

**ST MICHAEL'S CHURCH, CHESTER SQUARE**

**ANNUAL REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31ST DECEMBER 2021**

**Charity no: 1130914**

**ST MICHAEL'S CHURCH, CHESTER SQUARE**

**ANNUAL REPORT AND  
FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED  
31ST DECEMBER 2021**

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## **ST MICHAEL'S CHURCH, CHESTER SQUARE**

### **ANNUAL REPORT FOR 2021**

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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 31<sup>st</sup> December 2021.

#### ***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

Associate Vicar: Revd Matthew White (appointed 31 October 21)

Curate: Revd Guy Axelson (resigned 31 May 21)  
Revd Sam Banner (appointed 4 July 21)

Churchwardens: David Munns  
Iona Thorne

Deanery Synod: Anneliese Blackwood  
Representatives: Alice Vink  
Ruth Williams  
Ken Wiseman

Elected members: Marylois Beard  
Michael Bradley  
Dominic Brown  
John Cameron  
Jack Campbell (resigned 31 August 21 but continues to attend meetings as a non-voting member in his capacity as Director of Operations)  
Felicity Hunt (Hon Treasurer)  
Daniel Jeavons (appointed 23 May 21)  
Matthew Passante (appointed 23 May 21)  
Rachel Senior  
Will Weaver (resigned 23 May 21)  
Grace Wort

Secretary: Ken Wiseman

##### **Electoral Roll**

The 2021 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

## ST MICHAEL'S CHURCH, CHESTER SQUARE

### ANNUAL REPORT FOR 2021

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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 2021, the treasurer and a small group of volunteers undertook a review of our finance policy and procedures. The committee advises the Treasurer on the budget, financing and reserves policy.

#### **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

In line with the House of Bishop's policy statement on promoting a Safer Church, St Michael's is committed to ensuring the care and protection of children, young people and vulnerable adults involved in its activities. Safeguarding is the responsibility of the whole church and everyone who participates in the life of St Michael's has a role to play in promoting a safer church for all. St Michael's continues to adopt and implement the recommendations, policies and procedures outlined in the Church of England Safeguarding documentation. This includes all the latest guidance issued since the last Annual Report. This covers the key roles and responsibilities of officeholders, including practical guidance on how to respond to, assess and manage concerns or allegations against church officers. There are multiple resources available for training and development in this area. St Michael's has appointed a Safeguarding Officer, an evidence checker and a children's champion. All staff, PCC members and volunteers with pastoral roles must make a DBS disclosure and undertake appropriate training. The Safeguarding Officer regularly updates the PCC on policy in this area.

##### Financial Risks

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

- 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.



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- During the Covid-19 pandemic, few services were held in the church 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 2022.

#### 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 2021, we were unable to undertake certain major works, which will now take place in 2022. During the year, the Finance Committee is reviewed our budgeting process to make sure 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.

#### 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.

## ST MICHAEL'S CHURCH, CHESTER SQUARE

### ANNUAL REPORT FOR 2021

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- 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**

The mission of St Michael's is to enable people to Come to Christ, Learn to Love and Love to learn.

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.

#### **The year in review**

2021 was overshadowed by Covid. In the early months of the year the Church building remained closed and instead of meeting in person, services were pre-recorded and put online. This lifeline was better than nothing but the longer term consequences of totally disrupting the worshipping patterns would prove costly. On Good Friday, April 2<sup>nd</sup>, the Church opened its doors to worshippers again and gradually throughout the year the requirements to wear face masks, the prohibition on singing, the need to keep socially distanced etc were relaxed.

During 2021, St Michael's significantly upgraded its online capabilities and began live-streaming Sunday services from April onwards, a practise which has become permanent. On average during 2021, there were between 50-130 views per service for the online services each Sunday. Sermons were also uploaded onto a podcast platform and in the same period had an average of 200 plays per month. (The online sermon library received around 1,500 plays per month). Most of our online audience is based in the United Kingdom, but we also have people regularly tuning in from the following countries: India, Philippines, Jamaica, United States, Kenya, Zambia and South Korea.

