slightly to £2.3m. The vast majority of this figure is accounted for by our ownership of the lease on the Sicily Restaurant and the house we own in Sullivan Road SE 11, which is currently occupied by our curate and his family.

Reserves policy

The PCC maintains an appropriate cash reserve and has resolved that to hold readily available funds to cover at least three months of expenditure plus the costs of any planned major works. At the end of 2020 we held cash at the bank £324,837. This accounts for about half of the anticipated expenditure in 2021, including outgoings for major works.

Going concern

The PCC believes that the current level of giving and other income received by the church is sufficient to pay for the expected expenses in the coming year. They prepare annual budgets and monitor expenses throughout the year. If the income should fall due to some unexpected circumstances, the PCC would adjust spending accordingly.

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Grant making policy

Grants are allocated by the Mission Support Group for clearly defined goals, projects, time frames (usually three years or less) and people. The Group seeks to balance local, national and overseas needs and supports both social/historic and gospel work. Prayer support is an essential part of grant making as are reports back from Mission Partners and contact with them throughout their assignments. Practically, most grant applications are discussed at meetings of the group who meets three or four times a year, with priority given to those applications where there is a connection to St Michael's Church, either because the applicant is a member of the congregation or the project directly supports the Objectives of the PCC.

Fundraising policy

In line with the new reporting requirements included in the Charities Act 2016 the Trustees are pleased to confirm that all fundraising is done in compliance with best fundraising practice. All fundraising activities follow traditional methods within the Church of England which have been recognised as ethical for many years. During 2020 we did not employ any professional fundraisers. There were no complaints or criticisms during the year about our fundraising activities.

Performance of fundraising against objectives

The total actual income for the year was more or less in line with the budget prepared at the beginning of the year as the decrease in some types of income due to Covid 19 was balanced by furlough payments of over £16,000 received in the year.

Performance of investments against objectives

The PCC strives to keep enough cash in current accounts to fund current expenditure and has invested the remainder to yield higher returns. The main investment of the church is the lease on 2 Eccleston Place, now known as the Sicily Restaurant. The income this lease generates has supported major building projects in the past several years. We also hold an investment in the CCLA Equity Income fund, which increased in value by 7% during the year. With an annual dividend yield of around 3.75%, the fund also generates better regular returns than traditional bank savings. In the light of the Covid-19 related market turbulence, the PCC felt that a post year end review would be prudent and as of 2nd March 2021, the church's holding was broadly unchanged versus year end. This represents a total return of 47% on our initial investment; CCLA also predicts that dividends in the fund will remain at or above the 2020 level in 2021. Therefore the PCC saw no reason to amend the accounts.

Auditors

The PCC has given due thought to the annual review of our accounts and the flexibility which now exists to commission an Independent Examination instead of a full Audit. Although the Independent Examination would be materially cheaper, the PCC believes that the greater depth of analysis provided in an Audit provides more appropriate and prudent oversight of our finances and we have therefore resolved to continue to commission an Audit each year. A resolution will be proposed at the Annual General Meeting that Jacob Cavenagh & Skeet be reappointed auditors to the church for the forthcoming year.



David Munns

ON BEHALF OF THE PCC
6 MAY 2021

ST MICHAEL'S CHURCH, CHESTER SQUARE

STATEMENT OF PAROCHIAL CHURCH COUNCIL RESPONSIBILITIES

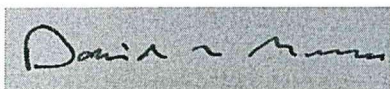
The Parochial Church Council is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.

Charity Law requires the Parochial Church Council to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Church and of its financial activities for that period. In preparing those financial statements the Parochial Church Council is required to:

- 1) select suitable accounting policies and then apply them consistently;
- 2) observe methods and principles in the Charities SORP;
- 3) make judgements and estimates that are reasonable and prudent;
- 4) state whether applicable accounting standards and statements of recommended practice have been followed, subject to any departures disclosed and explained in the financial statements; and
- 5) prepare accounts on the going concern basis unless it is inappropriate to presume that the Church will continue.