In common with nearly all Churches, St Michael's discovered, when lockdown finished and the restrictions were lifted, that the numbers of those returning to worship in the Church building on a regular basis had declined noticeably.



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The key mission of St Michael's is to be a place where people "Come to Christ, Love to Learn and Learn to Love" and the values supporting this Vision are the values articulated in Acts 2.42-47. Neatly summarised as "Let the Word grow, the Love Show, the Worship Flow, the Spirit Glow and the World know".

The year had a "stop/ start" feel about it as Covid restrictions were imposed and lifted unpredictably. As well as Sunday services the Church ran an Alpha Course online, which was fruitful and much appreciated. In the autumn, instead of going away for a house party there was an "At home" day in St Michael's which was well attended and included teaching in the morning, a lunch, and afternoon activities.

Homegroups met largely via Zoom throughout the year. This meant that that groups were able to enjoy bible study, prayer and fellowship despite the restrictions and health concerns. These groups were a lifeline for many, particularly those who were feeling isolated.

#### **Personnel**

During the year, the following joined the staff team: Rev. Sam Banner (Curate), Rev. Matt White (Associate Vicar), Jo Sears (Part time Children's Pastor), and Jack Campbell (Operations Director).

The following left the staff team: Rev. Guy Axelson (Associate Vicar, having been Curate), Bolor Tsedev (Part time assistant to Director of Children's Ministry) and Juliet Fellows (Part time Director of Children's Ministry).

#### **The future**

The Church has a vital role to play in offering the comfort, care and hope that only Christ can give to a broken, tough and often despairing world. Going forward, St Michael's is committing itself with renewed determination and zeal to introducing people to the love of God, to making space for God to change lives through the preaching of his Word, the moving of the Holy Spirit and the love of God's people. An immediate challenge for 2022 will be to rebuild the volunteer base that has been eroded through the Covid months and regroup after what has seemed like a period of enforced separation.

### ***Treasurer's finance report***

#### **Income**

Total Income overall increased by 1% to £641,524. A reduction of income from regular events due to Covid 19, both held by the church and by outside organisations, of £8,476 and lower investment income received because of a decrease in investment income of £7,248, were more than made up an increase in pledged and regular donations of £21,693.

#### **Expenditure**

Expenditure increased by £55,450 or 9% to £687,393. This was mainly due to an increase in expenditure on repairs to the floor and replacement of the carpet in the church, costing £48,148 and a further £12,123 in repairs to the house in Sullivan Road before Matt White joined as associate vicar, partly offset by lower staff costs, due to changes during the year.

#### **Balance sheet**

We generated a deficit of £45,869 for the year on our regular activities (mainly due to repairs mentioned above) but benefited from a 14% gain in the value of our investment in the CCLA equity income fund. Additionally, our investment in the Sicily Restaurant at 2 Eccleston Place increased by 15% following outside valuation. Total funds increased to £2.5m. 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 Associate Vicar 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 2021 we held cash at the bank £207,123. In addition, our investments at CCLA, valued currently at £430,042, are readily realisable.



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#### **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.

#### **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. Grant applications are considered at the group's meetings which take place three or four times a year. Priority is 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 reporting requirements included in the Charities Act 2016 the PCC members are pleased to confirm that all fundraising is done in compliance with best fundraising practice. During 2021 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 income for the year was nearly £67k higher than budgeted, mainly as a result of a Day of Commitment held in March 2021 but also because we raised higher than expected income from outside events once the Covid 19 rules were relaxed.

#### **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 14% during the year. With an annual dividend yield of around 2.8%, the fund also generates better regular returns than traditional bank savings. In the light of the recent uncertainties following the war in the Ukraine, the PCC felt that a post year end review would be prudent and as of 3<sup>rd</sup> May 2022, the valuation had fallen by around 7% to £400k. This figure has been reasonably stable since the outbreak of the war. The decrease has been posted to the 2022 accounts and still represents a total return of 40% on our initial investment; CCLA also predicts that dividends in the fund will remain at or above the 2021 level in 2022. There is no reason therefore to amend the 2021 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.



**Revd Rupert Charkham**  
Incumbent

ON BEHALF OF THE PCC  
24 MAY 2022

## ST MICHAEL'S CHURCH, CHESTER SQUARE

### STATEMENT OF PAROCHIAL CHURCH COUNCIL RESPONSIBILITIES

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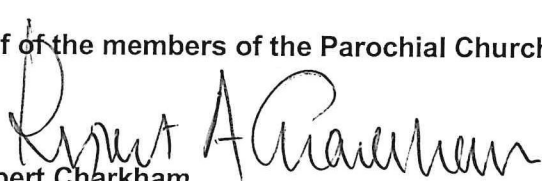
The Parochial Church Council is responsible for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice. Applicable accounting standards have been followed, subject to any material departures disclosed and explained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

  
**Revd Rupert Charkham**  
Incumbent

24 May 2022



## **ST MICHAEL'S CHURCH, CHESTER SQUARE**

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

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#### **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 2021 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 2021 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.

## ST MICHAEL'S CHURCH, CHESTER SQUARE

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

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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.

## ST MICHAEL'S CHURCH, CHESTER SQUARE

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

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

We determined that the principal risks were related to:

- management bias in accounting estimates
- valuation of freehold property
- presentation of separately disclosed items
- management override of controls

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

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

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: 01/07/2022

*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.*



# ST MICHAEL'S CHURCH, CHESTER SQUARE

## STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

	Note	Unrestricted Funds		Restricted Funds		Total Funds	
		£ 2021	£ 2020	£ 2021	£ 2020	£ 2021	£ 2020
<b>Income and endowments from</b>							
Donations and legacies	2(a)	449,073	406,877	22,959	43,462	472,032	450,339
Investments	2(b)	111,128	118,376	-	-	111,128	118,376
Charitable activities	2(c)	42,937	51,413	-	-	42,937	51,413
Furlough payments claimed	2(d)	15,427	16,401	-	-	15,427	16,401
<b>Total income and endowments</b>		<u>618,565</u>	<u>593,067</u>	<u>22,959</u>	<u>43,462</u>	<u>641,524</u>	<u>636,529</u>
<b>Expenditure on</b>							
Charitable activities	3(a)	638,092	618,093	49,301	13,850	687,393	631,943
<b>Total expenditure</b>		<u>638,092</u>	<u>618,093</u>	<u>49,301</u>	<u>13,850</u>	<u>687,393</u>	<u>631,943</u>
<b>Net income / (expenditure) before gains / (losses) on investments</b>		(19,527)	(25,026)	(26,342)	29,612	(45,869)	4,586
Unrealised gain/(loss) on investments	6	253,315	(75,760)	-	-	253,315	(75,760)
<b>Net income / (expenditure)</b>		233,788	(100,786)	(26,342)	29,612	207,446	(71,174)
Transfers between funds	11	-	-	-	-	-	-
<b>Net movement in funds</b>		233,788	(100,786)	(26,342)	29,612	207,446	(71,174)
<b>Reconciliation of funds</b>							
Total funds brought 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>
<b>Total funds carried forward</b>		<u><u>2,533,995</u></u>	<u><u>2,300,207</u></u>	<u><u>9,013</u></u>	<u><u>35,355</u></u>	<u><u>2,543,008</u></u>	<u><u>2,335,562</u></u>