The Parochial Church Council is responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the Church, and enable them to ensure that the financial statements comply with applicable Accounting Standards and Statements of Recommended Practice and the regulations made under the Charities Act 2011 and the Church Accounting Regulations 2006. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud or other irregularities.

On behalf of the members of the Parochial Church Council,



David Munns

6 May 2021

ST MICHAEL'S CHURCH, CHESTER SQUARE

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE PAROCHIAL CHURCH COUNCIL

Opinion

We have audited the financial statements of St Michael's Church, Chester Square Parochial Church Council] (the "PCC") for the year ended 31 December 2020 which comprise the Statement of Financial Activities, the Balance Sheet, the Statement of Cash Flows and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102: The Financial Reporting Standard applicable in the UK and Republic of Ireland (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the state of the PCC's affairs as at 31 December 2020 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the PCC in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the PCC members' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the PCC's ability to continue as a going concern for a period of at least 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the PCC members with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the annual report, including the PCC members' report, other than the financial statements and our auditor's report thereon. The PCC members are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the PCC and its environment obtained in the course of the audit, we have not identified material misstatements in the PCC members' report.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE PAROCHIAL CHURCH COUNCIL

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 requires us to report to you if, in our opinion:

- adequate and proper accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of PCC members' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the PCC members

As explained more fully in the PCC members' responsibilities statement, the PCC members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the PCC members are responsible for assessing the PCC's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the PCC members either intend to liquidate the PCC or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

We have been appointed as auditor under section 145 and report in accordance with the Act and relevant regulations made or having effect thereunder.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below:

Based on our understanding of the charity, we identified that the principal risks of non-compliance with laws and regulations related to employment, financial reporting legislation and health & safety regulations and we considered the extent to which non-compliance might have a material effect on the financial statements. We also considered those laws and regulations that have a direct impact on the preparation of the financial statements such as the Charities Act 2011.

We assessed the susceptibility of the charity's financial statements to material misstatement, including obtaining an understanding of how fraud might occur, by making enquiries of management, considering the internal controls in place and discussion amongst the engagement team.

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INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF THE PAROCHIAL CHURCH COUNCIL

Auditor's responsibilities for the audit of the financial statements (continued)

We determined that the principal risks were related to:

- posting inappropriate journal entries to increase revenue or reduce expenditure
- management bias in accounting estimates
- valuation of freehold property
- presentation of separately disclosed items
- government assistance – furlough income
- management override of controls

In response to the risks identified we designed procedures which included, but were not limited to:

- agreeing financial statement disclosures to underlying supporting documentation
- testing the calculation of claims made under the Coronavirus Job Retention Scheme
- identifying and testing journal entries
- reviewing PCC meeting minutes
- evaluating the charity's internal controls
- challenging significant accounting estimates such as valuation of investment property

There are inherent limitations in the audit procedures described above. The more removed that laws and regulations are from financial transactions, the less likely it is that we would become aware of non-compliance. Material misstatements that arise due to fraud can be harder to detect than those that arise from error as they may involve deliberate concealment or collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [\[www.frc.org.uk/auditorsresponsibilities\]](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

Use of our report

This report is made solely to the PCC members, as a body, in accordance Part 4 of the charities (Accounts and Reports) Regulations 2008. Our audit work has been undertaken so that we might state to the PCC members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the PCC and the PCC members as a body, for our audit work, for this report, or for the opinions we have formed.

Jacob, Cavenagh + Skeet

Jacob Cavenagh & Skeet
Statutory Auditor
Chartered Accountants

5 Robin Hood Lane
Sutton
Surrey
SM1 2SW

Dated: *28 May 2021*

Jacob Cavenagh & Skeet is eligible for appointment as auditor of the PCC by virtue of its eligibility for appointment as auditor of a company under section 1212 of the Companies Act 2006.