# ST MICHAEL'S CHURCH, CHESTER SQUARE

## CASH FLOW STATEMENT FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

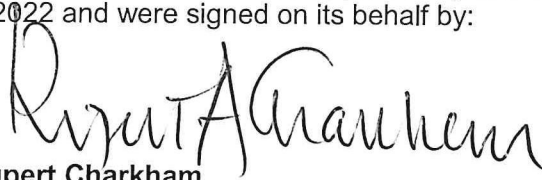
	2021		2020	
	£	£	£	£
<b>Net cash from operating activities (see Note i):</b>		(218,756)		(173,705)
<b>Cash flows from investing activities:</b>				
Dividends & interest received	11,128		14,431	
Lease income	100,000		103,945	
Net addition to fixed assets	(10,086)		(13,683)	
New investment made	-		-	
Decrease in investments (now in current assets)	-		-	
Net addition to share investment	-		-	
<b>Net cash provided by (used in) investing activities</b>		101,042		104,693
<b>Change in cash and cash equivalents during the year</b>		(117,714)		(69,012)
Cash and cash equivalents at the beginning of the year		324,837		393,849
<b>Cash and cash equivalents at the end of the year (see Note ii)</b>		<u>207,123</u>		<u>324,837</u>
<b>Note i - Reconciliation of net income / (expenditure) to net cash flow from operating activities</b>				
Net income before gains		(45,869)		4,586
<b>Adjustments for:</b>				
Depreciation charges & loss on disposal		11,633		13,335
Dividend & interests from investments		(111,128)		(118,376)
(Increase) / decrease in debtors		10,319		9,729
Increase / (decrease) in creditors		(83,711)		(82,979)
<b>Net cash provided by (used in) operating activities</b>		<u>(218,756)</u>		<u>(173,705)</u>
<b>Note ii - Analysis of cash and cash equivalents</b>				
Cash in hand		55,995		73,802
Notice deposits (less than 3 months)		151,128		251,035
		<u>207,123</u>		<u>324,837</u>

# ST MICHAEL'S CHURCH, CHESTER SQUARE

BALANCE SHEET  
AS AT 31<sup>ST</sup> DECEMBER 2021

	Note	2021		2020	
		£	£	£	£
<b>Fixed assets</b>					
Tangible fixed assets	5		682,063		683,610
Investments	6		<u>1,935,042</u>		<u>1,681,727</u>
			2,617,105		2,365,337
<b>Current assets</b>					
Debtors	7	34,476		44,795	
Cash at bank and in hand	12	<u>207,123</u>		<u>324,837</u>	
		241,599		369,632	
<b>Creditors:</b> amounts falling due within one year	8	<u>176,244</u>		<u>159,955</u>	
<b>Net current assets</b>			65,355		209,677
<b>Total assets less current liabilities</b>			<u>2,682,460</u>		<u>2,575,014</u>
<b>Creditors</b> falling due after more than one year	9		139,452		239,452
<b>Net assets</b>			<u><u>2,543,008</u></u>		<u><u>2,335,562</u></u>
<b>Funds</b>					
Unrestricted	10		2,533,995		2,300,207
Restricted income	10,11		<u>9,013</u>		<u>35,355</u>
			<u><u>2,543,008</u></u>		<u><u>2,335,562</u></u>

These financial statements were approved by the Standing Committee of the Parochial Church Council on 24 May 2022 and were signed on its behalf by:

  
**Revd Rupert Charkham**  
Incumbent

  
**Felicity Hunt**  
Honorary Treasurer

## ST MICHAEL'S CHURCH, CHESTER SQUARE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

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#### 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 31<sup>ST</sup> DECEMBER 2021

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#### 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 31<sup>ST</sup> DECEMBER 2021

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#### 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.