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STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31ST DECEMBER 2020

	Note	Unrestricted Funds		Restricted Funds		Total Funds	
		£ 2020	£ 2019	£ 2020	£ 2019	£ 2020	£ 2019
Income and endowments from							
Donations and legacies	2(a)	406,877	526,927	43,462	26,192	450,339	553,119
Investments	2(b)	118,376	113,380	-	-	118,376	113,380
Charitable activities	2(c)	51,413	82,170	-	15,311	51,413	97,481
Furlough payments claimed	2(d)	16,401	-	-	-	16,401	-
Total income and endowments		<u>593,067</u>	<u>722,477</u>	<u>43,462</u>	<u>41,503</u>	<u>636,529</u>	<u>763,980</u>
Expenditure on							
Charitable activities	3(a)	618,093	675,328	13,850	44,792	631,943	720,120
Total expenditure		<u>618,093</u>	<u>675,328</u>	<u>13,850</u>	<u>44,792</u>	<u>631,943</u>	<u>720,120</u>
Net income / (expenditure) before gains / (losses) on investments		(25,026)	47,149	29,612	(3,289)	4,586	43,860
Unrealised gain/(loss) on investments	6	(75,760)	(391,802)	-	-	(75,760)	(391,802)
Net income / (expenditure)		(100,786)	(344,653)	29,612	(3,289)	(71,174)	(347,942)
Transfers between funds	11	-	(4,633)	-	4,633	-	-
Net movement in funds		(100,786)	(349,286)	29,612	1,344	(71,174)	(347,942)
Reconciliation of funds							
Total funds brought forward		<u>2,400,993</u>	<u>2,750,279</u>	<u>5,743</u>	<u>4,399</u>	<u>2,406,736</u>	<u>2,754,678</u>
Total funds carried forward		<u>2,300,207</u>	<u>2,400,993</u>	<u>35,355</u>	<u>5,743</u>	<u>2,335,562</u>	<u>2,406,736</u>

ST MICHAEL'S CHURCH, CHESTER SQUARE

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2020

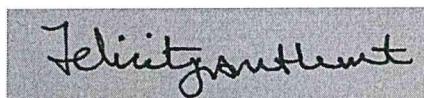
	2020		2019	
	£	£	£	£
Net cash from operating activities (see Note i):		(173,705)		354,867
Cash flows from investing activities:				
Dividends & interest received	14,431		6,777	
Lease income	103,945		106,603	
Net addition to fixed assets	(13,683)		(77,618)	
New investment made	-		(150,000)	
Decrease in investments (now in current assets)	-		-	
Net addition to share investment	-		-	
Net cash provided by (used in) investing activities		104,693		(114,238)
Change in cash and cash equivalents during the year		(69,012)		240,629
Cash and cash equivalents at the beginning of the year		393,849		153,220
Cash and cash equivalents at the end of the year (see Note ii)		<u>324,837</u>		<u>393,849</u>
Note i - Reconciliation of net income / (expenditure) to net cash flow from operating activities				
Net income before gains		4,586		43,860
Adjustments for:				
Depreciation charges & loss on disposal		13,335		22,496
Dividend & interests from investments		(118,376)		(113,380)
(Increase) / decrease in debtors		9,729		(11,181)
Increase / (decrease) in creditors		(82,979)		413,072
Net cash provided by (used in) operating activities		<u>(173,705)</u>		<u>354,867</u>
Note ii - Analysis of cash and cash equivalents				
Cash in hand		73,802		143,876
Notice deposits (less than 3 months)		251,035		249,973
		<u>324,837</u>		<u>393,849</u>