#### Investments

Investments (properties, bonds and shareholding accounts) were valued at fair value at 31st December 2021 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 31<sup>st</sup> December. Movements during the year were as follows:

Deferred income	2021	2020
	£	£
Opening balance	341,060	446,810
Rents and other income relating to current year	(781)	(3,413)
Rents and other income relating to future periods	-	1,608
Lease income received	-	-
Lease income released	(100,000)	(103,945)
Closing balance	<u>240,279</u>	<u>341,060</u>

# ST MICHAEL'S CHURCH, CHESTER SQUARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

### 2 INCOME AND ENDOWMENTS FROM

	Unrestricted Funds £	Restricted Funds £	Total 2021 £	Total 2020 £
<b>(a) Donations and legacies</b>				
Gift Aid donations	194,279	14,055	208,334	183,195
Tax recoverable	48,561	3,514	52,075	45,924
Church plate collections	1,068	-	1,068	4,517
Other donations	205,165	5,390	210,555	216,703
	<u>449,073</u>	<u>22,959</u>	<u>472,032</u>	<u>450,339</u>
<b>(b) Investments</b>				
Rent - other properties	-	-	-	-
Bank interest received	11,128	-	11,128	14,431
Lease income	100,000	-	100,000	103,945
	<u>111,128</u>	<u>-</u>	<u>111,128</u>	<u>118,376</u>
<b>(c) Charitable activities</b>				
Rent - St Michael's Church	32,130	-	32,130	36,438
Fees	5,865	-	5,865	1,911
Other church activities	4,942	-	4,942	13,064
	<u>42,937</u>	<u>-</u>	<u>42,937</u>	<u>51,413</u>
<b>(d) Furlough payments claimed</b>	<u>15,427</u>	<u>-</u>	<u>15,427</u>	<u>16,401</u>
	<u>618,565</u>	<u>22,959</u>	<u>641,524</u>	<u>636,529</u>

### 3 EXPENDITURE ON

	Activities Directly undertaken £	Grant funding (4a & b) £	Support Costs (3d) £	Total 2021 £	Total 2020 £
<b>(a) Charitable activities</b>					
Mission support and outreach	-	104,244	-	104,244	63,798
Ministry:					
Diocesan quota	113,858	-	-	113,858	114,186
Other ministry costs	53,926	-	100,003	153,929	152,824
Church activities	33,733	-	-	33,733	85,328
Other activities - bookstall, groups, etc.	8,428	-	-	8,428	7,217
Church running expenses	-	-	29,850	29,850	33,690
Church maintenance – repairs and renewals	-	-	79,914	79,914	13,116
Management and administration	-	-	158,031	158,031	156,636
Governance costs	-	-	5,406	5,406	5,148
	<u>209,945</u>	<u>104,244</u>	<u>373,204</u>	<u>687,393</u>	<u>631,943</u>

# ST MICHAEL'S CHURCH, CHESTER SQUARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

	2021 £	2020 £
<b>(b) Staff costs</b>		
Wages and salaries	200,527	221,131
Social security costs	11,232	13,345
Pension costs	4,011	4,465
Redundancy costs	1,030	13,455
	<u>216,800</u>	<u>252,396</u>

Average number of employees	Full time equivalent		Headcount	
	2021	2020	2021	2020
Administration	6	7	11	13
Lay assistant staff	1	1	1	1
	<u>7</u>	<u>8</u>	<u>12</u>	<u>14</u>

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

The redundancy payment was made in relation to a staff post which was no longer required because the work load had changed. Redundancy costs are recognised when there is a legal or constructive obligation arising. No redundancy pay was outstanding at the balance sheet date.

### (c) Related parties

During the year, the PCC paid accommodation, travel costs, mobile phone expenses of £0 (2020: £787) for C Marnham, £2,670 (2020: £9,744) for G Axelson and £22,725 to R Charkham (2020: £6,341), £11,456 (2020: £0) for S Banner, £3,543 for M White (2020: £0) and donated £6,000 (2020: £6,100) to The Pimlico Foundation of which J Cameron is a Trustee. Ten individual parties (2020: fourteen) were reimbursed for total of £9,130 (2020: £6,763) for pastoral care, professional fees, mobile phones, travel expenses and attending conferences. A retirement collection of £17,649 was paid to G Axelson on leaving in May 2021.

Since 23 May 2021, remuneration of £9,619 (2020: £0) was paid to a relative of M Passante. Remuneration of key management staff amounted to £15,104 (2020: £0).