ST MICHAEL'S CHURCH, CHESTER SQUARE

BALANCE SHEET AS AT 31ST DECEMBER 2020

	Note	2020		2019	
		£	£	£	£
Fixed assets					
Tangible fixed assets	5		683,610		683,262
Investments	6		<u>1,681,727</u>		<u>1,757,487</u>
			2,365,337		2,440,749
Current assets					
Debtors	7	44,795		54,524	
Cash at bank and in hand	12	<u>324,837</u>		<u>393,849</u>	
		369,632		448,373	
Creditors: amounts falling due within one year	8	<u>159,955</u>		<u>142,934</u>	
Net current assets			209,677		305,439
Total assets less current liabilities			<u>2,575,014</u>		<u>2,746,188</u>
Creditors falling due after more than one year	9		239,452		339,452
Net assets			<u><u>2,335,562</u></u>		<u><u>2,406,736</u></u>
Funds					
Unrestricted	10		2,300,207		2,400,993
Restricted income	10,11		<u>35,355</u>		<u>5,743</u>
			<u><u>2,335,562</u></u>		<u><u>2,406,736</u></u>

These financial statements were approved by the Standing Committee of the Parochial Church Council on 6 May 2021 and were signed on its behalf by:



F Hunt
Honorary Treasurer



D Munns
Church Warden

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

1 ACCOUNTING POLICIES

Accounting convention

The financial statements have been prepared under the Charities Act 2011 and in accordance with Church Accounting Regulations 2006 together with the Charities Statement of Recommended Practice (Charities SORP (FRS102)) and Financial Reporting Standard 102 (FRS102).

The financial statements have been prepared under the historical cost convention except for the valuation of investment assets, which are shown at fair value.

St Michael's Church, Chester Square meets the definition of a public benefit entity under FRS 102. The financial statements are prepared in sterling, which is the functional currency of the church. Monetary amounts in these financial statements are rounded to the nearest £. The Parochial Church Council of St Michael's Church is a Charity Registered in England and Wales No 1130914 and the Parish Office is at The Vestry, St Michael's Church Chester Square, London SW1W 9EF.

Funds

General funds represent the funds of the PCC that are not subject to any restrictions regarding their use and are available for application on the general purposes of the PCC. Funds designated for a particular purpose by the PCC are also not restricted.

The accounts 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.

Debtors

All debtors are stated at the amount due and prepayments are valued at the amount paid.

Cash at bank and in hand

This heading includes cash, bank accounts and investments with a maturity of three months or less.

Creditors and provisions

Invoices and clear obligations to pay for costs are entered into the accounts as soon as the amount due is due or can be estimated reasonably. All amounts are stated at full value and not discounted if they need to be paid at a future date.

Going concern

At the time of approving the financial statements, the PCC members have a reasonable expectation that the church has adequate resources to continue in operational existence for the foreseeable future. Thus the PCC members continue to adopt the going concern basis of accounting in preparing the financial statements.

Income and endowments from

Voluntary income and capital sources

Collections are recognised when received by or on behalf of the PCC.

Planned giving receivable under gift aid is recognised only when received.

Income tax recoverable on gift aid donations is recognised when the income is recognised.

Grants and legacies to the PCC are accounted for as soon as the PCC is notified of its legal entitlement, the amount due is quantifiable and its ultimate receipt by the PCC is probable.

Income from activities is accounted for gross.

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

1 ACCOUNTING POLICIES (continued)

Other ordinary income

Rental income from the letting of church premises is recognised when the rent is due. Where income is received in advance, it is recognised in the year in which the event takes place that it relates to.

Income from investments

Interest entitlements are accounted for as they accrue.

Operating leases

Where a premium is received from a lessee as an incentive to enter into a new operating lease, the relevant income is recognised on a straight line basis until a market rent will be payable.

Gains and losses on investments

Realised gains or losses are recognised when investments are sold.

Unrealised gains or losses are accounted for on revaluation of investments at 31st December by transfers to the Statement of Financial Activities (SOFA).

Furlough payments under the HMRC Job Retention Scheme

Furlough income is recognised in the period that underlying salaries to furloughed staff are paid.