Restricted donations from related parties (members of the PCC) totalled £6,800 (2020 £2,373).

	2021 £	2020 £
<b>(d) Support costs</b>		
Staff costs	136,523	108,718
Accommodation expenses	84,937	65,600
Other staff expenses	1,732	634
Church running and maintenance expenses	109,764	46,486
Office supplies and postage	4,165	4,940
Publicity and advertising	1,275	1,339
Telephone	5,251	4,447
IT costs	5,304	7,416
Auditor's remuneration	5,406	5,148
Legal & professional fees	6,854	11,473
Bad debt provision	-	18,000
Bank charges	361	546
Depreciation (Note 5)	11,632	22,496
	<u>373,204</u>	<u>288,458</u>



# ST MICHAEL'S CHURCH, CHESTER SQUARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

### 4 GRANTS PAYABLE

	Unrestricted Funds £	Restricted Funds £	Total Funds 2021 £	Total Funds 2020 £
<b>(a) Grants to institutions</b>				
Abraham's Oasis	1,500	-	1,500	-
All-Party Parliamentary Group on International Religious Freedom or Belief	-	-	-	1,200
Besom	-	3,183	3,183	6,007
LDF Outreach	12,600	-	12,600	12,600
London City Mission	2,400	-	2,400	2,400
Mission Aviation Fellowship	3,000	500	3,500	3,000
Pimlico Foundation	6,000	825	6,825	6,925
Serbian Evangelical Alliance	-	-	-	581
St Barnabas Homerton	3,000	-	3,000	3,000
St Michael's Kilolo School	3,240	-	3,240	5,300
The Freedom Story	-	-	-	765
The Gate at Westminster	6,000	-	6,000	6,000
Westminster Food Bank	2,400	-	2,400	2,900
<b>Total grants to institutions</b>	<b>40,140</b>	<b>4,508</b>	<b>44,648</b>	<b>50,678</b>
<b>(b) Grants to individuals</b>				
Outreach & poverty relief	-	-	-	1,323
Clergy, ministry & training	14,607	25,569	40,176	5,895
Other gifts	196	19,224	19,420	5,902
<b>Total grants to individuals</b>	<b>14,803</b>	<b>44,793</b>	<b>59,596</b>	<b>13,120</b>
<b>Total grants payable</b>	<b>54,943</b>	<b>49,301</b>	<b>104,244</b>	<b>63,798</b>

# ST MICHAEL'S CHURCH, CHESTER SQUARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

### 5 TANGIBLE FIXED ASSETS – For use by the PCC

	Freehold Property £	Equipment £	Fixtures & Fittings £	Total £
<b>Cost</b>				
At 1 January 2021	615,776	96,979	88,331	801,086
Additions	-	3,492	6,594	10,086
Disposals	-	-	-	-
At 31 December 2021	<u>615,776</u>	<u>100,471</u>	<u>94,925</u>	<u>811,172</u>
<b>Depreciation</b>				
At 1 January 2021	-	82,209	35,267	117,476
Charge for the year	-	4,409	7,224	11,633
Release re disposals	-	-	-	-
At 31 December 2021	<u>-</u>	<u>86,618</u>	<u>42,491</u>	<u>129,109</u>
<b>Net book value</b>				
At 31 December 2021	<u>615,776</u>	<u>13,853</u>	<u>52,434</u>	<u>682,063</u>
At 31 December 2020	<u>615,776</u>	<u>14,770</u>	<u>53,064</u>	<u>683,610</u>

The freehold property is 24 Sullivan Road.