Expenditure on

Grants

Grants and donations are accounted for when paid over, or when awarded, if that award creates a binding obligation on the PCC. Grants payable for more than one year are accrued for in the accounts.

Church activities

Expenditure directly related to the objects of the Church is accounted for on the accruals basis. The diocesan quota or parish share is accounted for when payable. Any unpaid quota at 31st December is provided for in these accounts as an operational (although not a legal) liability and is shown as a creditor in the Balance Sheet.

Governance costs

All expenditure to fulfil statutory and legal requirements is accounted for on an accruals basis.

Fixed assets

Consecrated land and buildings and moveable church furnishings

Consecrated and beneficed property is excluded from the accounts by s10(2)(a) of the Charities Act 2011.

No value is placed on moveable church furnishings held by the churchwardens on special trust for the PCC and which require a faculty for disposal since the PCC considers this to be inalienable property. All expenditure incurred during the year on consecrated or beneficed buildings and moveable church furnishings, whether maintenance or improvement, is written off as expenditure in the SOFA and separately disclosed.

Other fixed assets

Other fixed assets are recognised at cost.

Depreciation has been provided on tangible fixed assets except consecrated land and buildings and other freehold property at the following rates which are calculated to write off the cost of the assets over their estimated useful lives:

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

1 ACCOUNTING POLICIES (continued)

Furniture and fittings	–	10% per annum
Equipment	–	25% per annum

Where the useful economic life and holding value of the freehold property are so great that depreciation is immaterial, it is not charged.

Capital commitments

In 2020, the church invested in streaming equipment in order to show services online and bought carpets and shelving for the new vicarage, following the appointment of Rupert Charkham as vicar. Replacement of the carpets in the church has been postponed to early 2021.

Investments

Investments (properties, bonds and shareholding accounts) were valued at fair value at 31st December 2020 and in each subsequent year the PCC will review the valuation for any permanent impairment in value which is transferred to the Statement of Financial Activities (SOFA).

Financial instruments

The charity only invests in basic financial products and such assets are stated at the value invested and any gains or losses are recorded when the product is sold.

Current assets

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

Deferred income

Amounts paid to the PCC during the year in respect of fees, rents or other income that relate to periods after 31st December. Movements during the year were as follows:

Deferred income	2020	2019
	£	£
Opening balance	446,810	42,713
Rents and other income relating to current year	(3,413)	(2,713)
Rents and other income relating to future periods	1,608	3,413
Lease income received	-	510,000
Lease income released	(103,945)	(106,603)
Closing balance	<u>341,060</u>	<u>446,810</u>

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

2 INCOME AND ENDOWMENTS FROM

	Unrestricted Funds £	Restricted Funds £	Total 2020 £	Total 2019 £
(a) Donations and legacies				
Gift Aid donations	177,214	5,981	183,195	241,931
Tax recoverable	44,430	1,494	45,924	62,176
Church plate collections	4,517	-	4,517	24,429
Other donations	180,716	35,987	216,703	224,583
	<u>406,877</u>	<u>43,462</u>	<u>450,339</u>	<u>553,119</u>
(b) Investments				
Rent - other properties	-	-	-	-
Bank interest received	14,431	-	14,431	6,777
Lease income	103,945	-	103,945	106,603
	<u>118,376</u>	<u>-</u>	<u>118,376</u>	<u>113,380</u>
(c) Charitable activities				
Rent - St Michael's Church	36,438	-	36,438	51,757
Fees	1,911	-	1,911	6,342
Other church activities	13,064	-	13,064	39,382
	<u>51,413</u>	<u>-</u>	<u>51,413</u>	<u>97,481</u>
(d) Furlough payments claimed	<u>16,401</u>	<u>-</u>	<u>16,401</u>	<u>-</u>
	<u>593,067</u>	<u>43,462</u>	<u>636,529</u>	<u>763,980</u>

3 EXPENDITURE ON

	Activities Directly undertaken £	Grant funding (4a & b) £	Support Costs (3d) £	Total 2020 £	Total 2019 £
(a) Charitable activities					
Mission support and outreach	-	63,798	-	63,798	90,712
Ministry:					
Diocesan quota	114,186	-	-	114,186	117,062
Other ministry costs	72,956	-	79,868	152,824	154,030
Church activities	85,328	-	-	85,328	95,012
Other activities - bookstall, groups, etc.	7,217	-	-	7,217	34,829
Church running expenses	-	-	33,690	33,690	37,734
Church maintenance – repairs and renewals	-	-	13,116	13,116	35,670
Management and administration	-	-	156,636	156,636	150,535
Governance costs	-	-	5,148	5,148	4,536
	<u>279,687</u>	<u>63,798</u>	<u>288,458</u>	<u>631,943</u>	<u>720,120</u>

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

	2020 £	2019 £
(b) Staff costs		
Wages and salaries	221,131	199,221
Social security costs	13,345	11,835
Pension costs	4,465	3,449
Redundancy costs	13,455	-
	<u>252,396</u>	<u>214,505</u>

Average number of employees	Full time equivalent		Headcount	
	2020	2019	2020	2019
Administration	7	7	13	12
Lay assistant staff	1	1	1	1
	<u>8</u>	<u>8</u>	<u>14</u>	<u>13</u>

During the year, and the preceding year, the PCC did not employ anyone who earned £60,000 per annum or more.

(c) Related parties

During the year, the PCC paid accommodation expenses of £787 for C Marnham, £9,744 (2019: £9,203) for G Axelson and £6,341 to R Charkham (2019: £0) and donated £6,100 (2019: £2,400) to The Pimlico Foundation of which J Cameron is a Trustee. Fourteen individual parties (2019: fourteen) were reimbursed for total of £6,763 (2019: £10,588) for pastoral care, professional fees, travel expenses and attending conferences. No salary payments were made to related parties in the year (2019: £12,251).

The Church Wardens and the Vicar are Trustees of the Canon Elliott Memorial Fund which was set up to give grants to students studying for the Church of England ministry at Theological College. During the year, £1,500 (2019: £4,500) was paid to one individual (2019: three) studying for ordination.

Restricted donations from related parties (members of the PCC) totalled £2,373 (2019: £2,980).

	2020 £	2019 £
(d) Support costs		
Staff costs	108,718	95,153
Accommodation expenses	65,600	73,243
Other staff expenses	634	4,602
Church running and maintenance expenses	46,862	73,404
Office supplies and postage	4,940	6,767
Publicity and advertising	1,339	1,754
Telephone	4,447	4,412
IT costs	7,416	6,601
Auditor's remuneration	5,148	4,536
Legal & professional fees	11,473	23,235
Bad debt provision	18,000	-
Bank charges	546	481
Depreciation (Note 5)	13,335	22,496
	<u>288,458</u>	<u>316,684</u>

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

4 GRANTS PAYABLE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2020 £	Total Funds 2019 £
(a) Grants to institutions				
All-Party Parliamentary Group on International Religious Freedom or Belief	1,200	-	1,200	2,400
Besom	-	6,007	6,007	3,321
Church Pastoral Aid Society	-	-	-	250
CMJ UK	-	-	-	70
LDF Outreach	12,600	-	12,600	11,980
London City Mission	2,400	-	2,400	2,400
Mission Aviation Fellowship	3,000	-	3,000	3,618
Music & Worship Foundation	-	-	-	500
Operation Mercy	-	-	-	3,006
Pimlico Foundation	6,100	825	6,925	3,225
Royal British Legion re poppy appeal	-	-	-	66
Serbian Evangelical Alliance	581	-	581	6,000
St Barnabas Homerton	3,000	-	3,000	-
St Michael's Kilolo School	5,300	-	5,300	11,999
The Freedom Story	765	-	765	-
The Gate at Westminster	6,000	-	6,000	6,000
Westminster Food Bank	2,900	-	2,900	3,018
Total grants to institutions	43,846	6,832	50,678	57,853
(b) Grants to individuals				
Outreach & poverty relief	-	1,323	1,323	-
Clergy, ministry & training	5,895	-	5,895	14,444
Other gifts	207	5,695	5,902	18,415
Total grants to individuals	6,102	7,018	13,120	32,859
Total grants payable	49,948	13,850	63,798	90,712