### 6 INVESTMENTS

	2021 £	2020 £
<b>Freehold</b>		
Fair value brought forward as at 1 January 2021	1,300,000	1,400,000
Revaluation	<u>200,000</u>	<u>(100,000)</u>
Fair value carried forward as at 31 December 2021	<u>1,500,000</u>	<u>1,300,000</u>
<b>Share investment</b>		
Fair value brought forward as at 1 January 2021	376,727	352,487
Additions in the year	-	-
Revaluation	<u>53,315</u>	<u>24,240</u>
Fair value carried forward as at 31 December 2021	<u>430,042</u>	<u>376,727</u>
	14%	7%
<b>Bond</b>		
Fair value brought forward as at 1 January 2021	5,000	5,000
Additions in the year	-	-
Fair value carried forward as at 31 December 2021	<u>5,000</u>	<u>5,000</u>
<b>Total investments</b>	<u>1,935,042</u>	<u>1,681,727</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 increased to £1.5m.

# ST MICHAEL'S CHURCH, CHESTER SQUARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

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.

<b>7 DEBTORS</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Trade debtors	1,895	353
Other debtors	10,492	23,485
Prepayments	22,089	20,957
	<u>34,476</u>	<u>44,795</u>

<b>8 CREDITORS: Amounts falling due within one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Trade creditors	3,730	13,861
Accruals and deferred income	167,375	138,109
Payroll taxes due	4,273	6,932
Pension payment due	866	1,053
	<u>176,244</u>	<u>159,955</u>

<b>9 CREDITORS: Amounts falling due after more than one year</b>	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
Deferred income from Sicily lease due within two years	139,452	200,000
Deferred income from Sicily lease due within three to four years	-	39,452
Grants payable within two years	-	-
Grants payable within three years	-	-
	<u>139,452</u>	<u>239,452</u>

## 10 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	<b>Tangible fixed assets £</b>	<b>Investments £</b>	<b>Other net assets £</b>	<b>Total £</b>
Unrestricted funds	682,063	1,935,042	(83,110)	2,533,995
Restricted income funds	-	-	9,013	9,013
	<u>682,063</u>	<u>1,935,042</u>	<u>(74,097)</u>	<u>2,543,008</u>
<b>Comparative figures for 2020</b>				
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>

# ST MICHAEL'S CHURCH, CHESTER SQUARE

## NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

### 11 RESTRICTED FUNDS Notes on the individual funds

	Income		Expenditure		Transfers		Fund balances	
	2021	2020	2021	2020	2021	2020	b/fwd	c/fwd
	£	£	£	£	£	£	£	£
Choral scholars	-	1,000	-	1,000	-	-	-	-
Christmas Hampers	350	4,678	3,184	6,007	-	-	2,834	-
Covid 19 fund	150	4,572	-	1,323	-	-	3,249	3,399
Events for Elderly People	-	-	-	-	-	-	302	302
Gifts	21,634	32,387	45,292	4,695	-	-	28,838	5,180
The Passage	-	-	-	-	-	-	11	11
Pimlico Foundation	825	825	825	825	-	-	-	-
Vicar's Discretionary Fund	-	-	-	-	-	-	121	121
	<u>22,959</u>	<u>43,462</u>	<u>49,301</u>	<u>13,850</u>	<u>-</u>	<u>-</u>	<u>35,355</u>	<u>9,013</u>

**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.

**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.

**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.

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

### 12 CASH AT BANK AND IN HAND

	2021	2020
	£	£
National Westminster - current account	36,984	24,628
Vicar's Discretionary Account	1,446	1,446
Petty Cash & Paypal account	5,614	3,186
Barclays - deposit account	9,378	39,374
Barclays - current account	2,573	5,168
CCLA - deposit account	151,128	251,035
	<u>207,123</u>	<u>324,837</u>

## ST MICHAEL'S CHURCH, CHESTER SQUARE

### NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31<sup>ST</sup> DECEMBER 2021

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#### 13 LEASE COMMITMENTS

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

	Equipment	
	2021	2020
	£	£
Within one year	1,392	1,392
Within two to five year	116	1,508
	<u>1,508</u>	<u>2,900</u>

The operating lease charges for the year were:

Hire of equipment	<u>1,392</u>	<u>1,915</u>
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