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

5 TANGIBLE FIXED ASSETS – For use by the PCC

	Freehold Property £	Equipment £	Fixtures & Fittings £	Total £
Cost				
At 1 January 2020	615,776	92,126	80,773	788,675
Additions	-	6,181	7,558	13,739
Disposals	-	(1,328)	-	(1,328)
At 31 December 2020	<u>615,776</u>	<u>96,979</u>	<u>88,331</u>	<u>801,086</u>
Depreciation				
At 1 January 2020	-	77,364	28,049	105,413
Charge for the year	-	6,117	7,218	13,335
Release re disposals	-	(1,272)	-	(1,272)
At 31 December 2020	<u>-</u>	<u>82,209</u>	<u>35,267</u>	<u>117,476</u>
Net book value				
At 31 December 2020	<u>615,776</u>	<u>14,770</u>	<u>53,064</u>	<u>683,610</u>
At 31 December 2019	<u>615,776</u>	<u>14,762</u>	<u>52,724</u>	<u>683,262</u>

The freehold property is 24 Sullivan Road.

6 INVESTMENTS

	2020 £	2019 £
Freehold		
Fair value brought forward as at 1 January 2020	1,400,000	1,825,000
Revaluation	(100,000)	(425,000)
Fair value carried forward as at 31 December 2020	<u>1,300,000</u>	<u>1,400,000</u>
Share investment		
Fair value brought forward as at 1 January 2020	352,487	169,289
Additions in the year	-	150,000
Revaluation	24,240	33,198
Fair value carried forward as at 31 December 2020	<u>376,727</u>	<u>352,487</u>
Bond		
Fair value brought forward as at 1 January 2020	5,000	5,000
Additions in the year	-	-
Fair value carried forward as at 31 December 2020	<u>5,000</u>	<u>5,000</u>
Total investments	<u>1,681,727</u>	<u>1,757,487</u>

The freehold property is 2 Eccleston Place, London, SW1W 9NE, which is held on lease by Pirandello Ltd trading as "Sicily". The legal title of the property is vested in the Diocesan Authority and the London Diocesan Fund as Custodian Trustees on behalf of the Parochial Church Council. Following a valuation taken by outside counsel, the PCC has now determined that the value of the property decreased to £1.3m.

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

The share investment account was opened with CCLA in 2014 in order to generate higher returns than the bank interest available from high street banks. Dividends are recognised as income in the period paid. The revaluation has been provided by CCLA at the year end.

The bond is a five year bond with the London Housing Association yielding 1.25%pa.

7 DEBTORS	2020	2019
	£	£
Trade debtors	353	2,585
Other debtors	23,485	26,079
Prepayments	20,957	25,860
	<u>44,795</u>	<u>54,524</u>

8 CREDITORS: Amounts falling due within one year	2020	2019
	£	£
Trade creditors	13,861	12,406
Accruals and deferred income	138,109	125,591
Payroll taxes due	6,932	4,077
Pension payment due	1,053	860
	<u>159,955</u>	<u>142,934</u>

9 CREDITORS: Amounts falling due after more than one year	2020	2019
	£	£
Deferred income from Sicily lease due within two years	200,000	200,000
Deferred income from Sicily lease due within three to four years	39,452	139,452
Grants payable within two years	-	-
Grants payable within three years	-	-
	<u>239,452</u>	<u>339,452</u>

10 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Tangible fixed assets	Investments	Other net assets	Total
	£	£	£	£
Unrestricted funds	683,610	1,681,727	(65,130)	2,300,207
Restricted income funds	-	-	35,355	35,355
	<u>683,610</u>	<u>1,681,727</u>	<u>(29,775)</u>	<u>2,335,562</u>
Comparative figures for 2019				
Unrestricted funds	683,262	1,757,487	(39,756)	2,400,993
Restricted income funds	-	-	5,743	5,743
	<u>683,262</u>	<u>1,757,487</u>	<u>(34,013)</u>	<u>2,406,736</u>

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

11 RESTRICTED FUNDS Notes on the individual funds

	Income		Expenditure		Transfers		Fund balances	
	2020	2019	2020	2019	2020	2019	b/fwd	c/fwd
	£	£	£	£	£	£	£	£
Choral scholars	1,000	1,000	1,000	1,000	-	-	-	-
Christmas Hampers	4,678	4,944	6,007	3,321	-	-	4,163	2,834
Church Ministry among Jewish People	-	70	-	70	-	-	-	-
Covid 19 fund	4,572	-	1,323	-	-	-	-	3,249
Events for Elderly People	-	-	-	-	-	-	302	302
Gifts	32,387	18,050	4,695	16,904	-	-	1,146	28,838
House party	-	15,312	-	19,945	-	4,633	-	-
Mission Aviation Fellowship	-	618	-	618	-	-	-	-
The Passage	-	-	-	-	-	-	11	11
Pimlico Foundation	825	825	825	825	-	-	-	-
Royal British Legion re poppy appeal	-	66	-	66	-	-	-	-
Vicar's Discretionary Fund	-	-	-	1,425	-	-	121	121
Westminster Chapel	-	618	-	618	-	-	-	-
	43,462	41,503	13,850	44,792	-	4,633	5,743	35,355

Choral Scholars – funds collected to pay the fees of scholars who sing on 20 Sundays a year and form the core of larger choirs for events such as Carols by Candlelight.

Christmas hampers – funds collected to buy goods for Christmas hampers that are distributed to needy people in the neighbourhood of the church.

Church Ministry among Jewish People – collection at Good Friday service donated to this charity.

Covid 19 fund – collection to help people in need in the current crisis

Events for Elderly People - donation to fund this ministry.

Gifts – funds given to pass on to leaving members of staff, love gifts to missionaries on home visits, gifts to various individuals specifically given to St Michael's for that purpose.

House party – funds received (including donations to fund other members of the congregation) to attend the annual weekend away. The transfer represents costs not covered by contributions from participants and donations received.

Mission Aviation Fellowship - funds collected during carols by candlelight services given to this charity for work flying missionaries, people in need & supplies in Africa.

The Passage – funds received to support this homeless charity.

Pimlico Foundation – funds received and donated to this charity that works with young people in a nearby estate.

Royal British Legion – Funds collected and passed on for 2019 Poppy Appeal.

Vicar's Discretionary Fund - funds used to support the pastoral work of St Michael's, at the discretion of the Vicar.

ST MICHAEL'S CHURCH, CHESTER SQUARE

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2020

Westminster Chapel - funds collected during carols by candlelight services given to this charity for the Westminster Foodbank

12 CASH AT BANK AND IN HAND

	2020	2019
	£	£
National Westminster - current account	24,628	58,566
Vicar's Discretionary Account	1,446	1,446
Petty Cash & Paypal account	3,186	220
Barclays - deposit account	39,374	80,327
Barclays - current account	5,168	3,317
CCLA - deposit account	251,035	249,973
	<u>324,837</u>	<u>393,849</u>

13 LEASE COMMITMENTS

The total future minimum lease payments under non-cancellable operating leases are payable:

	Equipment	
	2020	2019
	£	£
Within one year	1,392	696
Within two to five year	1,508	-
	<u>2,900</u>	<u>696</u>

The operating lease charges for the year were:

Hire of equipment	<u>1,915</u>	<u>2,088</u>
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